BANNARI AMMAN SUGARS LIMITED

Regd. Office : 1212, Trichy Road Coimbatore - 641 018 Tamilnadu India
Phone : 91 - 422 - 2204100 Fax : 2309999 (Sales) 2204222 (Purchase) 2204233 (Accounts)
E-Mail : bascbe@bannari.com Website : www.bannari.com CIN : L15421TZ1983PLC001358

SEC/MAIL/2023 07.08.2023

National Stock Exchange of India Ltd Exchange Plaza C-1, Block G Bundera-Kurla Complex, Bandra (E) Mumbai 400051 NSE CODE : BANARISUG ISIN No. : INE459A01010	BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Mumbai 400 001 BSE CODE : 500041 ISIN No. : INE459A01010

Dear Sirs,

Sub: Notice of AGM and Annual Report for the Financial Year 2022-23

With reference to the above, we are submitting herewith the 39th Annual Report of the company for Financial Year 2022-23 along with Notice of AGM. The 39th Annual General Meeting (AGM) of the company will be held on Monday, the 4th September, 2023 at 4.15 P.M through Video Conferencing (VC)/Other Audio Visual Means (OAVM).

The Register of Members and Share Transfer Books of the company will remain closed from Tuesday, the 29th August, 2023 to Monday, the 4th September, 2023 (both days inclusive);

The cut-off date for reckoning voting of the members is 28.08.2023 and remote e-voting will be available from 31.08.2023 (9.00 am) to 03.09.2022 (5.00 pm). Voting at the AGM also available through e-voting;

The company has engaged Central Depository Services (India) Limited (CDSL) for providing remote e-voting facility.

Please note that the soft copies of the Notice and Annual Report 2022-23 is being dispatched to the members of the company through e-mail and the same is also available on the website of the company at https://www.bannari.com/InvestorInformation.html

Kindly take the above information on your records.

Thanking you,

Yours faithfully,
For BANNARI AMMAN SUGARS LIMITED

PALANISWAMY

Digitally signed by PALANISWAMY
DN: cn=PALANISWAMY, serialNumber=A3896C8F8745DF15DFA15B928631B1FF7233BC0AA95BD337A8E1CBD187CA1EC0, st=Tamil Nadu, postalCode=641045, o=Personal, c=IN
Date: 2023.08.07 21:01:31 +05'30'

(C PALANISWAMY)
COMPANY SECRETARY
ACS No.12580

Encl:



Annual Report 2022 - 2023



BANNARI AMMAN SUGARS LIMITED

Motto

Strive to perform best at all times

Objectives

Our endeavour is to

- Identify and improve the processes to have a continuous upgradation of the quality of the end products
- Serve in the best interest of cane growers and shareholders
- Maximise productivity by optimising all inputs
- Expand and diversify utilising by-products in a planned manner

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CORPORATE INFORMATION

BOARD OF DIRECTORS

Sri S V Balasubramaniam (DIN : 00002405)	**Chairman**
Sri B Saravanan (DIN : 00002927)	**Managing Director**
Sri M P Vijayakumar (DIN : 05103089)	Independent Non-Executive Director
Sri A K Perumalsamy (DIN : 00313769)	Independent Non-Executive Director
Sri T Gundan (DIN : 00624804)	Independent Non-Executive Director
Dr Radha Ramani (DIN : 07083381)	Independent Non-Executive Woman Director

COMPANY SECRETARY
Sri C Palaniswamy

CHIEF FINANCIAL OFFICER
Sri M Ramprabhu

BOARD COMMITTEES

AUDIT COMMITTEE

Sri M P Vijayakumar	Chairman
Sri T Gundan	Member
Dr Radha Ramani	Member

NOMINATION AND REMUNERATION COMMITTEE

Sri M P Vijayakumar	Chairman
Sri T Gundan	Member
Dr Radha Ramani	Member

STAKEHOLDERS' RELATIONSHIP COMMITTEE

Sri T Gundan	Chairman
Sri S V Balasubramaniam	Member
Sri M P Vijayakumar	Member
Sri A K Perumalsamy	Member

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

Sri M P Vijayakumar	Chairman
Sri S V Balasubramaniam	Member
Sri T Gundan	Member
Dr Radha Ramani	Member

RISK MANAGEMENT COMMITTEE

Sri M P Vijayakumar	Chairman
Sri S V Balasubramaniam	Member
Sri B Saravanan	Member
Sri T Gundan	Member

AUDITORS
M/s P N Raghavendra Rao & Co — Chartered Accountants

INTERNAL AUDITORS
M/s B M & Associates — Chartered Accountants
M/s Subbachar & Srinivasan — Chartered Accountants

COST AUDITORS
Sri M Nagarajan — Cost Accountant

SECRETARIAL AUDITORS
M/s C Thirumurthy & Associates — Company Secretaries

BANKERS
Punjab National Bank
Canara Bank
The Federal Bank Limited
The Karur Vysya Bank Limited
Indian Overseas Bank
State Bank of India
Bank of India
AXIS Bank Limited
ICICI Bank Limited
HDFC Bank Limited

REGISTERED OFFICE
1212 Trichy Road
Coimbatore - 641 018
Tel: 0422: 2204100
Fax: 0422 - 2309999
E-mail: shares@bannari.com
Website: www.bannari.com
CIN: L15421TZ1983PLC001358

REGISTRAR AND SHARE TRANSFER AGENT
Cameo Corporate Services Limited
"Subramanian Building"
Club House Road
Chennai - 600 002
Tel: 044 - 28460395
Fax: 044 - 28460129
E-mail: investor@cameoindia.com
CIN: U67120TN1998PLC041613

LISTING OF EQUITY SHARES

BSE Limited
Phiroze Jeejeebhay Towers, Dalal Street, Mumbai - 400 001
Stock Code: 500041 ISIN : INE459A01010

National Stock Exchange of India Limited
"Exchange Plaza", Bandra - Kurla Complex, Bandra (E), Mumbai - 400 051
Stock Code: BANARISUG ISIN : INE459A01010

39th ANNUAL GENERAL MEETING (AGM)
Monday 4th September, 2023 at 4.15 p.m.
AGM through Video Conferencing / Other Audio Visual Means (VC / OAVM)

Notice to Shareholders

NOTICE is hereby given that the THIRTY NINETH (39th) ANNUAL GENERAL MEETING of the Members of BANNARI AMMAN SUGARS LIMITED ("the Company") will be held on Monday the 4th day of September 2023 at 4.15 PM through Video Conferencing (VC)/Other Audio Visual Means (OAVM) to transact the following business:

Ordinary Business

1. **Adoption of Audited Financial Statements, Reports of the Board of Directors and Auditors thereon**

   To consider and if thought fit to pass the following resolution as an **Ordinary Resolution:**

   RESOLVED that the audited financial statements of the company for the financial year ended March 31, 2023 and the reports of the Board of Directors and Auditors thereon as circulated to the members be and are hereby adopted.

2. **Declaration of Dividend**

   To consider and if thought fit to pass the following resolution as an **Ordinary Resolution:**

   RESOLVED that a dividend at the rate of ₹ 12.50 (Rupees twelve and paise fifty only) per equity share on 1,25,39,700 equity shares of ₹ 10/- each as recommended by the Board of Directors be and is hereby declared for the financial year ended March 31, 2023 and that the same be paid out of profits of the Company.

3. **Appointment of Director who retires by rotation**

   To consider and if thought fit to pass the following resolution as an **Ordinary Resolution:**

   RESOLVED that Sri S V Balasubramaniam, Director (DIN: 00002405) who retires by rotation and being eligible for re-appointment be and is hereby re-appointed as Director of the Company.

Special Business

4. **Ratification of Remuneration payable to Cost Auditor**

   To consider and if thought fit to pass the following resolution as an **Ordinary Resolution:**

   RESOLVED that pursuant to Section 148 and other applicable provisions if any of the Companies Act 2013 and the Rules made thereunder the remuneration of ₹ 2,00,000/- (Rupees two lakhs only) (plus applicable GST and out of pocket expenses if any for purpose of audit) payable to Sri M Nagarajan (Membership No.F-6384) Cost Accountant as approved by the Board of Directors on recommendations of Audit Committee for conducting the audit of Cost Accounting Records of the company for the financial year ending 31st March 2024 be and is hereby ratified.

5. **Alteration in the object clause of the Memorandum of Association of the Company.**

   To consider and if thought fit to pass the following resolutions as **Special Resolutions:**

   RESOLVED that pursuant to the provisions of Section 13 and other applicable provisions if any of the Companies Act, 2013 (including any statutory modifications or re-enactment thereof, for the time being in force) and the Rules framed thereunder and subject to the approval of the Registrar of Companies, Coimbatore, consent of the members of the Company be and is hereby accorded for inserting the following sub-clauses as 5 & 6 after sub-clause III(A) 4:

III (A) 5. To manufacture, produce, process, formulate, mix or prepare, purchase, sale, hold, distribute, transfer or otherwise trade, deal in and deal with, import and export of any or all

classes and kinds of fertilizers including organic and inorganic fertilizers, Bio fertilizers, Bio fungicides, Bio Insecticides, Bio Nematicides, Decomposing cultures, organic manures, seaward products, micro nutrient mixures, agricultural chemicals, their mixures and formulations and derivatives and compounds thereof including but not limited to water soluble fertilizers and other allied items.

III(A) 6. To carry on the business of mining, quarrying, grinding, excavating and take from pits, sand, gravel, stone, gypsum or paving materials and to own, acquire or take on lease areas of land mining bases, licenses or rights in or over land, to wash and screen the sand gravel and/or to produce, manufacture, process, imports, exports, buy, sell or otherwise deal in all types of minerals and sands including manufactured sand (M-Sand), Plastering Sand (P-Sand) and artificial sand etc.,

FURTHER RESOLVED that Sri S V Balasubramaniam, Chairman, Sri B Saravanan, Managing Director and Sri C Palaniswamy, Company Secretary be and are hereby severally authorized to do all acts, deeds, matters and things as they deem necessary, proper or desirable and to sign and execute all necessary documents, applications and returns for the purpose of giving effect to the above resolution and filing necessary e-forms with the Registrar of Companies, Coimbatore through MCA portal.

By order of the Board
C PALANISWAMY
Company Secretary

Coimbatore
24.05.2023

NOTES

1. Statement pursuant to Section 102 of the Companies Act, 2013 setting out material facts concerning the business with respect to item nos. 4 & 5 is annexed hereto. Necessary documents relating to the said items are available for inspection at the Registered Office of the Company during office hours. Additional information pursuant to applicable Regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial standards on General Meetings issued by the Institute of Company Secretaries of India in respect of Director seeking re-appointment at this Annual General Meeting is furnished as Annexure to the Notice.

2. The general meetings of the companies are being conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular Nos. 14/2020 dated April 8, 2020, 17/2020 dated April 13, 2020 read with Circular No. 20/2020 dated May 05, 2020, Circular No.02/2021 dated January 13, 2021, Circular No.02/2022 dated May 05, 2022 and Circular No.10/2022 dated December 28th 2022, (collectively referred to as "MCA Circulars") without physical presence of members at common venue. The forthcoming AGM will thus be held on Monday, the 4th day of September, 2023 at 4.15 P.M (IST) through video conferencing (VC) or Other Audio Visual Means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM. The deemed venue for the AGM shall be the Registered Office of the Company.

3. The Members can join the AGM through VC/OAVM mode 15 minutes before and after the scheduled time of commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large shareholders (shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Board Committees, Auditors etc., who are allowed to attend the AGM without restriction on account of first come first served basis.

4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.

5. Since this AGM is being held through VC/OAVM, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. Hence attendance slip and proxy forms are not attached to the notice. In pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.

6. In line with the Circulars issued by Ministry of Corporate Affairs (MCA) / SEBI, notice of AGM along with the 39th Annual Report is being sent only through electronic mode to those members whose e-mail addresses are registered with the company/depositories. The Notice calling the AGM and Annual Report 2022-23 have been uploaded on the website of the Company at www.bannari.com. The Notice and Annual Report can also be accessed from the web sites of BSE Limited (www.bseindia.com) and National Stock Exchange of India Limited (www.nseindia.com). The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. www.evotingindia.com. Members who have not registered their e-mail addresses so far are requested to register the same to enable the company to send all communications including Annual Report, Notices, Circular etc. in electronic mode.

7. The Resolutions contained in Item No.5 are proposed to be passed by the members by way of postal ballot through remote e-voting by electronic means only. The MCA circulars, has permitted companies to conduct the postal ballot by sending the notice in Electronic form only. Accordingly, physical copy of

the notice alongwith postal ballot form and pre-paid business reply envelope will not be sent to the members for this postal ballot. The communication of the assent or dissent of the members would take place through the process of remote e-voting only.

8. The Register of Members and Share Transfer Books of the Company will remain closed from Tuesday the 29th August, 2023 to Monday the 4th September, 2023 (both days inclusive).

9. Dividend recommended by the Board of Directors, if approved by the Members at the ensuing Annual General Meeting, will be credited / despatched between 7th September, 2023 and 20th September, 2023 to those members whose names appear on the Register of Members as on 4th September, 2023. In respect of shares held in electronic form, the dividend will be paid on the basis of beneficial ownership furnished by the National Securities Depository Limited (NSDL)/Central Depository Services (India) Limited (CDSL) as at the close of business hours on 28th August, 2023.

10. Members holding shares in the electronic form are requested to inform any changes in address/bank mandate directly to their respective Depository Participants (DPs). The address/ bank mandate as furnished to the Company by the respective Depositories Viz., NSDL and CDSL will be printed on the dividend warrants. Members holding shares in physical form are requested to inform the changes in address/mandate/bank details directly to the Registrar and Share Transfer Agent. Members who have not furnished the details of bank accounts so for are requested to furnish the details to their respective DPs or to the Registrar and Transfer Agent as the case may be to enable the company to make dividend payments.

11. The Company has transferred the unpaid or unclaimed dividends for the financial year 2014-2015 to the Investor Education and Protection Fund (the IEPF) established by the Central Government. The Company has uploaded the details of unpaid and unclaimed dividend amounts lying with the Company as on 31st March 2022 on the website of the Company (www.bannari.com) and also on the website of the Ministry of Corporate Affairs www.iepf.gov.in.

12. As required under section 124(6) read with IEPF Rules as amended, all the shares in respect of which dividend remains unpaid / unclaimed for seven consecutive years have been transferred to IEPF Authority.

PROCEDURE FOR POSTAL BALLOT / REMOTE E-VOTING AND JOINING THE MEETING

1. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 (as amended) and MCA Circulars, the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.

2. **The remote voting period begins on Thursday the 31st August, 2023 at 9.00 am and ends on Sunday the 3rd September 2023 at 5.00 pm.** During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 28th August 2023, may cast their vote electronically. The remote e-voting module shall be disabled by CDSL for voting thereafter.

3. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting.

4. Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 9th December, 2020, individual shareholders holding securities in demat mode are allowed to vote through their demat

account maintained with Depositories / Depository Participants. Shareholders are advised to update their mobile number and email Id in their demate accounts in order to access remote e-voting facility.

5. Remote e-voting is enabled to all the demat account holders by way of single login credential through their demat accounts/websites of Depositories / Depository Participants. Demate account Holders can cast their vote without having to register again with e-voting service providers (ESPs)

6. Login method for e-voting and joining virtual meeting

A. Individual shareholders holding securities in Demat mode :

CDSL	NSDL
1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-voting page without any further authentication. The URL for users to login to Easi/Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-voting option for eligible companies where the e-voting is in progress as per the information provided by company. On clicking the e-voting option, the user will be able to see e-voting page of the e-voting service provider for casting your vote during the remote e-voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-voting Service Providers i.e. CDSL/NSDL/KARVY/ LINKINTIME, so that the user can visit the e-voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at CDSL website www.web.cdslindia.com & click on login and new system Myeasi registration tab and then click on registration option. 4) Alternatively, the user can directly access e-voting page by providing Demat Account Number and PAN No. from a e-voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/ Evoting/Evoting	1) If you are already registered for NSDL IDeAS facility, please visit the e-services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-voting services. Click on through your Depository Participant registered with NSDL/CDSL for e-voting facility. After Successful login, you will be able to see e-voting option. Once you click on e-voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-voting feature. Click on company name or e-voting service provider name and you will be redirected to e-voting service provider website for casting your vote during the remote e-voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS "Portal or click at https://eservices.nsdl.com/SecureWeb/Ideas Direct Reg.jsp. 3) Visit the e-voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-voting system is launched, click on the icon "Login" which is available under 'Shareholder/ Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number held with

CDSL	NSDL
Login The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-voting option where the e-voting is in progress and also able to directly access the system of all e-voting Service Providers.	NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-voting page. Click on company name or e-voting service provider name and you will be redirected to e-voting service provider website for casting your vote during the remote e-voting period or joining virtual meeting & voting during the meeting.
Login through Depository Participants	Shareholders can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-voting facility. After Successful login, you will be able to see e-voting option. Once you click on e-voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-voting feature. Click on company name or e-voting service provider name and you will be redirected to e-voting service provider website for casting your vote during the remote e-voting period or joining virtual meeting & voting during the meeting.

B. Physical and non-individual shareholders holding shares in demat mode :

i) The shareholders should log on to the e-voting website www.evotingindia.com.

ii) Click on "Shareholders" module.

iii) Now Enter your User ID

a) For CDSL: 16 digits beneficiary ID

b) For NSDL: 8 Character DP ID followed by 8 Digits Client ID

c) Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.

iv) Next enter the Image Verification as displayed and Click on Login.

v) If you are holding shares in Demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.

vi) If you are a first time user follow the steps given below:

For Shareholders holding shares in Demat Form and Physical Form	
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. • If both the details are not recorded with the depository or company please enter the member id /folio number in the Dividend Bank details field as mentioned in instruction.

vii) After entering these details appropriately, click on "SUBMIT" tab.

viii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

ix) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

x) Click on the Electronic Voting Sequence Number (EVSN) relevant for "BANNARI AMMAN SUGARS LIMITED" on which you choose to vote.

xi) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

xii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

xiii) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

xiv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

xv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

xvi) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

xvii) Shareholders can also cast their vote using CDSL's mobile app "m-Voting". The m-Voting app can be downloaded from respective Store. Please follow the instructions as prompted by the mobile app while Remote Voting on your mobile.

xviii) Note for Non - Individual Shareholders and Custodians:

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login will be mapped automatically & can be de-link in case of any wrong mapping.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively non-individual shareholders are required to send the relevant Board Resolution/Authority Letter etc., together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the company at the e-mail address viz., secretary@bannari.com if they have voted from individual tab & not uploaded same in the CDSL e-voting system to the scrutinizer to verify the same.

C. Shareholders whose Email addresses are not Registered with the Depositories / RTA.

i) For Physical shareholders, please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhaar Card) by email to Company/RTA email id.

ii) For Demat shareholders, Please update your email Id & mobile no. with your respective Depository Participant (DP)

iii) For individual demat shareholders - Please update your email Id and mobile no. with your respective (DP) which is mandatory while e-voting & joining virtual meetings through Depository.

iv) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com or contact at toll free No.1800 22 55 33.

GENERAL INFORMATION FOR ATTENDING THE AGM THROUGH VC/OAVM

1. The link for VC/OAVM to attend meeting will be available where the EVSN of company will be displayed after successful login as per the instructions mentioned above for e-voting.

2. Shareholders who have voted through Remote e-voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

3. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.

4. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

5. Please note that Participants connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.

6. **Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 3 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number through company email id shares@bannari.com. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 3 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number through shares@bannari.com. These queries will be replied to by the company suitably by email.**

7. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

8. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-voting and are otherwise not barred from doing so, shall be eligible to vote through e-voting system available during the AGM.

9. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility , then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

SCRUTINIZER AND RESULTS

1. M/s C Thirumurthy & Associates, Company Secretaries, have been appointed as the Scrutinizer to Scrutinize the e-voting process in a fair and transparent manner.

2. The Scrutinizer shall immediately after the conclusion of AGM unblock the votes cast during AGM and votes cast through remote e-voting and make (not later than 48 hours) a consolidated Scrutinizer's Report forthwith to the Chairman of the Company.

3. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website www.bannari.com and on the website of CDSL www.cdslindia.com immediately after the result is declared by the company and communicated to the Stock Exchanges viz. BSE Limited and National Stock Exchange of India Limited.

STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Item No.4

The Board of Directors on the recommendation of the Audit Committee has approved the appointment of Sri M Nagarajan, Cost Accountant as Cost Auditor to conduct audit of cost records of the company for the financial year ending March 31, 2024 and fixed his remuneration at Rs.2,00,000/- (Rupees two lakhs only) plus reimbursement of actual out of pocket expenses.

In accordance with the provisions of Section 148 of the Companies Act 2013 read with the Companies (Audit and Auditors) Rules 2014 the remuneration payable to the cost auditor has to be ratified by the members of the company.

Accordingly, consent of the shareholders is sought for passing an ordinary resolution as set out at Item No.4 of the notice. The Board recommends the Ordinary Resolution set out in Item No.4 of the notice for the approval of the shareholders.

None of the Directors or Key Managerial Personnel or their relatives is in any way concerned or interested in the proposed ordinary Resolution.

Item No.5

At present the company is engaged in the business of manufacture of sugar and its bye-products and generation of electricity through co-generation. The company is also engaged in the business of processing and selling granite products. In addition, the company through its R&D division viz. Agro Natural Fertilizer Unit (ANFU) is producing various types of bio-fertilizers and micro nutrient mixtures, agricultural chemicals etc.

Now, the Government of Tamilnadu has amended Tamilnadu Minor Mineral Concession Rules, 1959 to allow granite waste, which cannot be sold as dimensional granite to be used as a raw material in the production of manufactured sand (M-Sand).

The existing object clauses in the Memorandum of Association of the Company in the area of production of manure/fertilizers and granite products are restricted in scope and the same requires to be comprehensive so as to cover wide range of activities in the area of manufacture of bio-fertilizers and M-Sand. In order to undertake the above activities in large scale, it is necessary to amend the existing object clause of the company. Hence Special Resolutions as set out in Item No.5 of the Notice for amending Object Clause in the Company's Memorandum of Association are placed before the members for their approval.

The resolutions contained under Item No.5 are proposed to be passed by way of postal ballot through remote e-voting only.

The Board of Directors of the company recommends the Special Resolutions placed before the members.

None of the Directors or Key Managerial Personnel or their relatives is in any way concerned or interested in the proposed Special Resolutions.

By order of the Board
C PALANISWAMY
Company Secretary

Coimbatore
24.05.2023

In terms of Regulation 36(3) of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 read with secretarial standard on General Meeting a brief profile of the director who proposed to be re-appointed is given below :

Sri S V BALASUBRAMANIAM

Sri S V Balasubramaniam (DIN 00002405), B.Com., ACA, ACS, aged 83 years has been the Managing Director of the company since 09.10.1985 and he was designated as the Chairman of the company with substantial powers of management with effect from 02.06.2010. He has more than 58 years experience in sugar industry. He was the President of South Indian Sugar Mills Association (SISMA) Tamil Nadu and Karnataka and was President of Indian Sugar Mills Association.

He is the Chairman of following private companies viz (1) Annamallai Enterprise (P) Ltd (2) Annamallai Estates (P) Ltd (3) Bannari Amman Enterprises (P) Ltd (4) Bannari Amman Exports (P) Ltd (5) Bannariamman Finance (P) Ltd (6) Bannari Enterprises (P) Ltd (7) BIT Techno Products (P) Ltd (8) Kandiamman Enterprise (P) Ltd (9) Kerala Alcoholic Products (P) Ltd (10) Kumaraguru Enterprise (P) Ltd (11) Mehru Enterprises (P) Ltd (12) Mylvagana Enterprises (P) Ltd (13) Shiva Cargo Movers (P) Ltd (14) Shiva Distilleries (P) Ltd (15) Shiva Hi-Tech Infrastructure (P) Ltd (16) Soundaram Enterprise (P) Ltd (17) SVB Enterprise (P) Ltd (18) SVB Holdings (P) Ltd and (19) Velmuruga Enterprises (P) Ltd. He was not a Director of any other listed entity during last 3 years.

He is a member of Corporate Social Responsibility Committee, Risk Management Committee and Stakeholders' Committee of Bannari Amman Sugars Limited.

He holds 1056232 equity shares in the company and he is related to Sri B Saravanan, Managing Director of the company as father.

Note : The details of number of Board Meetings attended, remuneration paid etc., are available in the Annexures to Directors' Report.

Report of the Board of Directors

Dear members

Your Directors have pleasure in presenting the 39th Annual Report of the company together with audited financial statments for the financial year ended 31st March 2023.

(₹ in lakhs)

Financial Results	Year Ended	
	31.03.2023	31.03.2022
Profit before depreciation	29425.20	18958.60
Less : Depreciation	7403.75	6785.67
Profit Before Tax	22021.45	12172.93
Less: Provisions Current Tax	4427.18	2220.53
Deferred Tax	3255.13	1954.01
Profit After Tax	14339.14	7998.39
Add : Surplus brought forward from previous year	2743.48	3499.06
Amount available for appropriation	17082.62	11497.45
Appropriations		
Dividend paid on equity shares for the respective financial years	1253.97	1253.97
Transfer to General Reserve	10000.00	7500.00
Surplus carried over to Balance Sheet	5828.65	2743.48
TOTAL	17082.62	11497.45

Transfer to General Reserve

The company has transferred a sum of ₹ 10000 lakhs out of current year profit to the General Reserve.

Dividend

Your Directors recommend a dividend @ ₹ 12.50/- (Rupees twelve and paise fifty only) per equity share for the financial year ended March, 2023 taxable in the hands of the shareholders. Payment is subject to the approval of the shareholders at the ensuing Annual General Meeting.

Review of Operations

Sugar

During the year under review, the aggregate cane crush was 56.57 lakhs tonnes with a recovery of 9.53% compared to 49.01 lakhs tonnes with a recovery of 9.33% in the previous year.

Power

The Co-generation plants generated 653.55 million units of power and exported 452.78 million units of power to grids compared to the generation of 573.77 million units and export of 393.23 million units in the previous year.

Distillery

During the year, the distilleries produced 54.22 million B.Ltrs compared to the production of 12.44 million B.Ltrs in the previous year. The modernization of Distillery unit in Tamilnadu has been completed.

Granite

In the Granite Unit 125001 square meters of Polished Granite products were produced compared to production of 184518 square meters in the previous year.

Wind Mill

Wind Mills generated 13.81 million units of power and exported 12.06 million units to grid compared to the generation of 11.36 million units and export of 10.64 million units in the previous year.

Prospects for the Current year 2023 - 2024

In the current financial year, it is estimated to crush 60.00 lakh tonnes of sugarcane in aggregate. Performance of co-generation plant will be based on bagasse availability in the sugar mills. It is estimated to produce 50.00 million B.Litres of alcohol in the Distillery Units. The performance of Granite Division largely depends on the mining policy of the Central/ State Governments.

Directors and Key Managerial Personnel

In accordance with the provisions of Companies Act, 2013 read with the Articles of Association of the Company Sri S V Balasubramaniam, Director is liable to retire by rotation and being eligible offers himself for re-appointment.

The Company has devised a policy on Director's appointment, remuneration and for performance evaluation of independent directors, Board, Committees and other individual directors which include performance evaluation of non-executive and executive directors.

The details of programmes for familiarization of independent directors with the company, their roles, rights, responsibilities in the company, nature of the industry in which the company's operations, business models and related matters are placed on the website of the company at the link http://www.bannari.com/InvestorInformation.html.

Sri E P Muthukumar (DIN: 00003740), Independent Director of the Company resigned from the Board effective from the conclusion of the Board Meeting held on 10th August 2022 due to his health conditions. Further, he confirmed that there were no material reasons other than his health condition for his resignation of Independent Director.

The Board of Directors places on record its appreciation for the contribution of Sri EP Muthukumar during his tenure.

All the Independent Directors have given declarations that they meet the criteria of independence as provided in Section 149 (6) of the Companies Act, 2013 and applicable regulations under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Sri S V Balasubramaniam, Chairman Sri B Saravanan, Managing Director, Sri C Palaniswamy, Company Secretary, Sri M Ramprabhu, Chief Financial Officer are the Key Managerial Personnel of the Company as per Section 203 of the Companies Act, 2013.

There is no change in the Key Managerial Personnel during the year.

Particulars of Loans, Guarantees or Investments

During the year, the company has not made any loan or guarantee or investment or provided any security under Section 186 of the Companies Act, 2013.

Conservation of Energy Technology Absorption Foreign Exchange Earnings and Outgo

The particulars relating to conservation of energy, Technology absorption, Foreign Exchange earnings and outgo as required to be disclosed under the Companies Act, 2013 are provided in Annexure I to this Report.

Particulars of Employees

The information as required under Section 197 of the Companies Act 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is furnished in Annexure II forming part of this Report.

In terms of proviso to Section 136 (1) of the Companies Act, 2013 the Report and Accounts are being sent to the members excluding the information on employees as required under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and the said information is available for inspection by the members at the Registered Office of the Company during business hours on all days except Sundays and public holidays upto the date of Annual General Meeting. If any member is interested in obtaining a copy thereof, such member may write to the Company Secretary in this regard.

The Company has complied with applicable provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act 2013. During the year no complaint / case was filed pursuant to the said Act.

Meetings of the Board

Four Meetings of the Board of Directors were held during the year. The details are furnished in the Report on Corporate Governance attached herewith.

Committees and Policies

The company has constituted Board Committees and framed policies as required under the provisions of the Companies Act 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The details are furnished in the Corporate Governance Report attached herewith.

Corporate Governance and Management Discussion and Analysis Report

A separate section on Corporate Governance, Management Discussion and Analysis Report, a certificate from the Auditors of the company regarding compliance of conditions of Corporate Governance and a certificate on non-disqualification of Directors as required under the provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 are annexed as Annexure - III.

Corporate Social Responsibility Committee

Pursuant to Section 135 of the Companies Act 2013 read with the Companies (Corporate Social Responsibility Policy) Rules 2014 the company has formulated a policy on Corporate Social Responsibility. The Annual Report on CSR activities for the financial year ended 31st March, 2023 is attached as Annexure IV to this report.

Risk Management Committee / Risk Management policy

The company has constituted Risk Management Committee as required under Regulation 21 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and has formulated a detailed Risk Management Policy. In the opinion of the Board no element of risk that may threaten the existence of the company has been identified. More details are furnished in the Report on Corporate Governance attached herewith.

The Risk Management Policy is posted in the company's website at the link https://www.bannari.com/InvestorInformation.html

Vigil Mechanism/Whistle Blower Policy

The company has established vigil mechanism for Directors and Employees to report concerns about the unethical behavior, actual or suspected incidents of fraud or violation of the code of conduct or ethics. The Whistle Blower Policy is posted in the company's website at the link https://www.bannari.com/InvestorInformation.html

Dividend Distribution Policy

The company has formulated and adopted Dividend Distribution Policy which is posted in the company's website at the link https://www.bannari.com/InvestorInformation.html

Related Party Transactions

All related party transactions are entered on arm's length basis and are in compliance with the applicable provisions of the Companies Act, 2013 and other relevant Regulations as referred under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. None of the transactions is materially significant which may have potential conflict with the interest of the company at large and therefore disclosure in Form AOC-2 is not required. All the related party transactions are placed before the Audit Committee and approved by the Audit Committee. Prior omnibus approval of the Audit Committee was obtained on annual basis for the transactions which are at a foreseen and repetitive nature. The Related Party Transactions Policy as approved by the Board is uploaded on the company's website at https://www.bannari.com/Investor Information.html.

The details of transactions with Related Parties are provided in the accompanying financial statements.

Board Evaluation

Pursuant to the provisions of the Companies Act, 2013 and Regulation 17 (10) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Independent Directors at their meeting held on 10.02.2023 without participation of non-independent directors and management considered and evaluated the performance of the Chairman, Managing Director and the Board.

The Board has carried out an annual evaluation of its own performance, the performance of the committees, board, independent Directors and individual Directors. The criteria applied in the evaluation process are detailed in the Corporate Governance Report which forms part of this report.

Material changes and commitments

There are no material changes and commitments affecting the financial position of your Company which have occurred between the end of the financial year 2022-23 and the date of this report.

Directors' Responsibility Statement

As stipulated in Section 134(3)(c) and 134 (5) of the Companies Act 2013 your Directors confirm that

a) in the preparation of the annual accounts, all the applicable accounting standards had been followed along with proper explanation relating to material departures;

b) they had selected such accounting policies and applied them consistently and made judgments 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 of the company for that period;

c) they had 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;

d) they had prepared the annual accounts on a going concern basis;

e) they had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and

f) they had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Business Responsibility and Sustainability Report

Pursuant to Regulation 34 SEBI (LODR) Regulations 2015 as amended the Business Responsibility and Sustainability Report has been prepared as prescribed and annexed to this Report as Annexure V and the same shall form part of this report.

Annual Return

Copy of the previous year Annual Return in the prescribed form is available at the weblink https://www.bannari.com/InvestorInformation.html. A copy of Annual Return for the financial year 2022-2023 will be placed on the website of the company after the conclusion of 39th AGM.

Auditors / Auditors' Report

M/s P N Raghavendra Rao & Co., Chartered Accountants (Firm Registration No. 003328S), Coimbatore were appointed as the Statutory Auditors of the company at the 38th Annual General Meeting of the Company for a period of five consecutive years and they shall hold office till the conclusion of 43rd Annual General Meeting. The Auditors have confirmed their independence and eligibility under Section 141 of the Companies Act, 2013.

The Report given by the Statutory Auditors M/s P N Raghavendra Rao & Co., on the financial statements of the company for the financial year 2022-23 do not contain any qualification, reservation, adverse remark or disclaimer. During the year under review, the Auditors did not report any matter under Section 143(12) of the Companies Act, 2013 and

therefore no detail is required to be disclosed under Section 134(3)(ca) of the Act.

Secretarial Auditors and Secretarial Audit Report

The Board has appointed M/s C Thirumurthy & Associates, Company Secretaries, Coimbatore as Secretarial Auditors to conduct Secretarial audit for the financial year 2022-2023. The Report of Secretarial Auditors is annexed to this report as Annexure VI.

The Report do not contain any qualification, reservation or adverse remark.

The Company has complied with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India.

Internal Control Systems and their Adequacy

Details of internal control system and their adequacy are provided in the Management Discussion Analysis Report attached herewith.

Cost Audit

The Company has maintained cost records as specified by the Central Government under Section 148 of the Companies Act, 2013.

Sri M Nagarajan, Cost Accountant, Coimbatore was appointed as Cost Auditor to conduct audit of cost accounting records for the financial year 2022-23.

Industrial Relations

The relationship with employees continued to remain cordial throughout the year under review.

General

i) Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transaction on these items during the year under review:

   a) Details relating to deposits covered under Chapter V of the Act.

   b) Issue of equity shares with differential rights as to dividend, voting or otherwise

   c) Issue of shares (including sweat equity shares) to employees of the company under any scheme

ii) No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

iii) No resolution plan/process was initiated or pending under insolvency and bankruptcy Code 2016, against the Company.

iv) The disclosure relating to valuation at the time of one time settlement with banks or financial institutions is not applicable as the company has not made any such one-time settlement.

v) The Company has no Subsidiary / Joint venture /Associate company.

vi) There is no change in Share Capital and nature of business.

Acknowledgement

Your Directors wish to place on record their appreciation for the continued support and co-operation by the Government Authorities, banks and other stakeholders. Your Directors thank the cane growers who have supplied sugarcane to the factories and wish to place on record their appreciation of the contributions made by all the employees.

By order of the Board
S V BALASUBRAMANIAM
Chairman
DIN : 00002405

Coimbatore
24.05.2023

ANNEXURE - I

PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO REQUIRED UNDER THE COMPANIES (ACCOUNTS) RULES, 2014

A) Conservation of energy :

I) Steps taken or impact on conservation of energy

- ❖ As a part of continuous process / effort the company is replacing light fittings in many places with LED fitting to improve the illumination and energy saving.

ii) Steps taken to utilize alternate sources of energy;

- ❖ The company's co-generation plants are generating green power which is utilized for consumption in all sugar units and to that extent reduced the electricity drawal from the state grids.

  As a responsible organization, your company is has constantly utilizing bio-gas generated in the Anaerobic digester for cooking purpose in canteens and dormitory.

iii) The capital investment on energy conservation equipments : Nil

B) Technology absorption:

i) The efforts made towards technology absorption : Nil

ii) The benefits derived like product improvement, cost reduction, product development or import substitution : Nil

iii) in case of imported technology (imported during the last three years reckoned from the beginning of the financial year):

The company has not imported any technology during the last three years

iv) The expenditure incurred on Research and Development : ₹ 146.74 lakhs.

C) Foreign exchange earnings and outgo :

- ❖ The Foreign Exchange earned in terms of actual inflows during the year : ₹ 2030.56 lakhs
- ❖ The Foreign Exchange outgo during the year in terms of actual outflows : ₹ 964.58 lakhs

By order of the Board
S V BALASUBRAMANIAM
Chairman
DIN : 00002405

Coimbatore
24.05.2023

ANNEXURE - II

THE INFORMATION REQUIRED PURSUANT TO SECTION 197 OF THE COMPANIES ACT, 2013, READ WITH RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

A) Information as per Section 197(12) read with Rule 5(1) of The Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014:

1. The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year :

Name of the Director	Designation	Ratio to median remuneration
Sri S V Balasubramaniam	Chairman - Executive	227.11
Sri B Saravanan	Managing Director	155.04

The median remuneration of employees of the company during the financial year 2022-23 was ₹ 4.10 Lakhs.

The Non-Executive Directors were paid only sitting fee for attending the meetings of the Board and Committees thereof.

2. The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager if any in the financial year.

Name	Designation	% increase in remuneration
Sri S V Balasubramaniam	Chairman - Executive	76.90
Sri B Saravanan	Managing Director	73.65
Sri C Palaniswamy	Company Secretary	17.53
Sri M Ramprabhu	Chief Financial Officer	30.42

3. Percentage increase in the median remuneration of employees in the financial year : 10 %.
4. Number of permanent employees on the rolls of company : 1922 .
5. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration :

   The average percentile increase in salaries of employees other than managerial personnel was15 %. Since the managerial persons are being paid commission linked to company's profitability in terms of the resolutions passed by the shareholders of the company under the provisions of the Companies Act, 2013, it cannot be compared with the percentile increase in salaries of other employees.
6. Affirmation that the remuneration is as per the remuneration policy of the company.

   The company affirms that remuneration is as per the Remuneration Policy of the company.

By order of the Board
S V BALASUBRAMANIAM
Chairman
DIN : 00002405

Coimbatore
24.05.2023

ANNEXURE - III

CORPORATE GOVERNANCE

COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

The Company is committed to achieve high standards of corporate governance

The Company's philosophy on corporate governance envisages the attainment of high levels of transparency, accountability and equity in all facets of its operations and in all the interactions with its stakeholders including shareholders employees cane growers lenders and Governments. Your company is in compliance with the Corporate Governance requirements under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations")

BOARD OF DIRECTORS

i) As on March 31, 2023, the Board comprised of Six Directors. Of the Six Directors four (66.67%) are Non-Executive Independent Directors including a Woman Director. The composition of the Board is in conformity with Regulation 17 of the SEBI Listing Regulations and Section 149 of the Companies Act, 2013 ("Act") read with the relevant rules made thereunder.

ii) Sri E P Muthukumar (DIN: 00003740), Independent Director of the Company resigned from the Board effective from the conclusion of the Board Meeting held on 10th August 2022 due to his health conditions. Further, he confirmed that there were no material reasons other than his health condition for his resignation of Independent Director.

Without filling the vacancy caused by the resignation of Sri E P Muthukumar, the composition of Board of Directors fulfils the requirement of Independent Directors and hence, no appointment was made in the vacancy caused by the resignation of Sri E P Muthukumar.

The Board of Directors places on record its appreciation for the contribution of Sri EP Muthukumar during his tenure.

iii. The number of Directorships, Committee membership/chairmanship of the Directors are within the respective limits prescribed under SEBI Listing Regulations. Necessary disclosures have been given by all the Directors.

iv. The Company has received declarations from all its Independent Directors confirming that they meet the criteria of independence prescribed both under the Companies Act, 2013 and SEBI Listing Regulations. The Board at its meeting held on May 24, 2023 has taken on record these declarations received from the Independent Directors. In the opinion of the Board, the Independent Directors fulfil the conditions specified in SEBI Listing Regulations and are independent of management.

v. The Independent Directors have included their names in the databank of Independent Directors maintained with the Indian Institute of Corporate Affairs in terms of Section 150 of the Act read with Rule (6) of the Companies (Appointment & Qualification of Directors) Rules, 2014.

vi. The company has issued a formal letter of appointment to all Independent Directors and the terms and conditions of their appointment have been uploaded in the website of the company at the link http://www.bannari.com/InvestorInformation.html.

The names and categories of the Directors on the Board, attendance of Directors at the Board Meetings, last Annual General Meeting (AGM) and Number of other Directorship and Chairmanships/Memberships of Committees of each Director in various companies are furnished below:

Category and Name of the Directors	Number of Directorships held in other Public Companies	Number of Board Committee Memberships held in other public companies		Number of Board Meetings held	Number of Board Meetings Attended	Last AGM Attended
		Chairman	Member			
Executive						
Sri S V Balasubramaniam (DIN : 00002405)	--	--		4	4	Yes
Sri B Saravanan (DIN : 00002927)	--	--		4	4	Yes
Sri S V Balasubramaniam and Sri B Saravanan are related to each other as Father and Son.						
Non-Executive Independent						
Sri A K Perumalsamy (DIN : 00313769)	--	--		4	4	Yes
Sri E P Muthukumar (*) (DIN : 00003740)	--	--		4	2	Yes
Sri T Gundan (DIN : 00624804)	--	--		4	4	Yes
Sri M P Vijayakumar (DIN : 05103089)	1	--		4	4	Yes
Dr Radha Ramani (DIN : 07083381)	--	--		4	4	Yes

(*) Resigned from the Board effective from the conclusion of Board Meeting held on 10.08.2022

Four Board Meetings were held during the year and the details are:

Date of Board Meeting	Board Strength	No of Directors present
30.05.2022	7	7
10.08.2022	7	7
07.11.2022	6	6
10.02.2023	6	6

The Board was given all material information, in advance and in defined agenda format, viz budgets, review of budgets, cane crush estimates, actual cane crushed, actual recovery, sugar stock details, details of power generation and power exported to grid production, sales and stock details of granite and distillery products etc for facilitating meaningful and focused discussions at the meetings.

PERFORMANCE EVALUATION OF DIRECTORS

The evaluation of the performance of the Board, its committees and independent Directors are evaluated through a questionnaire circulated to all directors and based upon the response to the questionnaire, the directors do a self evaluation of their performance. Accordingly Board reviewed the performance of each of the directors and expressed their satisfaction.

The performance evaluation of the Chairman and the Managing Director was carried out separately by the Independent Directors at their meeting held on 10.02.2023. The Independent Directors expressed their satisfaction on the performance of the Chairman and the Managing Director.

CHART SETTING OUT THE SKILLS / EXPERTISE / COMPETENCE OF THE BOARD OF DIRECTORS

TThe company is engaged in the business of manufacture of sugar, generation of power through co-generation, production of industrial alcohol and granite products. Sector in which it operates is regulated by the Essential Commodities Act, 1955, Sugarcane (Control) Order, 1966 etc., Lot of experience and competencies are required in the context of its business which is basically agro based sector.

List of core skills / expertise / competencies identified by the Board of Directors for the effective functioning of the company in the context of its businesses and sector it belongs:

- Leadership/Strategy
- Experience in sugarcane farming
- Financial
- Experience in overall management administration
- Regulatory
- Social and environmental consciousness.

Skill	Sri SV Balasubramaniam	Sri B Saravanan	Sri M P Vijayakumar	Sri T Gundan	Sri A K Perumalsamy	Dr Radha Ramani
Leadership / Strategy	✓	✓	✓	✓	✓	✓
Experience in sugarcane farming	✓	✓	✓		✓	
Financial	✓	✓	✓	✓		✓
Experience in overall management administration	✓	✓	✓	✓		✓
Regulatory	✓	✓	✓			
Social and Environmental Consciousness	✓	✓	✓	✓	✓	✓

MEETING OF INDEPENDENT DIRECTORS

Pursuant to the provisions of the Companies Act, 2013 and Regulation 25 (3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015, the Independent Directors met on 10.02.2023 and all the Independent Directors were present for the meeting. The Independent Directors inter alia reviewed the performance of the Board, Chairman of the Company and the Managing Director and also assessed the quality and timeliness of flow of information between the management and the Board. The Company has complied with the provisions relating Directors and Officers Insurance (D&O Insurance).

FAMILIARISATION PROGRAMME FOR DIRECTORS

At the time of appointing a Director, a formal letter of appointment is given to him/her which inter alia explains the role, function, duties and responsibilities as a Director of the Company. The Director is also explained in detail the compliance required under the Companies Act, 2013, under Regulation 25 (7) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 and other relevant regulations and affirmation taken with respect to the same. The Chairman also has one to one discussion with the Directors to familiarize them with the company's operations. Further the company has put in place a system to familiarize the Independent Directors about the company, its products, business modules etc. The details of the familiarization program is posted on the website of the company at the link https://www. bannari.com/InvestorInformation.html

CODE OF CONDUCT

The company has adopted the code of conduct for all Board Members and Senior Management as required under Regulation 26 (3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015. The code is posted on the company's website at the link https://www. bannari.com/ InvestorInformation.html. All Board Members and Senior Management personnel have affirmed compliance with the code on an annual basis and a declaration to this effect signed by the Chairman is attached to this report.

WHISTLE BLOWER POLICY/VIGIL MECHANISM

The company has established a whistle blower policy/vigil mechanism for Directors and Employees to report concerns about unethical behavior, actual or suspected incidents of fraud or violation of the code of conduct or ethics. This mechanism provides adequate safeguards against victimization of directors/employees who avail of the mechanism and also provide for direct access to the Chairman of Audit Committee. The Company affirms that no person has been denied access to the audit committee. The whistle blower policy is posted on the company's web site at the link http: // www . bannari.com/InvestorInformation.html.

RELATED PARTY TRANSACTIONS

All transactions entered into with Related Parties for the year under review were on arm's length basis and in the ordinary course of business and that the provisions of Section 188 of the Companies Act, 2013 are not attracted. Further, there are no material related party transactions during the year under review. All Related Party Transactions are placed before the Audit Committee as also to the Board of Directors. Omnibus approvals are obtained for the transactions which are of repetitive nature. Transactions entered into pursuant to omnibus approval are reviewed by Audit Committee on quarterly basis.

The policy on related party transactions as approved by the Board of Directors has been uploaded on the website of the company at the link http://www.bannari.com/ InvestorInformation.html. None of the Independent Director has any pecuniary relationship or transactions vis-a-vis the company.

INSIDER TRADING

The company has formulated code of practices and procedures for fair disclosure of Unpublished Price Sensitive information and code of conduct to regulate and report trading by the designated persons and their immediate relatives under Regulation 8 of SEBI (Prohibition of Insider Trading) Regulations, 2015 which can be accessed on the website of the company at the link https://www. bannari.com/InvestorInformation.html.

COMMITTEES OF THE BOARD

AUDIT COMMITTEE

As on 31st March 2023, the Audit Committee consists of Sri M P Vijayakumar, Sri T Gundan, Sri E P Muthukumar (till 10.08.2022) and Dr Radha Ramani (inducted on 10.08.2022). Sri M P Vijayakumar is the Chairman of the Audit Committee. During the financial year ended March 31, 2023, the Committee met 4 times at 1212, Trichy Road Coimbatore 641 018 on 30.05.2022, 10.08.2022, 07.11.2022 and 10.02.2023. Particulars of meetings attended by the members of the Audit Committee are given below :

Name of the Member	Category	No of Meeting	
		Held	Attended
Sri M P Vijayakumar	Non-Executive - Independent	4	4
Sri T Gundan	Non-Executive - Independent	4	4
Sri E P Muthukumar (*)	Non-Executive - Independent	4	2
Dr Radha Ramani (inducted on 10.08.2022)	Non-Executive - Independent	4	2

(*) Resigned from the Board effective from the conclusion of Board Meeting held on 10.08.2022

The term of references to the Audit Committee inter alia include the followings:

a) 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;

b) Recommendation for appointment, remuneration and terms of appointment of auditors of the company;

c) Approval of payment to statutory auditors for any other services rendered by the statutory auditors;

d) Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:

   i) Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section 3 of section 134 of the Companies Act, 2013.

   ii) Changes, if any, in accounting policies and practices and reasons for the same.

   iii) Major accounting entries involving estimates based on the exercise of judgment by management

   iv) Significant adjustments made in the financial statements arising out of audit findings

   v) Compliance with listing and other legal requirements relating to financial statements

   vi) Disclosure of any related party transactions

   vii) Qualifications in the draft audit report

e) Reviewing, with the management, the quarterly financial statements before submission to the board for approval;

f) 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;

g) Review and monitor the auditor's independence and performance, and effectiveness of audit process;

h) Approval or any subsequent modification of transactions of the company with related parties;

i) Scrutiny of inter-corporate loans and investments;

j) Valuation of undertakings or assets of the company, wherever it is necessary;

k) Evaluation of internal financial controls and risk management systems;

l) Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;

m) 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;

n) Discussion with internal auditors of any significant findings and follow up there on;

o) 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;

p) 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;

q) 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;

r) To review the functioning of the Whistle Blower mechanism;

s) Approval of appointment of CFO after assessing the qualifications, experience and background, etc., of the candidate;

t) Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

u) Consider and comment on rationale, cost benefits and import of schemes involving merger, demerger, amalgamation etc., on the Company and is shareholders.

The audit committee shall mandatorily review the following information:

1) management discussion and analysis of financial condition and results of operations

2) management letters / letters of internal control weaknesses issued by the statutory auditors

3) internal audit reports relating to internal control weaknesses; and

4) the appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the audit committee

5) statement of deviations:

   a) quarterly statement of deviation(s) including report of monitoring agency, if applicable submitted to stock exchange(s) in terms of Regulation 32(1)

   b) annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice in terms of Regulation 32(7)

Sri S V Balasubramaniam, Chairman of the Company, Sri B Saravanan, Managing Director, Sri M Ramprabhu Chief Financial Officer have attended the meetings of the Audit Committee, as invitees.

The Statutory Auditors, Internal Auditors, Cost Auditors are invited and attended the Audit Committee meetings for discussions on the financial results, adherence of accounting standards and on their respective audit reports.

Sri C Palaniswamy Company Secretary is the Secretary to the Committee.

NOMINATION AND REMUNERATION COMMITTEE

The Committee consists of Sri M P Vijayakumar, Sri T Gundan, Sri E P Muthukumar (resigned on 10.08.2022) and Dr Radha Ramani (inducted on 10.08.2022). Sri M P Vijayakumar is the Chairman of the Nomination and Remuneration Committee. During the financial year ended March 31, 2023, the Committee met 2 times at 1212 Trichy Road Coimbatore 641018 on 30.05.2022 and 10.08.2022. Particulars of meeting attended by the members of the Nomination and Remuneration Committee are given below :

Name of the Member	Category	No of Meeting	
		Held	Attended
Sri M P Vijayakumar	Non-Executive - Independent	2	2
Sri T Gundan	Non-Executive - Independent	2	2
Sri E P Muthukumar (*)	Non-Executive - Independent	2	2
Dr. Radha Ramani (inducted on 10.08.2022)	Non-Executive - Independent	2	–

(*) Resigned from the Board effective from the conclusion of Board Meeting held on 10.08.2022

The terms of reference to the Nomination and Remuneration Committee inter alia include the following :

a) Formulation of the criteria for determining qualifications, positive attributes and Independence of a director and recommend to the Board a policy, relating to the remuneration of the directors, key managerial personnel and other employees;

b) For every appointment of an Independent Director, the Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an Independent Director. The person recommended to the Board for appointment as an Independent Director shall have the capabilities identified in such description. For the purpose of identifying suitable candidates, the Committee may :
   i) use the services of an external agencies, if required;
   ii) consider candidates from a wide range of backgrounds, having due regard to diversity; and
   iii) consider the time commitments of the candidates.

c) Formulation of criteria for evaluation of performance of Independent Directors and the Board;

d) Devising a policy on Board diversity;

e) Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down and recommend to the Board their appointment and removal. The company shall disclose the remuneration policy and the evaluation criteria in its Annual Report.

f) Whether to extend or continue the terms of appointment of the Independent Directors, on basis of the report of performance evaluation of Independent Directors.

g) Recommend to the board all remuneration in whatever form payable to senior management.

REMUNERATION POLICY

The remuneration policy is directed towards rewarding performance, based on the review of achievements. It is aimed at attracting and retaining talents. The remuneration structure shall be determined after taking into consideration of age, qualification, experience in the respective field, past performance of the concerned individual, regulatory frame work, competition in the industry, financial position of the company. The nomination and remuneration policy of the company is posted on the website of the company at the link http://www.bannari.com/ InvestorInformation.html.

The appointment and remuneration of Executive Directors viz. Chairman and Managing Director is

governed by the recommendation of Nomination and Remuneration Committee, resolutions passed by the Board of Directors and shareholders of the company. The remuneration consists of salary, perquisites, allowances and commission which are subject to the limitations specified under the Companies Act, 2013 and Schedule V to the said Act.

The Non-Executive Directors are paid sitting fees of Rs.5000/- for each meeting of the Board or Committee thereof. The company shall also reimburse the out of pocket expenses incurred by the Directors for attending the meetings.

The company does not have any Employees Stock Option Scheme.

REMUNERATION TO DIRECTORS

The remuneration paid to the Chairman and the Managing Director are disclosed in Note No. 47 of the notes forming part of the Financial Statements (Page No. 135).

The Non-Executive Directors are paid sitting fees of Rs.5000/- for each meeting of the Board or Committee thereof. The company shall also reimburse the out of pocket expenses incurred by the Directors for attending the meetings.

STAKEHOLDERS' RELATIONSHIP COMMITTEE

The Stakeholders' Committee was formed to specifically look into various aspects of interest of shareholders. The stakeholders' committee consists of Sri T Gundan, Sri S V Balasubramaniam, Sri M P Vijayakumar and Sri A K Perumalsamy. Sri T Gundan is the Chairman of the Stakeholders' Committee. During the financial year ended March 31, 2023, the Committee met 4 times at 1212 Trichy Road, Coimbatore 641018 on 30.05.2022, 10.08.2022, 07.11.2022 and 10.02.2023. Particulars of meetings attended by the members of the Stakeholders' Committee are given below :

Name of the Member	Category	No of Meeting	
		Held	Attended
Sri T Gundan	Non-Executive - Independent	4	4
Sri S V Balasubramaniam	Executive	4	4
Sri M P Vijayakumar	Non-Executive - Independent	4	4
Sri A K Perumalsamy	Non-Executive - Independent	4	4

The role of the Committee shall inter alia include the following:

1) Resolving the grievances of the security holders including complaints related to transfer / transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new / duplicate certificates, general meetings etc.
2) Review of measures taken for effective exercise of voting rights by shareholders.
3) Review of adherence to the service standards adopted in respect of various services being rendered by the Registrar & Share Transfer Agent.
4) Review of the various measures and initiatives taken for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the Company.

Sri C Palaniswamy, Company Secretary is the compliance officer.

During the financial year 2022-23, the company has not received any complaint from the shareholders relating to transfer of shares and non-receipt of Annual Report, but two complaints have received and resolved relating to non-receipt of dividends as detailed below:

Nature of Complaint	No. of Complaints Received	No of Complaints Disposed Off
Non-receipt of dividend	2	2

No complaint was pending as on March 31, 2023.

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Corporate Social Responsibility Committee consists of Sri M P Vijayakumar, Sri S V Balasubramaniam, Sri T Gundan and Dr Radha Ramani. Sri M P Vijayakumar is the Chairman of the Corporate Social Responsibility Committee. During the financial year ended March 31, 2023, the Committee met 2 times at 1212 Trichy Road Coimbatore 641018 on 30.05.2022 and 10.02.2023. Particulars of meeting attended by the members of the Corporate Social Responsibility Committee are given below :

Name of the Member	Category	No of Meeting	
		Held	Attended
Sri M P Vijayakumar	Non-Executive - Independent	2	2
Sri S V Balasubramaniam	Executive	2	2
Sri T Gundan	Non-Executive - Independent	2	2
Dr Radha Ramani	Non-Executive - Independent	2	2

The CSR Committee shall formulate and recommend to the Board CSR Policy and annual action plan in pursuance of CSR Policy which shall include the following:

a) The list of CSR projects or programmes that are approved to be undertaken in the areas or subjects specified in Schedule VII of the Act;

b) The manner of execution of such projects or programmes;

c) The modalities of utilization of funds and implementation schedules for the projects or programmes;

d) Monitoring and reporting mechanism for the projects or programmes; and

(e) Details of need and impact assessment, if any, for the projects undertaken by the company.

f) The details of Report on CSR activities is given in the Annexure-IV of Report of the Board of Directors.

RISK MANAGEMENT COMMITTEE

The Company has constituted the Risk Management Committee which consists of Sri M P Vijayakumar, Sri S V Balasubramaniam, Sri B Saravanan and Sri T Gundan. Sri M P Vijayakumar is the Chairman of the Risk Management Committee. During the financial year ended March 31, 2023, the Committee met 3 times at 1212 Trichy Road Coimbatore 641018 on 30.05.2022, 07.11.2022 and 10.02.2023 and all the members were present for the meeting.

The Roles and Responsibilities of Risk Management Committee are:

1) To Formulate a detailed risk management policy which shall include:

   a) A framework for identification of internal and external risks specifically faced by the

Company, in particular including financial, operational, sectoral, sustainability (particularly, ESG related risks), information, cyber security risks or any other risk as may be determined by the Committee.

b) Measures for risk mitigation including systems and processes for internal control of identified risks.

c) Business continuity plan.

2) To ensure that appropriate methodology, processes and systems are in place to monitor and evaluate risks associated with the business of the Company;

3) To monitor and oversee implementation of the risk management policy, including evaluating the adequacy of risk management systems;

4) To periodically review the risk management policy, at least once in two years, including by considering the changing industry dynamics and evolving complexity;

5) To keep the board of directors informed about the nature and content of its discussions, recommendations and actions to be taken;

6) The appointment, removal and terms of remuneration of the Chief Risk Officer (if any) shall be reviewed by the Risk Management Committee.

The Risk Management Committee shall co-ordinate its activities with other committees, in instances where there is any overlap with activities of such committees, as per the framework laid down by the board of directors.

The Risk Management policy of the company is posted on the website of the company at the link http://www.bannari.com/InvestorInformation.html.

GENERAL BODY MEETING

Location and time where last three Annual General Meetings were held :

AGM	Date	Venue	Time	Special Resolution Passed
36th	02.09.2020	Through Video Conferencing / Other Audio Visual Means (VC/OAVM)	3.30 PM	Special Resolutions were passed for re-appointment of Chairman, Managing Director and one independent Director for a further period of 5 years.
37th	09.09.2021	- do -	3.30 PM	No special resolution was passed
38th	09.09.2022	- do -	4.45 PM	No special resolution was passed

No special resolution was passed through postal ballet during the last year.

SHAREHOLDERS' INFORMATION

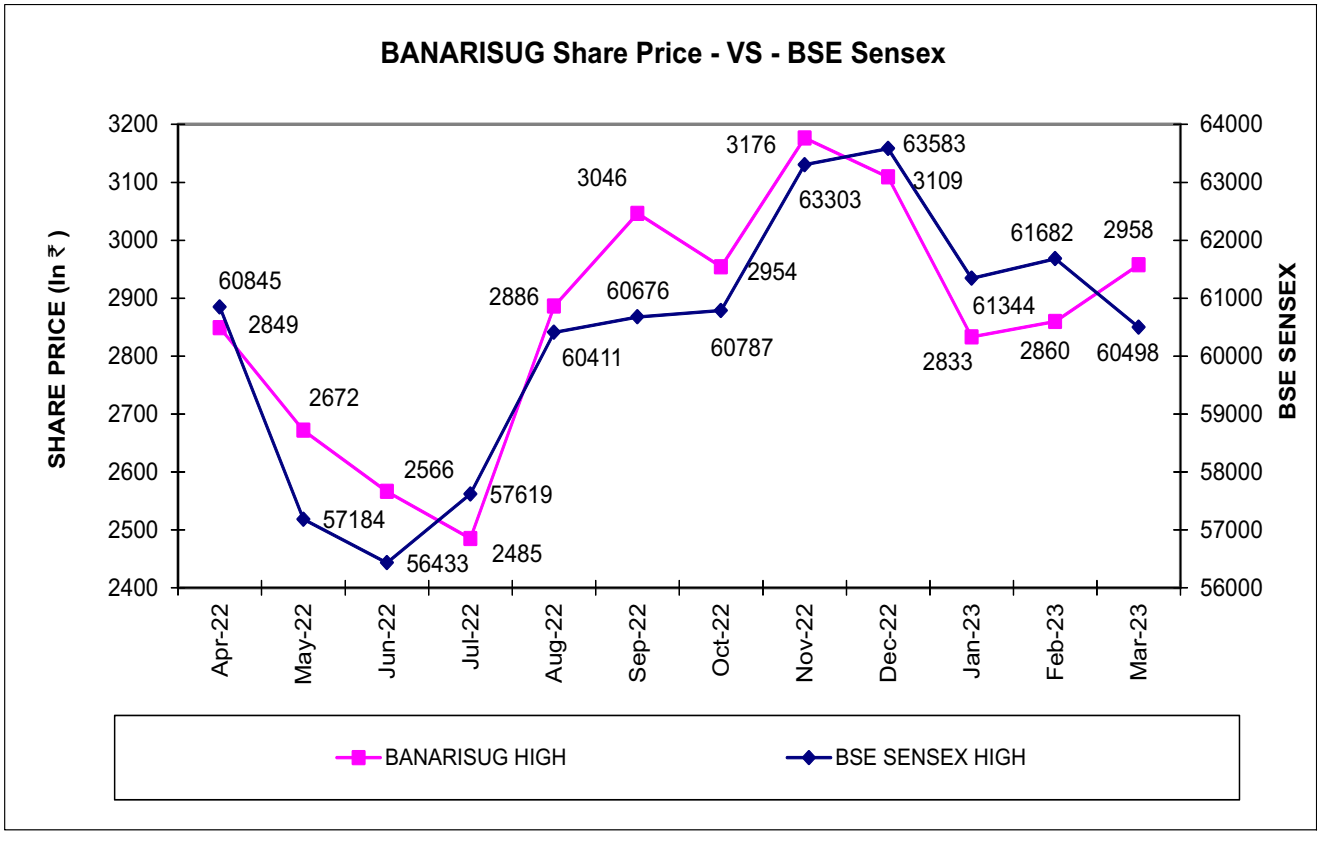
Annual General Meeting

Day and Date	Monday the 4th day of September 2023	
Time	4.15 PM	
Venue	Through Video Conferencing(VC) / Other Audio Visual Means (OAVM)	
Financial Year	April 1, 2022 to March 31, 2023	
Date of Book Closure for the purpose of Dividend and AGM	29.08.2023 to 04.09.2023 (both days inclusive)	
Dividend	₹ 12.50/- per equity share (125%)	
Dividend payment date	On or before 20.09.2023	
The Company's Equity Shares are listed on the following Stock Exchanges	Stock Code	ISIN
BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Mumbai - 400 001	500041	INE459A01010
National Stock Exchange of India Limited "Exchange Plaza" Bandra - Kurla Complex, Bandra (E) Mumbai - 400 051	BANARISUG	INE459A01010
The Company has paid annual listing fees for the year 2023 - 2024 to the above stock exchanges		
Financial Calendar Announcement of Quarterly Results for the financial year 2023-2024	Within the time specified in SEBI (LODR) Regulations 2015	

Share Price Movement

The high and low quotations of the company's shares on the National Stock Exchange and Bombay Stock Exchange together with Sensex from April 2022 to March 2023 were given below:

Month		NSE		BSE	
		High (In ₹)	Low (In ₹)	High (In ₹)	Low (In ₹)
April	2022	2840.00	2575.00	2849.00	2581.95
May	2022	2699.00	2300.40	2671.90	2303.05
June	2022	2568.65	1951.05	2566.25	2000.00
July	2022	2490.00	2140.00	2485.10	2106.00
August	2022	2874.00	2400.00	2886.15	2396.20
September	2022	3055.00	2679.10	3046.35	2730.05
October	2022	2990.00	2750.10	2954.00	2800.00
November	2022	3194.00	2809.00	3176.45	2800.00
December	2022	3120.00	2771.95	3109.00	2625.00
January	2023	2898.20	2670.00	2833.15	2656.05
February	2023	2855.00	2740.05	2859.80	2671.85
March	2023	2970.20	2532.10	2957.65	2529.00



Based on the closing quotation of ₹ 2721.20 as at 31.03.2023 at the Bombay Stock Exchange the market capitalization of the company was ₹ 3412.30 Crores.

Outstanding GDRs/ADRs/Warrants or any convertible instruments

The company does not have any GDRs/ADRs/Warrants or any convertible instruments.

Dematerialisation of Shares

The shares of the company are in compulsory demat segment. Members have option to hold their shares in demat form either through National Securities Depository Limited (NSDL) or the Central Depository Services (India) Limited (CDSL). About 98.51% shares of the company have been dematerialized. ISIN allotted to our company is INE459A01010.

Investor Contacts

Registrar and Transfer Agent

M/s Cameo Corporate Services Limited
"Subramanian Building"
1 Club House Road
Chennai 600 002
Phone : 044-28460395
Fax : 044-28460129
E-mail : investor@cameoindia.com

Company

Bannari Amman Sugars Limited
1212 Trichy Road
Coimbatore - 641 018 India
Phone : 0422-2204100
Fax : 0422-2309999
Email : secretary@bannari.com
shares@bannari.com

Distribution of Shareholding as on 31.03.2023

Sl No	Shareholding	No of shareholders	% of shareholders	No of shares	% of share holding
1	1 - 100	6439	87.56	167402	1.33
2	101 - 500	1078	13.65	247069	1.97
3	501 - 1000	171	2.17	136944	1.09
4	1001 - 2000	89	1.13	132970	1.06
5	2001 - 3000	21	0.27	50501	0.40
6	3001 - 4000	14	0.18	49594	0.40
7	4001 - 5000	19	0.24	89060	0.71
8	5001 - 10000	12	0.15	83313	0.66
9	10001 - and above	52	0.66	11582847	92.38
	Total	**7895**	**100.00**	**12539700**	**100.00**

Transfer of Unclaimed Dividend and Shares to Investor Education and Protection Fund

During the year under review, the company has credited ₹ 2,60,522.50 to the Investor Education and Protection Fund (IEPF) being dividend unclaimed pertaining to the financial year 2014-2015.

In accordance with the provisions of Companies Act, 2013, the company has so far transferred 48,138 equity shares of ₹ 10/- each, to the credit of IEPF Authority, in respect of which dividend have been unclaimed by the shareholders for seven consecutive years or more.

The company has uploaded on its website the details of unpaid and unclaimed dividend amount as on 31st March 2022 and details of shares transferred to IEPF on account of unclaimed dividend during the financial year 2022-2023.

The voting rights on the shares transferred to IEPF authority shall remain frozen till the rightful owner claims the shares.

Unclaimed Suspense Account

In compliance with requirements under SEBI (LODR) Regulation 2015 the Company has opened the Unclaimed Suspense Account and transferred the shares remained unclaimed even after three reminders to the shareholders. The voting rights in respect of such shares shall remain frozen. The details as required under this regulations are as follows:

Aggregate number of shareholders at the beginning of the year	-	11
Outstanding shares lying in the Unclaimed Suspense Account at the beginning of the year	-	2250
Number of shareholders claimed	-	Nil
Number of shareholders transferred to IEPF	-	Nil
Number of shares transferred to IEPF	-	Nil
Aggregate number of shareholders at the end of the year	-	11
Outstanding shares lying in the Unclaimed Suspense Account at the end of the year	-	2250

Shareholding Pattern as on 31.03.2023

Sl No	Category	No of Shares	%
1	Promoters	7360276	58.70
2	Banks, Financial Institutions & Insurance Companies	984	0.01
3	Foreign Institutional Investors	32475	0.26
4	Private Corporate Bodies	1885956	15.04
5	Indian Public	3073130	24.50
6	IEPF	46140	0.37
7	NRI/OCB's	138435	1.10
8	Clearing Members	54	0
9	Escrow Account	2250	0.02
	TOTAL	**12539700**	**100.00**

As on 31st March 2023, none of the Non-Executive Directors are holding any shares in the Company except Sri A K Perumalsamy who holds 900 equity shares in the Company.

Credit Ratings

During the financial year ended 31st March, 2023, CARE Ratings Limited reaffirmed the Credit Ratings for the credit facilities availed by the company from bankers as under:

Nature of facility	Rating
Long Term Fund Based Credit facilities	CARE A+; Stable (Single A plus; Outlook : Stable)
Long Term / Short Term non-fund based credit facilities	CARE A+; Stable/CARE A1+(Single A Plus; Outlook : Stable/A One Plus)
Short Term Fund Based facilities	CARE A1+ (A One Plus)

Plant Locations :

Unit I
Sugar, Co-Generation, Granite Processing & Agrinatural Fertilizer

Alathukombai Village Sathyamangalam Taluk
Erode District Tamilnadu

Unit II
Sugar, Co-Generation & Distillery

Alaganchi Village Nanjangud Taluk
Mysore District Karnataka

Unit III
Sugar & Co-Generation

Kunthur Village Kollegal Taluk Chamarajanagar District
Karnataka

Unit IV
Sugar & Co-Generation

Kolundampattu Village Thandarampattu Taluk
Thiruvannamalai District Tamilnadu

Unit V
Sugar & Co-Generation

Vengur Village Thirukovilur Taluk
Kallakuruchi District Tamilnadu

Distillery

Sinnapuliyur Village Bhavani Taluk Erode District Tamilnadu

Bio-Compost

- Modur Village Erode District Tamilnadu
- Alaganchi Village Mysore District Karnataka

Wind Mills

Radhapuram Irukkandurai and Karunkulam Villages Radhapuram Taluk Tirunelveli District Tamilnadu

Address for Correspondence

Bannari Amman Sugars Limited
1212 Trichy Road
Coimbatore 641 018
Phone : 0422-2204100 Fax : 0422-2309999
Email : shares@bannari.com

OTHER DISCLOSURES

- None of the transactions with related parties during the year 2022-2023 were in conflict with the interest of the company. The policy on related party transaction can be accessed at http://www.bannari.com/Investor Information.html
- There was no instance of non-compliance of any matter related to the capital markets during the last 3-years.
- The Company has established vigil mechanism / whistle blower policy and no personnel has been denied access to the Audit Committee.
- The Company has complied with all mandatory requirements of SEBI (LODR). Regulations, 2015 Adoption of non-mandatory requirements is being reviewed by Board from time-to-time.
- The Company has no subsidiary and as such disclosures relating to subsidiaries are not applicable to the Company.
- The price of the products of the Company are market driven and is fixed based on the prevailing market price. In respect of Foreign Exchange Commitments no hedging has been made except natural hedging.
- The Company has not raised any funds through private placement /qualified institute placement.
- The Company has obtained a certificate from a company secretary in practice that none of the director on the board have been debarred or disqualified from being appointed or continuing as Director of the Company by SEBI/Ministry of Corporate Affairs or any such statutory authority.
- During the year, there has been no instance where the Board did not accept the recommendation of its committees.
- Statutory Auditor's fees for FY 2022-2023

(₹ in lakhs)

Statutory Audit fee	20.00
Tax Representation	23.33
Certification and other services	8.92
Reimbursement of expenses	0.20
TOTAL	**52.45**

This excludes GST, travel and out of pocket expenses. No fee or other charges was paid during the year to any entity in the network firm/network entity of which the statutory auditor is a part.

- During the year the Company has not received any complaint under the provisions of sexual harassment of women at work place (prevention, prohibition and redressal) Act, 2013.
- The Company has complied with corporate Governance requirements specified in regulations 17 to 27 and Clauses (b) to (i) and (t) of sub-regulation (2) of regulation 46 of SEBI (LODR) Regulations, 2015.
- In the preparation of the financial statements, the company has followed the Accounting Standards referred to in Section 133 of the Companies Act, 2013. The significant accounting policies which are consistently applied are set out in the notes to the financial statements.
- Except Sri E P Muthukumar, none of the Independent Director has resigned from the Board before the expiry of his/her tenure.

MEANS OF COMMUNICATION

- The quarterly / half-yearly/ annual financial results of the Company are announced within the stipulated period and are normally published in Business Standard (English) and Makkal Kural (Tamil). The financial results are also accessible on the Company's website at the link http://www.bannari.com /Investor Information.html.

Management Discussion & Analysis Report

STRUCTURE AND DEVELOPMENTS

Sugar is one of the major agro based commodities produced around the world. The Indian sugar industry is a critical part of the global landscape as the nation is the largest consumer and the second largest producer of sugar.

The sugarcane and sugar sector in India ranks second among the country's agro-based industries. India's largest integrated sugar business engaged in the manufacturing of sugar ethanol and power. The slew of structural reforms undertaken by the GOI in recent years has positively changed the fortune of the sugar industry from its erstwhile morass.

In the Sugar season, 21/22 India produced 35.8 million metric tons of sugar and exported 11 million metric tons of sugar to the world market, after considering a diversion of 3.2 million metric tons of sugar equivalent into ethanol for the ambitious blending programme by Govt. In the current 22/23 season, pan India sugar production is estimated to be around 32.8 million metric tons after considering a diversion of 4.2 million metric tons of sugar equivalent into ethanol. Thus, with an opening inventory of 7 million tons & estimated production of 32.8 million tone, consumption and exports at 27.5 million tones and 6.2 million tons respectively, closing inventory on September 2023 will be at 6 million tons. This is close to 3 months stock to use ratio so shall be supportive domestic sugar prices. Increasing Ethanol production and reducing Sugar exports has been the key agenda on the industry desk. Subsidized exports were objected by several other sugar exporting origins at WTO, hence local value addition into Ethanol is great initiative. Currently, the blending achieved is 12% as per the target. This Ethanol demand is new to the sector and has created tightness in other alcohol segments driving the value for other alcoholic products as Extra Neutral Alcohol, Rectified Spirit, etc.

Domestic Sugar Statistics

(in lakh tonnes)

Particulars	2018-19	2019-20	2020-21	2021-22	2022-23 (P)
Opening Stock as on 1st Oct.	107.16	145.79	107.40	82.00	70.00
Production during the Season	331.62	274.11	311.92	358.00	328.00
Imports	-	-	-	-	-
Total Availability	438.79	419.90	419.32	439.00	398.00
Off-take					
i) Internal Consumption	255.00	253.00	265.55	273.00	275.00
ii) Exports	38.00	59.50	71.91	111.00	62.00
Total off-take	293.00	312.50	337.46	384.00	337.00
Closing Stock as on 30th Sep	145.79	107.40	81.86	55.00	61.50
Stock as % of off-take	57.2%	42.5%	30.8%	20%	22%

(Source: Indian Sugar Mills Association (ISMA)

Performance of the Company

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
Sugar		
Installed Capacity (TCD)	23700	23700
Sugarcane Crushed (Lakh Tonnes)	56.57	49.01
Recovery (%)	9.53	9.33
Sugar bagged (Lakh Quintals)	53.76	45.48
Power		
Installed Capacity		
Co-gen Power (MW)	129.80	129.80
Wind Mills (MW)	8.75	8.75
Units Generated (Million Units)	667.35	585.13
Distillery		
Installed Capacity (KLPD)	217.50	217.50
Alcohol Produced (Million B. Ltrs)	54.22	12.44
Polished Granite Products (Sq mtrs)	125001	184518

Financial Performance of the Company

(₹ in Lakhs)

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
Revenue from operations		
Sugar	196138.84	168247.22
Power	22622.26	19892.10
Distillery	31337.54	7843.75
Granite Products	2458.95	3825.92
Total Expenses (Excluding interest)		
Sugar	189364.77	166486.70
Power	9427.18	6664.22
Distillery	22999.54	6999.56
Granite Products	3812.33	4343.69
Profit Before Interest and Tax (PBIT)		
Sugar	6774.07	1760.52
Power	13195.08	13227.88
Distillery	8338.00	844.19
Granite Products	(1353.38)	(517.77)
Profit After Tax (PAT)	14339.14	7998.39
Earnings per Share (Basic and Diluted)	114.35	63.78

Key Profitability Ratios

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
Profitability Ratios		
Operating Profit Margin (EBIDTA / SALES %)	13.60	11.08
Net Profit Margin (PAT / SALES %)	5.68	4.00
Return on net Worth (PAT / Net Worth %)	9.38	5.72
Balance Sheet Ratios		
Debt Equity Ratio (times)	0.38	0.69
Current Ratio (times)	2.04	1.46
Debtors' Turnover (days)	39	46
Inventory Turnover (days)	143	183
Interest Coverage Ratios (times)	5.46	4.87

Due to increased profit, profitability ratios has improved. Better collections, improved sales and profit has improved the Balance Sheet Ratios.

Opportunities and Threats

Presently, the sugar industry is recovering from its recent troughs, through timely and game-changing policy intervention related to sugar MSP, higher ethanol pricing, blending mandates, favorable export policy, etc., thereby, moderating sector cyclicality and improving profitability, leading to structural re-rating of the sector.

We have greater participation in the export campaign and the ethanol blending program will incentivize farmers and will result in an increase in the sugarcane acreage in the country. We have a great opportunity for the expansion of Milling and distillation capacity for the betterment sugar Industry and those who are directly or indirectly associated with the industry.

India is a tropical country with varied agro-climatic regions leading to diverse cropping pattern. Heavy dependence on Monsoon for the crop continues. Any below normal performance of monsoon is the only major threat to the industry. Rest of the usual threats wittness during cyclic nature of the industry are not much prevalent due to timely preventive decisions made by the Govt.

Risk and Concern

Government policies on sugar and sugarcane prices will continue to influence and render volatility to the overall profitability of sugar manufacturers. The non-linkage of sugarcane cost to sugar realization is the key negative for the industry and would continue to result in huge volatility. Being an agro-based industry, performance of the Company is dependent on the availability of sugarcane for crushing which may get adversely affected due to adverse weather conditions resulting in lower availability and diversion of cultivable lands to alternate crops. Govt. should link the revision of sugarcane price to the revision in sugar floor price, as this shall help mills operate at a good spread where the margins shall not be under pressure.

Currently, no linkage for revision of sugar prices but only revision of sugarcane prices, is a concern and is eroding margins in sugarcane milling business. Sugar floor price was announced at INR 31 per kg ex-mill and is unchanged for last 5 years in a row while Sugarcane prices are revised higher every year.

Internal Control Systems and their Adequacy

The company has adequate internal control systems in place and also has reasonable assurance on authorizing, recording and reporting transactions of its operations. Proper and adequate internal controls are being adopted by the company commensurate with its size, scale and

complexities of operations.

Details of Adequacy of Internal Financial Controls

The Company's internal control system is aimed at proper utilization and safeguarding of the Company's resources and promoting operational efficiency. The internal audit process reviews the in-system checks, covering significant operational areas regularly.

The Company's Audit Committee is responsible for reviewing the Report submitted by the Internal Auditors. Suggestions for improvements are considered and the Audit Committee follows up on the implementation of corrective actions. The Audit Committee also invites the Statutory and Internal Auditors for regular meetings to ascertain their views on the adequacy of internal control systems and keeps the Board of Directors informed of its observations from time to time.

Human Resources and Industrial Relations

The Company employs 1922 permanent employees and the company maintains excellent relationship with its employees during the year under review. No case was filed under Sexual Harassment of women at workplace (Prevention Prohibition and Redressal) Act 2013.

The company has created an excellent relationship with the farmers as well as other stakeholders including bankers.

CSR Activities

Most of the CSR Activities are carried out directly by the company. We are working tirelessly to enrich the lives of people in the rural community by providing them with a host of amenities that not just make their lives a whole lot easier but also ensures agricultural, educational and economic independence. More details are furnished in the Annual Report on CSR Activities.

Outlook

In FY23 and FY24, Sugar crops growth is projected to decrease sharply due to agroclimatic concerns in northern hemisphere driven by El Nino. World is already in deficit of 1.5 million metric tons sugar for crop year 2022-23. Mounting weather concerns and early indications of El Nino pose threat to upcoming crush in India which could keep Govt. concerned. Exports could be allowed at a later window than normal for crop 2023-24, probably in Q2 2024. Export/World market prices are almost 30% higher than domestic prices, so any delay or non-allowance for exports shall be a big dent to the profitability of sugar companies. It is a very sweet spot where world market is in deficit and India is in a position to export. Federal elections in 2024 shall push policy makers to regulate the domestic price environment to keep the inflation in check. Geopolitical tensions across Ukraine and Russia shall ensure that food prices are high enough for rest of the 2023 and first half of 2024.

Cautionary Statement

Statements made in this Management Discussion and Analysis Report may contain certain forward-looking statements based on various assumptions on the Company's present and future business strategies and the environment in which it operates. Actual results may differ substantially or materially from those expressed or implied due to risk and uncertainties. These risks and uncertainties include the effect of economic and political conditions in India and abroad, volatility in interest rates and in the securities market, new regulations and Government policies that may impact the Company's businesses as well as the ability to implement its strategies. The information contained herein is as of the date referenced and the Company does not undertake any obligation to update these statements. The Company has obtained all market data and other information from sources believed to be reliable or its internal estimates, although its accuracy or completeness cannot be guaranteed.

DECLARATION ON COMPANY'S CODE OF CONDUCT

This is to confirm that for the financial year ended March 31, 2023, all members of the Board and the Senior Management Personnel have affirmed in writing their compliance with the Code of Conduct adopted by the Company.

S V BALASUBRAMANIAM
Chairman
DIN 00002405

Place : Coimbatore
Date : 24.05.2023

Independent Auditor's Certificate on Compliance with the Corporate Governance requirements under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

The Members of Bannari Amman Sugars Limited,

Certificate on Corporate Governance

1. We have examined the compliance of conditions of Corporate Governance by Bannari Amman Sugars Limited (CIN: L15421TZ1983PLC001358) ('the Company') for the year ended 31st March 2023 as stipulated in Regulations 17 to 27, clause (b) to (i) and (t) of Regulation 46 (2) and paragraphs C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations').

Management's Responsibility

2. The compliance of conditions of Corporate Governance is the responsibility of the Management of the Company including the preparation and maintenance of all relevant supporting records and documents. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in the Listing Regulations.

Auditor's Responsibility

3. Our responsibility is to provide a reasonable assurance whether the Company has complied with the conditions of Corporate Governance as stipulated in Listing Regulations for the year ended 31st March 2023.
4. 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 expression of opinion on the financial statements of the Company.
5. We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India ('the ICAI') and as per the Guidance Note on Reports or Certificates for special purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by ICAI.
6. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information and Other Assurance and Related Services Engagements.

Opinion

7. Based on our examination of the relevant records and according to the information and explanations given to us and the representations provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the Listing regulations for the year ended 31st March 2023.
8. We state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For P N RAGHAVENDRA RAO & CO.,
Chartered Accountants
Firm Registration Number: 003328S

P. R. VITTEL
Partner
Membership Number: 018111
UDIN : 23018111BGZEXP8228

Place : Coimbatore
Date : 24.05.2023

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10) (i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,

The Members,
Bannari Amman Sugars Limited
1212, Trichy Road,
Coimbatore – 641018

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of M/s. Bannari Amman Sugars Limited having CIN: L15421TZ1983PLC001358 and having registered office at 1212, Trichy Road, Coimbatore - 641 018 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para (C) Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, we hereby certify that as on the date of this certificate none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Securities and Exchange Board of India or Ministry of Corporate Affairs or any such other Statutory Authority.

Ensuring the eligibility for appointment /continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification.

For M/s C Thirumurthy & Associates
C Thirumurthy B Com BL FCS
Practising Company Secretary
FCS 3454 CP 5179
UDIN: F003454E000350537

Place : Coimbatore
Date : 24.05.2023

ANNEXURE - IV

ANNUAL REPORT ON CSR ACTIVITIES

1. Brief outline on CSR Policy of the Company.

   The Company's philosophy on Corporate Social Responsibility (CSR) is that "as the organization grows the society and community around it should also grow". The company is consistently making contributions for the welfare of the people living in and around the neighbouring villages of its sugar factories. The areas mainly focused are on health sanitation, irrigation, education, environment, water conservation, livelihood etc.

2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Sri M P Vijayakumar	Chairman	2	2
2	Sri S V Balasubramaniam	Member	2	2
3	Sri T Gundan	Member	2	2
4	Dr Radha Ramani	Member	2	2

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the Company. : http://www.bannari.com/CorporateSocialResponsibility.html

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report). : Not Applicable

5. a) Average net profit of the company as per section 135(5) : ₹ 12229.26 Lakhs
   b) Two percent of average net profit of the company as per section 135(5) : ₹ 244.59 Lakhs
   c) Surplus arising out of the CSR projects or programmes or activities of the previous financial years. : Nil
   d) Amount required to be set off for the financial year, if any : Nil
   e) Total CSR obligation for the financial year (a+b-c) : ₹ 244.59 Lakhs

6. a) Amount spent on CSR Projects (both Ongoing project and Other than Ongoing Project : ₹ 247.40 Lakhs
   b) Amount spent in Administrative Overheads or activities of the previous financial years. : Nil
   c) Amount spent on impact Assessment, if applicable or activities of the previous financial years. : Nil
   d) Total amount spent for the Financial Year (a+b-c) : ₹ 247.40 Lakhs

e) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year (₹ in lakhs)	Amount Unspent				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135 (5)		
	Amount (₹ in lakhs)	Date of transfer.	Name of the Fund	Amount (₹ in lakhs)	Date of transfer
247.40	NA	NA	NA	NA	NA

f) Excess amount for set off, if any

Sl.No.	Particulars	Amount (₹ in lakhs)
i)	Two percent of average net profit of the company as per sub-Section (5) of Section 135	244.59
ii)	Total amount spent for the Financial Year	247.40
iii)	Excess amount spent for the financial year [(ii)-(i)]	2.81
iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	-
v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	2.81

7. Details of Unspent CSR amount for the preceding three financial years :

Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (₹ in Lakhs)	Amount spent in the reporting Financial Year (₹ in Lakhs)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any			Amount remaining to be spent in succeeding financial years (₹ in Lakhs)
				Name of the Fund	Amount (₹ in Lakhs)	Date of transfer	
1	FY - 2019-20	-	-	-	-	-	-
2	FY - 2020-21	-	-	-	-	-	-
3	FY - 2021-22	-	-	-	-	-	-

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year:

Yes / No : No

If Yes, enter the number of Capital assets created / acquired –

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year :

Sl. No.	Short particulars of the property or asset(s) [including complete address and location of the property]	Pincode of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity / Authority / beneficiary of the registered owner		
(1)	(2)	(3)	(4)	(5)	(6)		
					CSR Registration Number, if applicable	Name	Registered address
	Not Applicable						

(All the fields should be captured as appearing in the revenue record, flat no, house no, Municipal Office / Municipal Corporation / Gram panchayat are to be specified and also the area of the immovable property as well as boundaries)

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per subsection (5) of section 135. : Not Applicable

Place : Coimbatore
Date : 24.05.2023

B SARAVANAN
Managing Director
DIN: 00002927

M P VIJAYAKUMAR
Chairman - CSR Committee
DIN: 05103089

ANNEXURE V

BUSINESS RESPONSIBILITY AND SUSTAINABILITY REPORT

SECTION A : GENERAL DISCLOSURES

I. Details of the listed entity

Sl.No.	Required Information	
1	Corporate Identity Number (CIN) of the Listed Entity	L15421TZ1983PLC001358
2	Name of the Listed Entity	BANNARI AMMAN SUGARS LIMITED
3	Year of incorporation	1983
4	Registered office address	1212 TRICHY ROAD, COIMBATORE 641018
5	Corporate address	1212 TRICHY ROAD, COIMBATORE 641018
6	E-mail	secretary@bannari.com
7	Telephone	0422 - 2302277, 2204100
8	Website	www.bannari.com
9	Financial year for which reporting is being done	April 1, 2022 to March 31, 2023
10	Name of the Stock Exchange(s) where shares are listed	BSE Limited and National Stock Exchange Limited
11	Paid-up Capital	₹ 1253.97 Lakhs
12	Name and contact details (phone and E-mail) of the person who may be contacted in case of any queries on the BRSR report	A R Palanisamy, Chief Executive (0422 - 2204345 - arpalanisamy@bannari.com)
13	Reporting boundary - Are the disclosures under this report made on a standalone basis (i.e. only for the entity) or on a consolidated basis (i.e. for the entity and all the entities which form a part of its consolidated financial statements, taken together).	Standalone basis

II. Products / Services

14. Details of business activities (accounting for 90% of the turnover) :

Sl.No.	Description of Main Activity	Description of Business Activity	% of Turnover of the entity
1	Sugar	Manufacturing and Sale of Sugar	77.66
2	Distillery	Manufacturing and Sale of Alcohol	12.41
3	Power	Generation and Sale of electricity	8.96
4	Granite Products	Producing and Sale of Granite products	0.97

15 Products / Services sold by the entity (accounting for 90% of the entity's Turnover) :

Sl.No.	Product / Service	NIC Code	% of total Turnover contributed
1	Sugar	10721	77.66
2	Alcohol	1101	12.41
3	Power	35106	8.96
4	Granite Products	08102	0.97

III. Operations

16 Number of locations where plants and / or operations / offices of the entity are situated :

Location	Number of plants	Number of offices	Total
National	8	4	12
International	-	-	-

17 Market Served by the entity :

	Locations	Number
a.	National (No. of States)	9 States and 1 Union Territory
	International (No. of Countries)	The Company has exported sugar through merchant exporters and exported Granite Products to 10 Countries
b.	What is the contribution of exports as a percentage of the total turnover of the entity?	13.80%
c.	A brief on type of customers	The Company's main product is sugar which is in different forms ie White Sugar, Refined Sugar, Pharma Grade Sugar, Brown Sugar, etc. which are sold in bulk and retail packs both in the domestic and international markets. In addition to sugar, the surplus power from cogeneration is sold to State Distribution Company, third parties, as well as through Electricity Exchange. Alcohol sold directly to distilleries as well as through state beverage corporation and chemical industries. Granite Products are sold both in domestic and international markets and Agrinatural products are sold to farmers for sugarcane and other crops The Company has a wide range of customers. The Company sells its product to traders, institutions as well as to retail customers, through a number of channels including distributors and direct sale.

IV. Emplyees

18 Details as at the end of Financial Year :

a. Employees and workers (including differently abled) :

Sl. No.	Particulars	Total (A)	Male		Female	
			No. (B)	% (B/A)	No. C	% (C/A)
	EMPLOYEES					
1	Permanent (D)	445	442	99.33	3	0.67
2	Other than Permanent (E)	0	0	0.00	0	0.00
3	Total employees (D+E)	445	442	99.33	3	0.67
	WORKERS					
4	Permanent (F)	1477	1470	99.53	7	0.47
5	Other than Permanent (G)	440	440	100.00	0	0.00
6	Total workers (F+G)	1917	1910	99.63	7	0.37

18 Details as at the end of Financial Year : (Contd...)

b. Differently abled Employees and workers :						
S. No.	Particulars	Total (A)	Male		Female	
			No. (B)	% (B/A)	No. C	% (C/A)
	Differently Abled Employees					
1	Permanent (D)	NIL				
2	Other than Permanent (E)					
3	Total differently abled employees (D+E)					
	Differently Abled Workers					
4	Permanent (F)	NIL				
5	Other than Permanent (G)					
6	Total differently abled workers (F+G)					

19 Participation/Inclusion/Representation of women :

Particulars	Total (A)	Number and % of Female	
		No. (B)	% (B/A)
Board of Directors	6	1	16.67
Key Management Personnel (Chairman, Managing Director, Company Secretary and Chief Financial Officer)	4	0	0

20 Turnover rate for permanent employees and workers (Disclose trends for the past 3 years)

	Year ended 2022- 23			Year ended 2021- 22			Year ended 2020- 21		
	Male	Female	Total	Male	Female	Total	Male	Female	Total
Permanent Employees	7.39	0.00	7.39	11.28	0.00	11.28	6.38	1.34	7.72
Permanent Workers	4.02	0.00	4.02	3.64	0.00	3.64	2.60	0.00	2.60

V. Holding, Subsidiary and Associate Companies (including joint ventures)

21 Name of holding / subsidiary / associate companies / joint ventures

a)	Sl. No.	Name of the holding/ subsidiary/associate companies/joint ventures (A)	Indicate whether holding/Subsidiary/ Associate/Joint Venture	% of shares held by listed entity	Does the entity indicated at column A, participate in the Business Responsibility initiatives of the listed entity? (Yes/No)
	NIL				

VI. CSR Details

22	i) Whether CSR is applicable as per section 135 of Companies Act, 2013: (Yes/No)	Yes
	ii) Turnover (₹ 2525,57,59,082/- year ended 31.3.2023)	₹ 2,526 Cr
	iii) Net worth (₹ 1551,89,38,419/- as on 31.3.2023)	₹ 1,552 Cr

VII. Transparency and Disclosure Compliances

23 Complaints/Grievances on any of the principles (Principles 1 to 9) under the National Guidelines on Responsible Business Conduct:

Stakeholder group from whom complaint is received	Grievance Redressal Mechanism in Place (Yes/ No) (If Yes, then provide web-link for grievance redress policy)	Year ended 2022 - 23			Year ended 2021 - 22		
		Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks	Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks
Communities	Yes. The Company has grievance redressal mechanism in place for all its stockholders https:/bannari.com /conductus	-	-	-	-	-	-
Investors (other than shareholders)		-	-	-	-	-	-
Shareholders		2	-	-	2	-	-
Employees and workers		-	-	-	-	-	-
Customers		-	-	-	-	-	-
Value Chain Partners		-	-	-	-	-	-
Other (please specify)		-	-	-	-	-	-

24 Overview of the entity's material responsible business conduct issues

Please indicate material responsible business conduct and sustainability issues pertaining to environmental and social matters that present a risk or an opportunity to your business, rationale for identifying the same, approach to adapt or mitigate the risk along-with its financial implications, as per the following format

Sl. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk /opportunity	In case of risk, approach to adapt ormitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
1.	Energy Efficiency & Water Management	Risk	**Risk -** Proactively identifying the risks associated with energy and water management, paired with policies to reduce their consumption is a critical part of the company's pathway towards sustainability. Lack of energy conservation and waste management measures will lead to increased cost, reduced resource efficiencies and potentially regulatory/compliance related costs.	The Company is continuously investing in various equipments for reducing energy and water requirements. The company has installed Bio Gas Engine in the Effluent Treatment Plant and utilizing the BioGas generated from the Anaerobic Digester for power generation. The generated power is being used for running the Effluent Treatment Plant. Also, the Company in the process of installing CO_2 Recovery Plant, for the recovery of	**Positive -** The company's emphasis on reducing the environmental impact not only glides through the decarbonization journey but also gains credibility amongst stakeholders and lowers the cost borne by the company in the longer-term. The Company's focus on strengthening climate and ESG-specific initiatives bolsters long- term value-creation and enables the company to effectively respond to rising stakeholder demands.

Sl. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk /opportunity	In case of risk, approach to adapt ormitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
		Opportunity	**Opportunity -** Explicit plans to combat the risks can improve the company's resource productivity, reduce the costs and can foster competitiveness. Comprehensive resource management plans in alignment with the Company's environment conservation strategy will highlight the Company's commitment to improving environment preservation and its contribution toward climate change mitigation action plans through responsible financing.	CO_2 Gas coming out of our Distillery Fermentation Process. As a renewable energy initiative, the company is using wind energy in one of the distillery units.	**Negative :** Lack of robust initiatives and action plans to contribute to ESG awareness and climate change could adversely impact ESG profile of the company. It could also adversely impact company's sustainable growth and expansion into new markets, eventually leading to loss of market share to better aligned ESG companies
2.	Health and Safety	Risk	**Risk -** The risks involves hazards caused in the working environment in the form of non-compliance with safety measures by employees, non-awareness of a safe and secure environment and con-compliance of COVID-19 safety measures leading to injuries, accidents, illness and fatalities. These risks lead to interruptions in workplace operations and higher attrition rate.	Bannari Amman Sugars is OHSAS-18001:2007 certified. The company has efficient health and safety management systems in place.	**Negative -** Weak mechanisms to promote health and safety in the workplace lead to higher absenteeism, employee turnover rates impacting the overall productivity. The reputation of the company is hampered and leads to loss of confidence amongst stakeholders. It could also lead to losses due to legal actions and claims affecting the top-line of the organization.
3.	Product Quality & Safety	Risk Opportunity	**Risk-** The company can be exposed to product risk losses associated with non-compliance of product quality with the requirements or standards. It directly impacts customer satisfaction and the risk of continued partnership thereby affecting the top-line growth of the company. Opportunities- Product quality and safety determines the success of the company and its reputation in the customer markets. It earns customer loyalty, helps to establish brand recognition and manages the costs. High product quality produces higher return on investments, higher productivity directly proportional to higher consumer demand.	The Company has ISO 9001 : 2015, ISO 9002, ISO/TS-22002-1:2009 and HALAL certifications in place.	**Positive -** Higher product quality ensures higher customer satisfaction and stronger customer relationship. The company should maintain direct relationships with all the customers and continuous monitoring of the developments in customer's market **Negative -** Poor product quality and safety can have several consequences such as loss of customers, lower productivity and increased costs. Increased product recalls leads to liable for legal actions and affects the goodwill of the company thereby impacting the organization's revenue generation.
4.	Employee Engagement & Development	Risk Opportunity	**Risk -** Employee development programs and provision for employee benefits could be considered as incurred expenses to the company. **Opportunities -** Structured employee development and engagement programs accelerate the work satisfaction of the company thereby enhancing the performance and company's topline. An enhanced collaboration amongst the team members lead to better communication, trust, talent pipeline, share understanding of company's goals and priorities and improved employee retention. An empowered and organized workforce is more stable, predictable and productive which reduces resource shocks and generates productivity gains.	Bannari Amman Sugars is QMS, EMS AND FSSC certified.	**Positive -** A strong workforce with higher engagement, retention rate and diversity in the workforce brings new perspectives, experiences, and ideas which enable innovation, enhances the performance and enables a positive culture in the organization, and highlights the Company's efforts toward creating a conducive work environment. **Negative -** The inability to meet workforce expectations may result in adverse impacts on workforce productivity, morale and the company's growth plan in a long run.

Sl. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk /opportunity	In case of risk, approach to adapt ormitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
5.	Business ethics	Risk	**Risk** - Compromising ethical standards would highly impact the reputation and integrity of the organization. There is an increased risk of decreased productivity and business revenue growth due to the tarnished image of the organization. The investors could negatively respond to the firm's unethical behaviour and could thereby influence their willingness to invest further. This could indirectly lead to lower performance levels of the employees, increased turnover and a challenging employee recruitment.	Effective policies and mechanisms needs to be in place to promote a culture of integrity and conduct as well as address the evolving risks and challenges. The company has established vigil mechanism for Directors and Employees to report concerns about the unethical behaviour, actual or suspected incidents of fraud or violation of the code of conduct or ethics. The company has formulated code of practices and procedures for fair disclosure and code of conduct to regulate and report insider trading	**Negative** - Unethical behaviour could directly impact the reputation of the Company. It could also lead to loss of morale and employee productivity thereby affecting the top-line growth of the organization.

SECTION B : MANAGEMENT AND PROCESS DISCLOSURES

This section is aimed at helping businesses demonstrate the structures, policies and processes put in place towards adopting the NGRBC Principles and Core Elements.

The National Guidelines for Responsible Business Conduct (NGRBCs) as prescribed by the Ministry of Corporate Affairs advocates nine principles referred as P1-P9 as given below:

P1 Businesses should conduct and govern themselves with integrity, and in a manner that is Ethical, Transparent and Accountable.

P2 Businesses should provide goods and services in a manner that is sustainable and safe.

P3 Businesses should respect and promote the well-being of all employees, including those in their value chains.

P4 Businesses should respect the interests of and be responsive to all its stakeholders.

P5 Businesses should respect and promote human rights.

P6 Businesses should respect and make efforts to protect and restore the environment.

P7 Businesses, when engaging in influencing public and regulatory policy, should do so in a manner that is responsible and transparent.

P8 Businesses should promote inclusive growth and equitable development.

P9 Businesses should engage with and provide value to their consumers in a responsible manner.

Disclosure Questions	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
Policy and management processes									
1. a. Whether your entity's policy / policies cover each principle and its core elements of the NGRBCs. (Yes/No)	Y	Y	Y	Y	Y	Y	Y	Y	Y
b. Has the policy been approved by the Board? (Yes/No)	Y	Y	Y	Y	Y	Y	Y	Y	Y
c. Web Link of the Policies, if available	http://www.bannari.com/Policies.html								
2. Whether the entity has translated the policy into procedures. (Yes / No)	Y	Y	Y	Y	Y	Y	Y	Y	Y

Disclosure Questions	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
3. Do the enlisted policies extend to your value chain partners? (Yes/No)	Y	Y	Y	Y	Y	Y	Y	Y	Y
4 Name of the national and international codes/certifications/labels/ standards (e.g. Forest Stewardship Council, Fairtrade, Rainforest Alliance, Trustee) standards (e.g. SA 8000, OHSAS, ISO, BIS) adopted by your entity and mapped to each principle.	The company has ISO 9001 : 2015, ISO 22000 : 2018, ISO/TS-22002-1:2009 and HALAL certifications in place. The policies are based on the "National Voluntary Guidelines on Social Environmental & Economic responsibilities of business" released by the Ministry of Corporate Affairs Government of India.								
5 Specific commitments, goals and targets set by the entity with defined timelines, if any.	Bannari Amman Sugars endeavours to achieve sustainability as an organization and is committed to establishing targets and initiatives to drive sustainable business practices. The Company believes in up-skilling the work force for the holistic development of its employees and to align with the changing business environment. We are endeavouring to reduce our energy consumption in an effort to reduce our carbon footprint. We are consistently making progress towards adopting and implementing projects that utilize innovative production technologies, with a focus on sustainability through technical cultivation process practices in farming viz., drip irrigation, trash mulching, pit planting, organic manure etc. Due to the significant water consumption involved in our distillery activities, we are actively striving to reduce water usage and implement eco-friendly waste disposal practices. The raw water consumption for Distillery process is reduced due to RO Plant recycle water. We are committed to Recycle 100% of excess condensate water produced in Sugar processing after treatment. For that, we have installed dedicated (Sugar process Excess condensate water) treatment system. These initiatives are aimed at promoting sustainability and mitigating the environmental impact of its operations.								
6 Performance of the entity against the specific commitments, goals and targets along-with reasons in case the same are not met.	All the manufacturing units of the company are situated in midst of the area allotted to the company and thereby significantly reduces the environmental impact of transportation. All emissions are within the limit prescribed by the Central / State Pollution Control Boards. The Company is continuously investing in various equipments for reducing energy and water requirements. The company has adopted alternative sources of energy, such as wind energy, to power its distillery units. ❖ The Company has improved its diversity by 21.2% over previous year ❖ Raw water consumption has reduced by 86% and 78% in								

	FY23 and FY22 respectively with the utilization of treated condensate water from ETP ❖ Achieved 21% water intensity reduction due to efficient water management practices ❖ The energy intensity has reduced by 93% over last fiscal· ❖ The air emission intensity has declined by 12% over FY22· ❖ 100% of the suppliers have been assessed by the audit for health & safety conditions. The Company's operations are centered around sustainable development, as emphasized in their Environment, Health, and Safety Practices.

Governance, leadership and oversight

7 Statement by director responsible for the business responsibility report, highlighting ESG related challenges, targets and achievements (listed entity has flexibility regarding the placement of this disclosure)	At Bannari, we have recognised the Environment Social and Governance and (ESG) stewaredship. Bannari undertook to align and integrate its goals with ESG standards.
8 Details of the highest authority responsible for implementation and oversight of the Business Responsibility policy (ies).	The Board of Directors has primary role in implementing Business Responsibility Policy. Sri B Saravanan, Managing Director and Sri A R Palanisamy, Chief Executive of the Company are the highest authority responsible for implementation and oversight of the Business Responsibility Policy.
9 Does the entity have a specified Committee of the Board/ Director responsible for decision making on sustainability related issues? (Yes / No). If yes, provide details.	The Board of Directors shall ensure effective oversight of the sustainable operations of the business activities.

10 Details of Review of NGRBCs by the Company :

Subject for Review	Indicate whether review was undertaken by Director / Committee of the Board/Any other Committee									Frequency (Annually / Half yearly / Quarterly / Any other - please specify)								
	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
Performance against above policies and follow up action	Board of Directors									Annually								
Compliance with statutory requirements of relevance to the principles and rectification of any non-compliances	Board of Directors									Annually								

	P1	P2	P3	P4	P5	P6	P7	P8	P9
11. Has the entity carried out independent assessment/ evaluation of the working of its policies by an external agency? (Yes / No). If yes, provide name of the agency.	Yes, The policies have been reviewed by CareEdge Advisory and Research, an external agency. They have mapped the existing policies and procedures against the requirements of BRSR and accordingly suggested the improvements to bridge it with the BRSR requirements.								

12. If answer to question (1) above is "No" i.e. not all Principles are covered by a policy, reasons to be stated :

	P1	P2	P3	P4	P5	P6	P7	P8	P9
a. The entity does not consider the Principles material to its business (Yes/No)	Not Applicable								
b. The entity is not at a stage where it is in a position to formulate and implement the policies on specified principles (Yes/No)									
c. The entity does not have the financial or/human and technical resources available for the task (Yes/No)									
d. It is planned to be done in the next financial year (Yes/No)									
e. Any other reason (please specify)									

SECTION C : PRINCIPLE WISE PERFORMANCE DISCLOSURES

This section is aimed at helping entities demonstrate their performance in integrating the Principles and Core Elements with key processes and decisions. The information sought is categorized as "Essential" and "Leadership". While the essential indicators are expected to be disclosed by every entity that is mandated to file this report, the leadership indicators may be voluntarily disclosed by entities which aspire to progress to a higher level in their quest to be socially, environmentally and ethically responsible.

PRINCIPLE 1 Businesses should conduct and govern themselves with integrity, and in a manner that is Ethical, Transparent and Accountable.

ESSENTIAL INDICATORS

1. Percentage coverage by training and awareness programmes on any of the Principles during the financial year:

Segment	Total number of training and awareness programmes held	Topics / principles covered under the training and its impact	% age of persons in respective category coveredby the awareness programmes
Board of Directors	2	The Chairman and the Managing Director of the Company has one to one discussion with the Independent Directors of the company from time to time. In addition, the Board was given all material information about the business strategy, budget, cane crush estimates, actual, recovery, details of cane crush, sugar stock details, operational performance of co-generation plants, sales and marketing details of granite products for facilitating meaningful discussion about the business of the company.	100%

Percentage coverage by training and awareness programmes on any of the Principles during the financial year: Contd...

Segment	Total number of training and awareness programmes held	Topics / principles covered under the training and its impact	% age of persons in respective category coveredby the awareness programmes
Key Managerial Personnel	3	The Key Managerial Personnel other than Chairman and Managing Director are permitted to attend the seminars, orientation programmes conducted by the professional institutes viz., Institute of Chartered Accountants of India (ICAI) & Institute of Company Secretaries of India (ICSI) and programmes conducted by Confederation of Indian Industry (CII).	100%
Employees	41	Health, Safety & Personality Development, Health and Safety Awareness Training Programme, Training for sugarcane development	72%
Workers	49	Health, Safety & Personality Development, Work Place Safety Skill Development, Training for sugarcane development	78%

2 Details of fines / penalties /punishment/ award/ compounding fees/ settlement amount paid in proceedings (by the entity or by directors / KMPs) with regulators/ law enforcement agencies/ judicial institutions, in the financial year, in the following format (Note: the entity shall make disclosures on the basis of materiality as specified in Regulation 30 of SEBI (Listing Obligations and Disclosure Obligations) Regulations, 2015 and as disclosed on the entity's website):

Monetary					
	NGRBC Principle	Name of the regulatory/ enforcement agencies/ judicial institutions	Amount (in INR)	Brief of the Case	Has an appeal been preferred? (Yes/No)
Penalty / Fine	NIL				
Settlement					
Compounding fee					
Non - Monetary					
	NGRBC Principle	Name of the regulatory/ enforcement agencies/ judicial institutions	Brief of the Case	Has an appeal been preferred? (Yes/No)	
Imprisonment	NIL				
Punishment					

3 Of the instances disclosed in Question 2 above, details of the Appeal/ Revision preferred in cases where monetary or non-monetary action has been appealed.

Case Details	Name of the regulatory/ enforcement agencies / judicial institutions
Not Applicable	

4	Does the entity have an anti-corruption or anti-bribery policy? If yes, provide details in brief and if available, provide a web-link to the policy.	The company remains committed to conducting its business in strict adherence to relevant laws, regulations and the highest standards of honesty, integrity, governance, ethics, and transparency across all its operations. These aspects are covered under the Code of Conduct policy. http://www.bannari.com.

5 Number of Directors / KMPs / employees / workers against whom disciplinary action was taken by any law enforcement agency for the charges of bribery / corruption :

	FY 2022-23 (Current Financial Year)	FY 2021-22 (Previous Financial Year)
Directors	No disciplinary action has been taken against any of the Director / KMP / Employee / Workers.	
KMPs		
Employees		
Workers		

6 Details of complaints with regard to conflict of interest :

	Number	Remarks	Number	Remarks
Number of complaints received in relation to issues of Conflict of Interest of the Directors	NIL			
Number of complaints received in relation to issues of Conflict of Interest of the KMPs				

7	Provide details of any corrective action taken or underway on issues related to fines / penalties / action taken by regulators/ law enforcement agencies/ judicial institutions, on cases of corruption and conflicts of interest.	Not Applicable

LEADERSHIP INDICATORS

1 Awareness programmes conducted for value chain partners on any of the Principles during the financial year:

Total number of awareness programmes held	Topics / principles covered under the training	% age of value chain partners covered (by value of business done with such partners) under the awareness programmes
47	Health, Safety & Personality Development, Health and Safety Awareness Training Programme, Training for sugarcane development	100%

2	Does the entity have processes in place to avoid/ manage conflict of interests involving members of the Board? (Yes/No) If Yes, provide details of the same.	Yes. The Company has laid down a Code of Conduct for all Board Members and senior management of the Company. The Code of Conduct has necessary provisions to avoid / manage conflict of interests. Further, the Directors and senior management are required to disclose to the Board, on an annual basis, whether they, directly or indirectly or on behalf of third parties, have material interest in any transaction or matter directly affecting the Company. http://www.bannari.com/pdfs/Codeof Conduct.pdf

PRINCIPLE 2 Businesses should provide goods and services in a manner that is sustainable and safe

Essential Indicators

1 Percentage of R&D and capital expenditure (capex) investments in specific technologies to improve the environmental and social impacts of product and processes to total R&D and capex investments made by the entity, respectively

	Current Financial Year	Previous Financial Year	Details of improvements in environmental and social impacts
R & D	100%	100%	❖ Cane growers research expenses for Drip Irrigation Awareness programme ❖ National Agricultural Development Programme - New Variety of breeder seed cane purchase and issued to cane growers In Distillery Unit-Sinnapuliyur, during the FY 2022-23, the Atmospheric distillation columns had been replaced with Multi Pressure Distillation columns to reduce the thermal energy utilisation. By this, the steam consumption per litre of alcohol has been reduced from 4.5 Kg/litre to 2.15 Kg/litre (almost 50% reduction in steam consumption). The unit has replaced LED fittings in the place of Sodium vapour and Mercury light fittings which resulted in reduction of electricity consumption from 2525 Watts to 1120 Watts. The unit has replaced the existing conventional Star Delta / DOL starters with VFD starters for 24 Nos. of motors (Total 730 HP) which results conservation of energy.
Capex	–	–	

2	a.	Does the entity have procedures in place for sustainable sourcing? (Yes/No)	Yes
	b.	If yes, what percentage of inputs were sourced sustainably?	The sugar unit is sourcing sugarcane from farmers(100%). The distillery is sourcing entire raw material (molasses) from sugar mills (100%).

3 Describe the processes in place to safely reclaim your products for reusing, recycling and disposing at the end of life, for

a.	Plastics (including packaging)	The generated wastes safely collected and stored in secure manner at designated place and disposed to authorized recyclers. The requisite forms are submitted to pollution control board as per rule.
b.	E-waste	
c.	Hazardous waste and	
d.	Other waste	

4	Whether Extended Producer Responsibility (EPR) is applicable to the entity's activities (Yes / No). If yes, whether the waste collection plan is in line with the Extended Producer Responsibility (EPR) plan submitted to Pollution Control Boards? If not, provide steps taken to address the same.	Yes, Waste collection plan is in progress

Leadership Indicators

1 Has the entity conducted Life Cycle Perspective / Assessments (LCA) for any of its products (for manufacturing industry) or for its services (for service industry)? If yes, provide details in the following format?

NIC Code	Name of Product / Service	% of total Turnover contributed	Boundary for which the Life Cycle Perspective / Assessment was conducted	Whether conducted by independent external agency (Yes/No)	Results communicated in public domain (Yes/No) If yes, provide the web-link.
The company has not undertaken any such assessments this financial year					

2 If there are any significant social or environmental concerns and / or risks arising from production or disposal of your products / services, as identified in the Life Cycle Perspective / Assessments (LCA) or through any other means, briefly describe the same along-with action taken to mitigate the same.

Name of Product / Service	Description of the risk /concern	Action Taken
NIL		

3 Percentage of recycled or reused input material to total material (by value) used in production (for manufacturing industry) or providing services (for service industry).

Indicate input material	Recycled or re-used input material to total material	
	Year ended 2022-23	Year ended 2021-22
	NIL	

4 Of the products and packaging reclaimed at end of life of products, amount (in metric tonnes) reused, recycled, and safely disposed, as per the following format :

	Year ended 2022-23			Year ended 2021-22		
	Re-Used	Recycled	Safety Disposed	Re-Used	Recycled	Safety Disposed
Plastics (including packaging)	NIL					
E-waste						
Hazardous waste						
Other waste						

5 Reclaimed products and their packaging materials (as percentage of products sold) for each product category.

Indicate product category	Reclaimed products and their packaging materials as % of total products sold in respective category
Not Applicable	

PRINCIPLE 3 Businesses should respect and promote the well-being of all employees, including those in their value chains

Essential Indicators

1 a. Details of measures for the well-being of employees:

Category	Total (A)	% of employees covered by									
		Health insurance		Accident insurance		Maternity benefits		Paternity Benefits		Day Care facilities	
		Number (B)	% (B / A)	Number (C)	% (C / A)	Number (D)	% (D / A)	Number (E)	% (E / A)	Number (F)	% (F / A)
Permanent employees											
Male	442	Medical expenses of all permanent employees and their family members will be reimbursed to the extent of one month salary				0	0	0	0	0	0
Female	3					3	100	0	0	0	0
Total	445					3	0.67	0	0	0	0
Other than Permanent employees											
Male	NIL										
Female											
Total											

1 b. Details of measures for the well-being of workers:

Category	Total (A)	% of employees covered by									
		Health insurance		Accident insurance		Maternity benefits		Paternity Benefits		Day Care facilities	
		Number (B)	% (B / A)	Number (C)	% (C / A)	Number (D)	% (D / A)	Number (E)	% (E / A)	Number (F)	% (F / A)
Permanent employees											
Male	1470	Medical expenses of all permanent workers and their family members will be reimbursed to the extent of one month salary				0	0	0	0	0	0
Female	7					7	100	0	0	0	0
Total	1477					7	0.47	0	0	0	0
Other than Permanent employees											
Male	440	0	0	0	0	Not Applicable		0	0	0	0
Female	0	0	0	0	0	0	0	Not Applicable		0	0
Total	440	0	0	0	0	0	0	0	0	0	0

2 Details of retirement benefits for current financial year and previous financial year

Benefits	Year ended 2022-23			Year ended 2021-22		
	Number of employees covered as a % of total employees	Number of workers covered as a % of total workers	Deducted and deposited with the authority (Y/N/N.A.)	Number of employees covered as a % of total employees	Number of workers covered as a % of total workers	Deducted and deposited with the authority (Y/N/N.A.)
PF	100	100	Yes	100	100	Yes
Gratuity	100	100	Yes	100	100	Yes
ESI	-	-	-	0.26	1.92	Yes
Others - please specify	-	-	-		-	-

3 Accessibility of workplaces

Are the premises / offices of the entity accessible to differently abled employees and workers, as per the requirements of the Rights of Persons with Disabilities Act, 2016? If not, whether any steps are being taken by the entity in this regard.	Not Applicable

4

Does the entity have an equal opportunity policy as per the Rights of Persons with Disabilities Act, 2016? If so, provide a web-link to the policy.	The company does not have such policy in place. However, the company ensures equal opportunities for all its employees without unfair discrimination based on factors such as race, caste, religion, color, ancestry, marital status, gender, sexual orientation, age, nationality, ethnic origin, disability, or any other protected category as per applicable law.

5 Return to work and Retention rates of permanent employees and workers that took parental leave.

	Permanent employees		Permanent workers	
	Return to work rate	Retention rate	Return to work rate	Retention rate
Male	—			
Female				
Total				

6 Is there a mechanism available to receive and redress grievances for the following categories of employees and worker? If yes, give details of the mechanism in brief.

Permanent Workers	Yes, the Company has a well established mechanism to receive and redress grievances. Respective Heads of the units at local level receive and settle the grievances of employees / workers. Any major issues will be taken upto the top management through Chief Executive.
Other than Permanent Workers	
Permanent Employees	
Other than Permanent Employees	

7 Membership of employees and worker in association(s) or Unions recognised by the listed entity :

Catagory	Year ended 2022-23			Year ended 2021-22		
	Total employees / workers in respective category (A)	No. of employees / workers in respective category, who are part of association(s) or Union (B)	% (B / A)	Total employees / workers in respective category (C)	No. of employees / workers in respective category, who are part of association(s) or Union (D)	% (D / C)
Total Permanent Employees	445	0	0.00	388	0	0.00
Male	442	0	0.00	388	0	0.00
Female	3	0	0.00	0	0	0.00
Total Permanent Workers	1477	832	56.33	1510	827	54.77
Male	1470	832	56.60	1504	827	54.99
Female	7	0	0.00	6	0	0.00

8 Details of training given to employees and workers :

Category	Year ended 2022-23					Year ended 2021-22				
	Total (A)	On Health and safety measures		On Skill upgradation		Total (D)	On Health and safety measures		On Skill upgradation	
		No. (B)	% (B / A)	No. (C)	% (C / A)		No. (E)	% (E / D)	No. (F)	% (F / D)
Employees										
Male	442	227	51.36	266	60.18	388	205	52.84	279	71.91
Female	3	0	0.00	0	0.00	0	0	0.00	0	0.00
Total	445	227	51.01	266	59.78	388	205	0.00	279	71.91
Workers										
Male	1910	887	46.44	854	44.71	1925	733	38.08	27	1.40
Female	7	0	0.00	2	28.57	10	0	0.00	2	20.00
Total	1917	887	46.27	856	44.65	1935	733	37.88	29	1.50

9 Details of performance and career development reviews of employees and worker :

Category	Year ended 2022-23			Year ended 2021-22		
	Total (A)	No. (B)	% (B / A)	Total (C)	No. (D)	% (D / C)
Employees						
Male	442	442	100.00	388	388	100.00
Female	3	3	100.00	0	0	0.00
Total	445	445	100.00	388	388	100.00
Workers						
Male	1910	1910	100.00	1925	1925	100.00
Female	7	7	100.00	10	10	100.00
Total	1917	1917	100.00	1935	1935	100.00

10 Health and safety management system:

a.	Whether an occupational health and safety management system has been implemented by the entity? (Yes/ No). If yes, the coverage such system?	Yes, we are OHSAS -18001:2007 - Occupational Health and Safety Assessment Series (OHSAS) certified. We are following general safety management systems in the work place. We have conducted health camps and have provided safety helmets, shoes and work related safety kits to our employees for safety practices. On-Site Emergency plan and major emergency control plant are approved by the Department of Factories, Boilers, Industrial Safety & Health, Government of Karnataka.
b.	What are the processes used to identify work-related hazards and assess risks on a routine and non-routine basis by the entity?	We are following work permit system, periodical inspection and hazard identification through the Head of the Department. We have conducted periodic workplace inspections of the workplace to identify the hazards. Work permit system is followed to ensure precautionary measures and avoid risks.
c.	Whether you have processes for workers to report the work related hazards and to remove themselves from such risks. (Y/N)	Yes, We have trained all the employees/workers for reporting procedures. Employees/Workers are instructed to report work related hazards issues to their supervisor, manager, health and safety representatives. Safety committee is present and they raise their safety concerns through the safety committee meetings held.
d.	Do the employees/ worker of the entity have access to non - occupational medical and healthcare services? (Yes/ No)	Yes, They have access to non-occupational medical and health care services. We have arranged Eye Camp through M/s.Agarwal Eye Hospital, Mysore at our factory premises. Hearing/Audiometry Screening for all employees, Medical Examination for all employees, Typhoid Vaccination for Canteen and Sugar packing workers and Chest X-Ray for Canteen and ETP Workers are conducted.

11. Details of safety related incidents, in the following format :

Safety Incident / Number	Category	Year ended 2022-23	Year ended 2021-22
Lost Time Injury Frequency Rate (LTIFR) per million persons hours worked	Employees	0	0
	Workers	0	0
Total recordable work-related injuries	Employees	2	1
	Workers	36	42
No. of fatalities	Employees	0	0
	Workers	0	0
High consequence work-related	Employees	0	0
	Workers	0	0

12 Describe the measures taken by the entity to ensure a safe and healthy work place.
1) Safety training is given to the workers 2) Eliminating hazards in the work place 3) Ensuring all workers wearing personal protective equipments 4) Safety committee is formed to raise their queries

13 Number of Complaints on the following made by employees and workers:

	Year ended 2022-23			Year ended 2021-22		
	Filed during the year	Pending resolution at the end of year	Remarks	Filed during the year	Pending resolution at the end of year	Remarks
Working Conditions	Nil	Nil	Periodic site inspections are done	Nil	Nil	NA
Health & Safety	Nil	Nil	General medical check-up is done	Nil	Nil	NA

14 Assessments for the year :

	% of your plants and offices that were assessed (by entity or statutory authorities or third parties)
Health and safety practices	General medical check-up is done. 100% for all employees
Working Conditions	Safety patrolling is done. 100% for all employees

15	Provide details of any corrective action taken or underway to address safety-related incidents (if any) and on significant risks / concerns arising from assessments of health & safety practices and working conditions.	–

Leadership Indicators

1	Does the entity extend any life insurance or any compensatory package in the event of death of (A) Employees (Y/N) (B) Workers (Y/N).	Yes. Life Insurance through Employees Deposit Linked Insurance (EDLI)
2	Provide the measures undertaken by the entity to ensure that statutory dues have been deducted and deposited by the value chain partners.	HR and Accounts department follows the deduction and deposit of statutory dues. EPFO and Professional Tax have been deducted.

3 Provide the number of employees / workers having suffered high consequence work- related injury / ill-health / fatalities (as reported in Q11 of Essential Indicators above), who have been are rehabilitated and placed in suitable employment or whose family members have been placed in suitable employment :

	Total No. of affected employees / workers		No. of employees/workers that are rehabilitated and placed in suitable employment or whose family members have been placed in suitable employment	
	Year ended 2022-23	Year ended 2021-22	Year ended 2022-23	Year ended 2021-22
Employees	NIL			
Workers				

4	Does the entity provide transition assistance programs to facilitate continued employability and the management of career endings resulting from retirement or termination of employment? (Yes/ No)	No

5 Details on assessment of value chain partners :

	% of value chain partners (by value of business done with such partners) that were assessed
Health and safety practices	100% Periodic Field visits
Working Conditions	100% Safety patrolling is done

6	Provide details of any corrective actions taken or underway to address significant risks / concerns arising from assessments of health and safety practices and working conditions of value chain partners.	–

PRINCIPLE 4 : Businesses should respect the interests of and be responsive to all its stakeholders

Essential Indicators

1 Describe the processes for identifying key stakeholder groups of the entity.

The company identifies internal and external stakeholders based on whether they are impacted by the company or create an impact on value creation process. Based on this, the company has identified employees as internal stakeholder and shareholders, customers, value chain partners & regulators as external stakeholders.

2 List stakeholder groups identified as key for your entity and the frequency of engagement with each stakeholder group.

Stakeholder Group	Whether identified as Vulnerable & Marginalized Group (Yes/No)	Channels of communication (Email, SMS, Newspaper, Pamphlets, Advertisement, Community Meetings, Notice Board, Website), Other	Frequency of engagement (Annually/ Half yearly/ Quarterly/others- please specify)	Purpose and scope of engagement including key topics and concerns raised during such engagement
1. Employees / Workers	No	Union meeting, house magazines, circulars, notice board, senior leaders communication	Need based	Employee well-being, Grievance handling, career development
2. Customers	No	Website, customer plant visit, complaints management &	Need based	Complaints handling and new product development communication and feedback
3. Shareholders	No	E-mail, through post/courier or news paper as and when required through stock exchanges communication and website publication	Quartly / Annualy / Need based	Disseminating and sharing of financial and non financial performance update with the shareholders with a view to update and also to seek their approval, as required
4. Value chain partners	No	Vendor meets, conferences, e-mail, voice calls	On going / Need based	Vendor relationship, product knowledge sharing
5. Regulators / Govt Ministries	No	Advocacy meetings with local/state/national regulators/ government ministries and seminars, media releases, conferences, membership in industry bodies	Need based	Compliance, Industry concerns
6. Farmers	No	SMS, Newspaper, Pamphlets, Community Meeting, WhatsApp Group And Notice Board, Farmers Meeting At Block Level And Zonal Level	On going and Need based	On farm trials, exposure visit, training lecture by scientist, field survey for pest and disease, solutions for issue relating to crop, explaining sustainable agriculture practice, grievance collected from farmers.

Leadership Indicators

1	Provide the processes for consultation between stakeholders and the Board on economic, environmental, and social topics or if consultation is delegated, how is feedback from such consultations provided to the Board.	The management regularly communicates with key stakeholders like customers, suppliers, employees, farmers, etc. The board meetings are held periodically, where the board holds the discussions with the managing director and senior leaders representing these meetings. According to the meetings, we get feedbacks and issues from the stakeholders and the respective cane manager, sales and marketing department and HR teams. A continuous engagement helps align business expectations, thereby enabling the Company to better serve its stakeholders. The Board is kept abreast on various developments and feedback on the same is sought from the Directors.
2	Whether stakeholder consultation is used to support the identification and management of environmental, and social topics (Yes / No). If so, provide details of instances as to how the inputs received from stakeholders on these topics were incorporated into policies and activities of the entity.	Yes, the company continuously engages with internal and external stakeholders on various aspects of ESG. The engagement takes place through various channels as part of an ongoing process. For example, farmers provide feedback regarding fertilizers, pest control, quality of seed and sustainable growth. Similarly, vendors have enabled ease of doing business across the order to payment cycle and have showcased ability to address environmental and social aspects.
3	Provide details of instances of engagement with, and actions taken to, address the concerns of vulnerable/ marginalized stakeholder groups.	The company has always engaged itself in special initiatives with the needy, vulnerable and marginalized stakeholders. The Company's CSR activities focus on the disadvantaged, vulnerable and marginalised segments of society.

PRINCIPLE 5 : Businesses should respect and promote human rights

Essential Indicators

1 Employees and workers who have been provided training on human rights issues and policy(ies) of the entity, in the following format :

No Training programme on human rights issues and policies has been conducted during the financial year ended 31st March 2023.

2. Details of minimum wages paid to employees and workers, in the following format:

Category	Year ended 2022-23					Year ended 2021-22				
	Total (A)	Equal to Minimum Wage		More than Minimum Wage		Total (D)	Equal to Minimum Wage		More than Minimum Wage	
		No. (B)	% (B/A)	No. (C)	% (C/A)		No. (E)	% (E/D)	No. (F)	% (F/D)
Employees										
Permanent	445	0	0	445	100	388	0	0	388	100
Male	442	0	0	442	100	388	0	0	388	100
Female	3	0	0	3	100	0	0	0	0	100
Other than permanent										
Male	0	0	0	0	0	0	0	0	0	0
Female	0	0	0	0	0	0	0	0	0	0
Workers										
Permanent	1477	0	0	1477	100	1510	0	0	1510	100
Male	1470	0	0	1470	100	1504	0	0	1504	100
Female	7	0	0	7	100	6	0	0	6	100
Other than permanent	440	0	0	440	100	425	0	0	425	100
Male	440	0	0	440	100	421	0	0	421	100
Female	0	0	0	0	100	4	0	0	4	100

3. Details of remuneration/salary/wages, in the following format:

	Male		Female	
	Number	Median remuneration/ salary/ wages of respective category	Number	Median remuneration/ salary/ wages of respective category
Board of Directors (BoD) (Other than Key Managerial Personnel viz., Chairman and Managing Director)	3	100000	1	45000
Key Managerial Personnel (Chairman, Managing Director, Company Secretary & Chief Financial Officer)	4	20749541	0	0
Employees other than BoD and KMP	442	44550	3	23579
Workers	1470	33180	7	21903

4.	Do you have a focal point (Individual / Committee) responsible for addressing human rights impacts or issues caused or contributed to by the business? (Yes/No)	Yes, Employees can address their complaints or grievances to HR Department
5.	Describe the internal mechanisms in place to redress grievances related to human rights issues.	

Number of Complaints on the following made by employees and workers:

	Year ended 2022-23			Year ended 2021-22		
	Filed during the year	Pending resolution at the end of year	Remarks	Filed during the year	Pending resolution at the end of year	Remarks
Sexual Harassment	No compliant was received during the respective financial years					
Discrimination at workplace						
Child Labour						
Forced Labour / Involuntary Labour						
Wages						
Other human rights related issues						

6.

7. Mechanisms to prevent adverse consequences to the complainant in discrimination and harassment cases.	The Company has complied with applicable provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act 2013. During the year no complaint / case was filed pursuant to the said Act.
8. Do human rights requirements form part of your business agreements and contracts? (Yes / No)	No

9. Assessments for the year :

	% of your plants and offices that were assessed (by entity or statutory authorities or third parties)
Child labour	All plants and offices were assessed internally
Forced/involuntary labour	
Sexual harassment	
Discrimination at workplace Wages	
Others - please specify	

10. Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 9 above	Not Applicable

Leadership Indicators

1. Details of a business process being modified / introduced as a result of addressing human rights grievances/complaints.	Not Applicable
2. Details of the scope and coverage of any Human rights due-diligence conducted.	No due-diligence has been conducted on human rights during the year ended 31st March, 2023
3. Is the premise/office of the entity accessible to differently abled visitors, as per the requirements of the Rights of Persons with Disabilities Act, 2016?	Yes

4. Details on assessment of value chain partners:

	% of value chain partners (by value of business done with such partners) that were assessed
Sexual Harassment	100%
Discrimination at workplace	
Child Labour	
Forced Labour/Involuntary Labour	
Wages	
Others - please specify	

5. Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 4 above. — Not Applicable

PRINCIPLE 6 : Businesses should respect and make efforts to protect and restore the environment

Essential Indicators

1. Details of total energy consumption (in Giga Joules (GJ) or multiplus) and energy intensity, in the following format:

Parameter	Year ended 2022-23 (in GJ)	Year ended 2021-22 (in GJ)
Total electricity consumption (A)	813510	708159
Total fuel consumption (B)	16675323	18998961
Energy consumption through other sources (C)	5946683	4575979
Total energy consumption (A + B + C)	23435515	24283099
Energy intensity per rupee of turnover (Total energy consumption / turnover in rupees)	0.0009	0.0012
Energy intensity (optional) - the relevant metric may be selected by the entity	–	–
Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency : No		

2. Does the entity have any sites / facilities identified as designated consumers (DCs) under the Performance, Achieve and Trade (PAT) Scheme of the Government of India? (Y/N) If yes, disclose whether targets set under the PAT scheme have been achieved. In case targets have not been achieved, provide the remedial action taken, if any : No

3. Provide details of the following disclosures related to water, in the following format:

Parameter	Year ended 2022-23	Year ended 2021-22
Water withdrawal by source (in kilolitres)		
i) Surface water	2976508	2091335
ii) Groundwater	67858	36069
iii) Third party water (tanker)	-	-
iv) Seawater / desalinated	-	-
v) Others	4148451	3600226
Total volume of water withdrawal	7192817	5727630
Total volume of water consumption (in kilolitres)	8601740	6652666
Water intensity per rupee of turnover (Water consumed / turnover)	0.00034	0.00033
Water intensity (optional)	-	-
Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency - **No**		

4.

Has the entity implemented a mechanism for Zero Liquid Discharge? If yes, provided details of its, coverage and implementation.	Yes, the industry established concentration and inceneration Technology for spent wash management in distillery. The condensate from the concentration of spent wash is treated biologically and reverse osmosis system and reused in the process in place of raw water.

5. Please provide details of air emissions (other than GHG emissions) by the entity, in the following format :

Parameter	Please specify unit	Year ended 2022-23	Year ended 2021-22
NOx	microgram/ m^3	72.88	99.02
SOx	microgram/ m^3	256.70	308.87
Particulate matter (PM)	microgram/ m^3	161.22	171.54
Persistent organic pollutants (POP)	microgram/ m^3	-	-
Volatile organic compounds (VOC)	microgram/ m^3	-	-
Hazardous air pollutants (HAP)	microgram/ m^3	-	-
Others - please specify	microgram/ m^3	-	-

Note: Indicate if any independent assessment/ evaluation / assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

6. Provide details of greenhouse gas emissions (Scope 1 and Scope 2 emissions) & its intensity, in the following format:

Parameter	Unit	Year ended 2022-23	Year ended 2021-22
Total Scope 1 emissions (Break-up of the GHG into CO_2, CH_4, N_2O, HFCs, PFCs, SF_6, NF_3, if available)	Ton of CO_2	20277.02	13641.17
Total Scope 2 emissions (Break-up of the GHG into CO_2, CH_4, N_2O, HFCs, PFCs, SF_6, NF_3, if available)	Ton of CO_2	178520.42	155401.72
Total Scope 1 and Scope 2 emissions per rupee of turnover		0.00001	0.00001
Total Scope 1 and Scope 2 emission intensity (optional) – the relevant metric may be selected by the entity		-	-

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency : No

7.

Does the entity have any project related to reducing Green House Gas emission? If Yes, then provide details.	Yes, the industrial trade effluent (spentwash) has been treated by biological process with anaerobic treatment in the Bio reactors. The Biogas generated in the Bioreactor is utilized for in the boiler as fuel which replaces a major part of fossil fuel (Furnace oil) usage in the process of steam generation. By this, we have reduced the greenhouse gas emission.

8. Provide details related to waste management by the entity, in the following format :

Parameter	Year ended 2022-23	Year ended 2021-22
Total Waste generated (in metric tonnes)		
Plastic waste (A)	42.53	33.08
E-waste (B)	0.19	0.52
Bio-medical waste (C)	32.40	29.35
Construction and demolition waste (D)	-	-
Battery waste (E)	5.65	5.00
Radioactive waste (F)	-	-
Other Hazardous waste (Oil- soaked cotton waste, DG filters, paint cans, chemical cans, paint residue, oil sludge, DG chimney soot, coolant oil and used oil). Please specify, if any. (G)	42.70	491.10
Other Non-hazardous waste generated (H). Please specify, if any. (Break-up by composition i.e. by materials relevant to the sector)	927,840.08	664298.55
Total (A+B + C + D + E + F+ G + H)	927,963.56	664857.60

For each category of waste generated, total waste recovered through recycling, re-using or other recovery operations (in metric tonnes)

Parameter	Year ended 2022-23	Year ended 2021-22
Category of waste		
i) Recycled	0.00	0.00
ii) Re-used	86980.00	0.00
iii) Other recovery	5,593.00	4891.00
Total	92573.00	4891.00
For each category of waste generated, total waste disposed by nature of disposal method (in metric tonnes)		
Category of waste		
i) Incineration	0.00	0.00
ii) Landfilling	3200.06	4971.95
iii) Other disposal	10275.40	2114.00
Total	13475.46	7085.95
Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.		

9.

Briefly describe the waste management practices adopted in your establishments. Describe the strategy adopted by your company to reduce usage of hazardous and toxic chemicals in your products and processes and the practices adopted to manage such wastes	The industrial trade effluent (spentwash) has been treated by biological processes with anaerobic treatment in the Bioreactors. The Biogas generated in the Bioreactor is utilized for in the boiler as fuel which replaces a major part of fossil fuel (Furnace oil) usage in the process steam generation. The waste generated is within the permissible limits given by CPCB/SPCB.

10. If the entity has operations/offices in/around ecologically sensitive areas (such as national parks, wildlife sanctuaries, biosphere reserves, wetlands, biodiversity hotspots, forests, coastal regulation zones etc.) where environmental approvals / clearances are required, please specify details in the following format:

S. No.	Location of operations/offices	Type of operations	Whether the conditions of environmental approval / clearance are being complied with? (Y/N) If no, the reasons thereof and corrective action taken, if any.
NIL			

11. Details of environmental impact assessments of projects undertaken by the entity based on applicable laws, in the current financial year.

Name and brief details of project	EIA Notification No.	Date	Whether conducted by independent external agency (Yes / No)	Results communicated inpublic domain (Yes / No)	Relevant Web link
Not Applicable					

12. Is the entity compliant with the applicable environmental law/ regulations/ guidelines in India; such as the Water (Prevention and Control of Pollution) Act, Air (Prevention and Control of Pollution) Act, Environment protection act and rules thereunder (Y/N). If not, provide details of all such non-compliances, in the following format:

S. No.	Specify the law / regulation / guidelines which was not complied with	Provide details of the non- compliance	Any fines / penalties / action taken by regulatory agencies such as pollution control boards or by courts	Corrective action taken, if any
The company complies with all the applicable environmental laws				

Leadership Indicators

1 Provide break-up of the total energy consumed (in Joules or multiples) from renewable and non-renewable sources, in the following format:

Parameter	From renewable sources	
	Year ended 2022-23	Year ended 2021-22
Total electricity consumption (A)	5946683	4575979
Total fuel consumption (B)	0	0
Energy consumption through other source (C)	0	0
Total energy consumed from renewable sources(A+B+C)	5946683	4575979
	From Non-renewable sources	
Total electricity consumption (D)	813510	708159
Total fuel consumption (E)	16675323	18998961
Energy consumption through other source (F)	-	-
Total energy consumed from renewable sources(D+E+F)	17488833	19707120
Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency - **No**		

2 Provide the following details related to water discharged:

Parameter	Year ended 2022-23	Year ended 2021-22
Water discharge by destination and level of treatment (in kilolitres)		
i) To Surface water		
- No treatment	-	-
- With treatment - please specify level of treatment	-	-
ii) To Groundwater		
- No treatment	-	-
- With treatment - please specify level of treatment	-	-
iii) To Seawater		
- No treatment	-	-
- With treatment - please specify level of treatment	-	-
iv) Sent to third-parties		
- No treatment	-	-
- With treatment - please specify level of treatment	-	-
v) Others (Effluent treatment plant)		
- No treatment (Condensate water recycle)	2727427	2318662
- With treatment - please specify level of treatment	1387204	1247449
Total water discharged (in kilolitres)	4114631	3566111
Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency : No		

3 Water withdrawal, consumption and discharge in areas of water stress (in kilolitres) :- Not Applicable

4 Provide details of greenhouse gas emissions (Scope 1 and Scope 2 emissions) & its intensity, in the following format:

Parameter	Unit	Year ended 2022-23	Year ended 2021-22
Total Scope 3 emissions (Break-up of the GHG into CO_2, CH_4, N_2O, HFCs, PFCs, SF_6, NF_3, if available)	Metric tonnes of CO_2 equivalent	Currently, the company does not track scope 3 emissions, but it has plans to initiate tracking them in the upcoming financial year.	
Total Scope 3 emissions per rupee of turnover			
Total Scope 3 emission intensity (optional) – the relevant metric may be selected by the entity			
Note: Indicate if any independent assessment / evaluation / assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.			

5	With respect to the ecologically sensitive areas reported at Question 10 of Essential Indicators above, provide details of significant direct & indirect impact of the entity on biodiversity in such areas along-with prevention and remediation activities.	NA

6 If the entity has undertaken any specific initiatives or used innovative technology or solutions to improve resource efficiency, or reduce impact due to emissions / effluent discharge / waste generated, please provide details of the same as well as outcome of such initiatives, as per the following format :

S. No.	Initiative undertaken	Details of the initiative (Web-link, if any, may be provided along-with summary)	Outcome of the initiative
1	Cane preparation equipment	Leveler, shredder and DCS based control system to enhance proper crushing rate	Maintaining sugar recovery.
2	Zero liquid discharge	Plant effluent water is treated by aerobic digester to maintain zero liquid discharge.	No ground water and surface water pollution
3	UASB reactor	UASB (Up flow anaerobic sludge blanket) reactor is an anarobic digester. It use effluent water into biogas	To reduce electricity consumption and renewable source of energy.
4	Energy conservation system	Variable frequency drives VFD installed.	To reduce energy consumption
5	Condensate polishing unit	Recycle of sugarcane evaporated condensate water which undergoes further biological treatment for process utility.	To reduce raw water consumption.
6	Renewable energy	By product of sugarcane bagasse used as a fuel for co-generation boiler.	Recycle of waste into electrical energy.

7	Does the entity have a business continuity and disaster management plan? Give details in 100 words / web link.	On-Site Emergency plan and major emergency control plant are approved by the Department of Factories, Boilers, Industrial Safety & Health, Government of Karnataka.
8	Disclose any significant adverse impact to the environment, arising from the value chain of the entity. What mitigation or adaptation measures have been taken by the entity in this regard.	Sustainable farming practice and organic manuring is initiated and the process is in progress.
9	Percentage of value chain partners (by value of business done with such partners) that were assessed for environmental impacts.	70% of farmers using bio-fertilizers and other bio-products

PRINCIPLE 7 : Businesses, when engaging in influencing public and regulatory policy, should do so in a manner that is responsible and transparent

Essential Indicators

1

a.	Number of affiliations with trade and industry chambers / associations. The Company through ISMA, SISMA and various other industry associations, participates in advocating matters for advancement of the industry's interest and public good. It supports various initiatives of the Government which include farmers welfare, environment, customer information and education.

b. List the top 10 trade and industry chambers / associations (determined based on the total members of such body) the entity is a member of / affiliated to.

S. No.	Name of the trade and industry chambers/ associations	Reach of trade and industry chambers /associations (State / National / International)
1	Indian Sugar Mills Association (ISMA)	National
2	South Indian Sugar Mills Association (SISMA)	State
3	CII (Confederation of Indian Industry)	National
4	FICCI (Federation of Indian Chamber of Commerce and Industry)	National
5	ASSOCHAM (Associated Chambers of Commerce and Industry of India)	National
6	INDIAN CHAMBER OF COMMERCE	National
7	NATIONAL SAFETY COUNCIL	National
8	ALL INDIA DISTILLERS' ASSOCIATION	National
9	FEDERATION OF INDIAN EXPORT ORGANISATIONS	National
10	THE REFINED SUGAR ASSOCIATION (UK)	International

2 Provide details of corrective action taken or underway on any issues related to anti-competitive conduct by the entity, based on adverse orders from regulatory authorities.

Name of authority	Brief of the case	Corrective action taken
No such incidents		

Leadership Indicators

1 Details of public positions advocated by the entity : Does not arise

PRINCIPLE 8 : Businesses should promote inclusive growth and equitable development

Essential Indicators

1

Details of Social Impact Assessments (SIA) of projects undertaken by the entity based on applicable laws, in the current financial year.					
Name and brief details of project	SIA Notification No.	Date of notification	Whether conducted by independent external agency (Yes / No)	Results communicated in public domain (Yes / No)	Relevant Web link
No such assessments have been undertaken during the financial year ended 31st March, 2023					

2 Provide information on project(s) for which ongoing Rehabilitation and Resettlement (R&R) is being undertaken by your entity, in the following format:

S. No.	Name of Project for which R & R is ongoing	State	District	No. of Project Affected Families (PAFs)	% of PAFs covered by R & R	Amounts paid to PAFs in the FY (In INR)
Not Applicable						

3

Describe the mechanisms to receive and redress grievances of the community.	The Company has a process to receive and redress concerns / grievances received from the community. At the unit level, the Unit Head and Human Resource Department interacts with the community on a variety of matters and receives the concerns (written/verbal) and works towards their redressal. The company actively participates in community engagement through its CSR projects.

4 Percentage of input material (inputs to total inputs by value) sourced from suppliers :

Parameter	Year ended 2022-23	Year ended 2021-22
Directly sourced from MSMEs/ small producers	1%	1%
Sourced directly from within the district and neighbouring districts	85%	88%

Leadership Indicators

1

Provide details of actions taken to mitigate any negative social impacts identified in the Social Impact Assessments (Reference: Question 1 of Essential Indicators above):	
Details of negative social impact identified	Corrective action taken
Not Applicable	

2 Provide the following information on CSR projects undertaken by your entity in designated aspirational districts as identified by government bodies :

S. No.	State	Aspirational District	Amount spent (In INR)
Not Applicable			

3

a.	Do you have a preferential procurement policy where you give preference to purchase from suppliers comprising marginalized /vulnerable groups? (Yes/No)	No
b.	From which marginalized /vulnerable groups do you procure?	No
c.	What percentage of total procurement (by value) does it constitute?	No

4 Details of the benefits derived and shared from the intellectual properties owned or acquired by your entity (in the current financial year), based on traditional knowledge :

S. No.	Intellectual Property based on traditional knowledge	Owned / Acquired (Yes / No)	Benefit shared (Yes / No)	Basis of calculating benefit share
NIL				

5 Details of corrective actions taken or underway, based on any adverse order in intellectual property related disputes wherein usage of traditional knowledge is involved.

Name of authority	Brief of the Case	Corrective action taken
Not Applicable		

6 Details of beneficiaries of CSR Projects :

S. No.	CSR Project	No. of persons benefitted from CSR Projects	% of beneficiaries from vulnerable and marginalized groups
1	Promoting Health Care (I)	6000 +	Not Applicable
2	Promoting Education (II)	2008 +	
3	Rural Development Project (X)	560 +	

PRINCIPLE 9 : Businesses should engage with and provide value to their consumers in a responsible manner

Essential Indicators

1

Describe the mechanisms in place to receive and respond to consumer complaints and feedback.	A verbal or written complaint from the customer over the telephone or E- mail or person as desired by the customer is sent to Head office (Sales department). The person who receives the complaint (sales department) will inform to unit head, process head and QA Head Received complaint is registered in the complaint register. While recording the complaint Criteria of complaint is analyzed (Critical, Major, Minor), it depends upon the nature of complaint, root cause is analyzed and necessary corrective action is taken. The QA head is responsible for determining the need for a complaint investigation and assigning the investigation. Assigned complaint investigator is responsible for completing and documenting the investigation in a timely manner. QA Head is responsible for tracking complaint investigation, corrective action and verifying resolution in a timely fashion. This includes preparation of periodic complaint action reports status and tracking reports. Critical, Major and Minor complaints are identified with root cause and action plan within one week. Depending upon the magnitude of complaint is to be resolved as per the action **Customer Feedback analysis:** Once in a year, we have sent customer feedback form to the customers. The filled customer feedback forms are collected within the Month. The collected customer feedback is analyzed as per individual characteristics. Received customer feedback forms are analyzed for rating. Rating criteria is given as 1 for poor, 2 for Fair, 3 for good and 4 for Excellence. If the Rating is 3 identify the area for improvement. Corrective action will be initiated for the rating $\leq$ 2. The analyzed data's of low rating are submitted to the top management for initiating suitable correction and corrective action. Also, several Standard Operation Procedures (SOPs) were proactively strengthened/revised/ developed for the required quality and food safety requirements across the units and deployed. These actions were also communicated within the company for horizontal deployment. The company has informed the contact numbers and email IDs to the Customers for communicating their complaints and feedback. The production and sale of alcohol are being carried out under the purview of State Excise. Each batch of product has been analysed before sale by the State Excise department in the Government Forensic Laboratory. Hence, product rejection and complaints does not arise.

2 Turnover of products and/ services as a percentage of turnover from all products/service that carry information about:

	As a percentage to total turnover
Environmental and social parameters relevant to the product	NA
Safe and responsible usage	NA
Recycling and/or safe disposal	NA

3 Number of consumer complaints in respect of the following :

	Year ended 2022-23			Year ended 2021-22		
	Received during the year	Pending resolution at end of year	Remarks	Filed during the year	Pending resolution at end of year	Remarks
Data privacy	NIL					
Advertising						
Cyber-security						
Delivery of Essential Services						
Restrictive Trade Practices						
Unfair Trade Practices						
Other						

4 Details of instances of product recalls on account of safety issues :

	Number	Reasons for recall
Voluntary recalls	NIL	Not Applicable
Forced recalls	NIL	Not Applicable

5	Does the entity have a framework/ policy on cyber security and risks related to data privacy? (Yes/No) If available, provide a web-link of the policy.	We have a Firewall to prevent unauthorized access into or out of a computer network. Our firewall policies are used to make sure internet users without access are not able to interface with private network or intranets, connected to the internet. It controls the network traffic coming in and going out of the computer or network. Instead of Cyber Security Framework, we have installed security firewall & Antivirus, which supported by security policies, processes, procedures and standards aimed at achieving and sustaining the enterprise-level information security objectives. Policy on cyber security is under development.
6	Provide details of any corrective actions taken or underway on issues relating to advertising, and delivery of essential services; cyber security and data privacy of customers; re-occurrence of instances of product recalls; penalty / action taken by regulatory authorities on safety of products / services	No such incidents have occurred. We take backup of our entire data periodically (Hourly/daily/Monthly) to prevent from any data loss.

Leadership Indicators

1	Channels / Platforms where information on products and services of the entity can be accessed (provide web link, if available).	www.bannari.com
2	Steps taken to inform and educate consumers about safe and responsible usage of products and/or services.	Product information is provided as per FSSAI requirements and other applicable regulations
3	Mechanisms in place to inform consumers of any risk of disruption/discontinuation of essential services	There has been no disruption or discontinuation of our operation, which has significantly affected the Company's business.
4	Does the entity display product information on the product over and above what is mandated as per local laws? (Yes/No/Not Applicable) If yes, provide details in brief. Did your entity carry out any survey with regard to consumer satisfaction relating to the major products / services of the entity, significant locations of operation of the entity or the entity as a whole? (Yes/No)	Yes. The Company displays as well as reviews the displayed information of all its products for correctness of information and safety guidance on the product label as per as applicable regulations.

5 Provide the following information relating to data breaches:

a.	Number of instances of data breaches along-with impact	NIL
b.	Percentage of data breaches involving personally identifiable information of customers	NA

ANNEXURE - VI

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED ON 31ST MARCH, 2023

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To

The Members,
M/s. Bannari Amman Sugars Limited
1212, Trichy Road,
Coimbatore - 641018

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to Good Corporate Practices by M/s. Bannari Amman Sugars Limited (hereinafter called the 'Company'). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2023 complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2023 according to the provisions of :

i) The Companies Act, 2013 (the Act) and the rules made thereunder;

ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;

iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings. - Not Applicable.

v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') :-

   a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

   b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

   c) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

   d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 and its amendment from time to time.

vi) and other laws applicable to the Company viz.,:-

   1. Essential Commodities Act, 1955
   2. Sugarcane (Control) Order, 1966
   3. Sugar Cess Act, 1982
   4. Sugar Development Fund Act, 1982

5. Food Safety and Standards Act, 2006
6. The Boiler Act, 1923
7. The Electricity Act, 2003
8. The Legal Metrology Act, 2011
9. Karnataka Sugar Cane (Regulation of Purchase and Supply) Act, 2013

As per the information and explanation provided by the management and officers of the Company and also on verification of reports and certificates of professionals, we report that the adequate systems are in place to monitor and ensure compliance of Laws relating to Direct and Indirect Taxes and Labour and other Legislations.

We have also examined compliance with the applicable Regulations issued by the Securities Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015 and Secretarial Standards issued by the Institute of Company Secretaries of India.

During the year under review the Company has complied with all the applicable Acts, Rules, Regulations, Guidelines, Standards, etc. including the laws mentioned above.

We further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, Independent Directors and a Woman Director. There were no changes in the composition of the Board of Directors during the period under review except Sri.E.P.Muthukumar, an Independent Director resigned with effect from 10.08.2022. The Company fulfills the requirement of Independent Directors in its Board without filling the vacancy caused by the resignation of Sri.E.P.Muthukumar.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

We further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines:-

As informed, the Company has responded appropriately to notices received from various Statutory or Regulatory authorities wherever found necessary.

All decisions at the Board Meetings and Committee Meetings are carried out unanimously as recorded in the Minutes of the Meetings of the Board of Directors or Committee of the Board as the case may be.

We further report that during the audit period there were no instances of:

a) Public/Rights/Preferential Issue of shares/Debentures/Sweat Equity
b) Redemption/Buy Back of Securities
c) Merger / Amalgamation / reconstruction etc
d) Foreign Technical Collaboration

This report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this report.

For M/s C Thirumurthy & Associates
C Thirumurthy B Com BL FCS
Practising Company Secretary
FCS 3454 CP 5179
UDIN: F003454E000350405

Place : Coimbatore
Date : 24.05.2023

Annexure - A

To

The Members
Bannari Amman Sugars Limited
1212, Trichy Road
Coimbatore – 641018

Our report of even date is to be read along with this letter:

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.

2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.

4. We have obtained, wherever required, the Management representation about the compliance of laws, rules and regulations and happening of events etc.

5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.

6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For M/s C Thirumurthy & Associates
C Thirumurthy B Com BL FCS
Practising Company Secretary
FCS 3454 CP 5179
UDIN: F003454E000350405

Place : Coimbatore
Date : 24.05.2023

INDEPENDENT AUDITORS' REPORT

To

The Members of Bannari Amman Sugars Limited
Report on the Audit of the Financial Statements

Opinion

1. We have audited the accompanying financial statements of Bannari Amman Sugars Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2023, and the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash Flows for the year then ended on that date and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, the profit including other comprehensive income, the changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

   We have determined the matter described below to be the key audit matter to be communicated in our report.

Sl. No.	Description of Key Audit Matter	Description of Auditors' Response
4.1	**Inventory valuation of sugar as at the year ended March 31, 2023** (Refer to the accompanying Note No.9 forming integral part of the Financial Statements) The Company's closing stock of sugar as at March 31, 2023 is ₹ 78,245.84 lakhs. The inventory of sugar is valued at the lower of Weighted Average cost and net realizable value. We considered the valuation of the inventory of sugar as a key audit matter given the relative size of the balance in the financial statements and significant judgement involved in the consideration of factors such as minimum sale price, monthly quota, fluctuation in selling prices and the related notifications of the Government in determination of net realizable value.	We understood and tested the design and operating effectiveness of controls as established by the management in determination of cost of production and net realizable value of inventory of sugar. We have tested the adequacy of the method used for the cost of production and reliability of data and the procedures followed for arriving at the cost of sugar. We reviewed the accounting policy followed for valuation of inventory of sugar and appropriateness thereof with respect to Ind AS 2 Inventories issued by ICAI. We considered various factors including the actual selling price prevailing around and subsequent to the year end, minimum selling price & monthly quota and other notifications of the Government of India, initiatives taken by the Government with respect to sugar industry as a whole. Based on the above procedures performed, the inventory valuation of sugar as at the year-end is considered to be reasonable.

Information other than the Financial Statements and Auditor's Report thereon

5. The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.

6. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

7. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on other information, we conclude that there is a material misstatement, if any, of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

8. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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.

9. In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

10. Those Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

11. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

12. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

    a) Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

    b) Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

    c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

    d) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

e) Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

13. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

14. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

15. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matters

16. The comparative Financial Statements for the year ended March 31,2022 have been audited by the predecessor auditors, who expressed an unmodified opinion on those financial statements vide their Auditor's report dated 30.05.2022. The same has been furnished by the management and has been relied upon by us for the purpose of our audit of financial statement. Our opinion on the statement is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

17. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

18. As required by Section 143(3) of the Act, we report that:

a) We have sought and 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, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.

d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standard) Rules, 2015 as amended.

e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164(2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

g) With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act:

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of Section 197 of the Act.

h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i) The Company has disclosed the impact of pending litigations on its financial position in Note No.43 to the financial statements;

ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;

iii) There has been no delay in transferring amounts required to be transferred to the Investor Education and Protection Fund by the Company.

iv) a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

c) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under subclause (i) and (ii) of Rule 11 contain any material mis-statement.

v) The dividend declared and paid during the year by the Company relating to financial year 2021-22 is in compliance with Section 123 of the Act.

vi) Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trial (edit log) facility is applicable to the Company w.e.f. April 1, 2023 and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the year ended March 31, 2023.

For P N RAGHAVENDRA RAO & CO.,
Chartered Accountants
Firm Registration Number: 003328S

P. R. VITTEL
Partner
Membership Number: 018111
UDIN : 23018111BGZEXN6541

Place : Coimbatore
Date : 24.05.2023

Annexure - A to the Independent Auditors' Report

Referred to in paragraph 17 of the Independent Auditor's Report of even date to the members of Bannari Amman Sugars Limited on the financial statements for the year ended March 31, 2023

i. a) A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.

B) The Company does not hold any intangible assets and hence reporting under this clause is not applicable.

b) The Company has physically verified property, plant and equipment in regular intervals during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its property, plant and equipment.

c) In our opinion and according to the information and explanations given to us and on the basis of examination of the records of the company, the title deeds of immovable properties are held in the name of the company. In respect of immovable properties taken on lease and disclosed as right-of-use assets in the financial statements, the lease agreements are in the name of the company.

d) The Company has not revalued its property, plant and equipment (including right of use assets) during the year.

e) According to the information and explanations given to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

ii. a) The inventory has been physically verified by the management at reasonable intervals during the year. In our opinion, the coverage and procedure of such verification by management is appropriate. No discrepancies of 10% or more in the aggregate for each class of inventory were noticed as compared to book records.

b) The Company has been sanctioned working capital limit in excess of Rupees Five Crores in aggregate during the year from banks on the basis of security of current assets. The Quarterly statements filed by the company with the banks are not in agreement with the books of accounts of the company and the details of the same are given in Note No. 60 to the Financial Statements.

iii. In our opinion and according to the information and explanations given to us and on the basis of our examination of the books of account, during the year, the Company has not made any investments in, provided any guarantee or security, granted any loans secured or unsecured to companies, firms, limited liability partnerships or other parties. Accordingly, the reporting under paragraph 3(iii) of the Order is not applicable to the Company.

iv. In our opinion and according to the information and the explanations given to us, the Company has not granted any loans or provided any guarantees or securities to the parties covered under the section 185 of the Act. The Company has complied with the provisions of section 186 of the Act in respect of investments made or loans or guarantee or security provided.

v. According to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits within the meaning of provisions of sections 73 to 76 or any other relevant provisions of the Act and the Rules framed thereunder. Accordingly, reporting under paragraph 3(v) is not applicable to the Company.

vi. As per the information and explanations given by the management, maintenance of cost records has been prescribed by the Central Government and we are of the opinion that the prescribed accounts and records have been made and maintained under section 148(1) of the Act, by the company.

vii. a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the undisputed statutory dues including Provident Fund, Employee's State Insurance, Income tax, Goods and Service Tax, duty of customs, duty of excise, cess and any other material statutory dues, as applicable, have been regularly deposited during the year by the Company with the appropriate authorities. Consequently, there were no undisputed dues outstanding as at March 31, 2023 for a period of more than six months from the date they became payable.

b) According to the information and explanations given to us, the details of statutory dues referred to in sub-clause (a) which have not been deposited as on March 31, 2023 on account of disputed dues are given below:

Sl. No.	Name of the Statute	Nature of Dues	Amount Disputed (₹ in Lakhs)	Period to which demand relates	Forum where dispute is pending
1	Income Tax Act, 1961	Income Tax	5.32	AY 2015-16	Commissioner of Income Tax, (Appeals), Chennai
2	Income Tax Act, 1961	Income Tax	29.30	AY 2016-17	Commissioner of Income Tax, (Appeals), Chennai
3	Income Tax Act, 1961	Income Tax	98.76	AY 2017-18	Commissioner of Income Tax, (Appeals), Chennai
4	Income Tax Act, 1961	Income Tax	5.98	AY 2018-19	Commissioner of Income Tax, (Appeals), Chennai

viii. According to the information and explanations given to us and on the basis of our examination of the books of account, there were no transactions relating to previously unrecorded income that were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

ix. a) According to the information and explanations given to us, the Company has not defaulted in repayment of dues to any lender during the year. The company has not issued any debentures.

b) According to the information and explanations given to us, the company has not been declared as willful defaulter by any bank or financial institution or other lender.

c) According to the information and explanations given to us, the term loans availed during the year have been applied for the purposes for which those were obtained.

d) According to the information and explanations given to us and based on our overall examination of Financial Statements of the Company, the funds raised on short term basis by the company during the year have not been utilized for long term purposes.

e) The Company does not have any subsidiaries, associates or joint ventures. Accordingly, the provisions of paragraph 3(ix)(e) and 3(ix)(f) of the Order are not applicable to the Company.

x. a) The Company has not raised any money by way of Initial Public Offer or further public offer (including Debt instruments) during the year.

b) According to the information and explanations given to us and based on our examination of the records, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year under review.

Accordingly, the reporting under paragraph 3(x) of the Order is not applicable.

xi. a) According to the information and explanations given to us, no fraud by the Company or any fraud on the Company has been noticed or reported during the year.

b) According to the information and explanations given to us, no report under Section 143 (12) of the Companies Act has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules 2014 with the Central Government during the year and up to the date of this report.

c) According to the information and explanations given to us, the company has not received any whistle blower complaints during the year. Accordingly, the reporting under paragraph 3(xi) of the Order is not applicable.

Accordingly, the reporting under paragraph 3(xi) of the Order is not applicable.

xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, reporting under paragraph 3(xii) of the Order is not applicable.

xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required by the applicable Indian Accounting Standards.

xiv. a) According to the information and explanations given to us, the company has an internal audit system commensurate with the size and nature of its business.

b) The Reports of the Internal Auditors issued till the date of the audit report for the period under audit were considered by us.

xv. According to the information and explanations given to us and based on our examination of the records, the Company has not entered into non-cash transactions with the directors or persons connected with them and hence provisions of Section 192 of the act are not applicable to the Company. Accordingly, reporting under paragraph 3(xv) of the Order is not applicable.

xvi. a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the paragraph 3(xvi) (a) of the Order is not applicable.

b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid certificate of registration (CoR) from Reserve Bank of India as per Reserve Bank of India Act, 1934. Accordingly, the paragraph 3(xvi) (b) of the Order is not applicable.

c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the paragraph 3(xvi) (c) of the Order is not applicable.

d) There is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016). Accordingly, the paragraph 3(xvi) (d) of the Order is not applicable.

xvii. The Company has not incurred any cash losses in the current financial year and the immediately preceding financial year. Accordingly, the reporting under paragraph 3(xvii) of the Order is not applicable.

xviii. There has not been any resignation of the Statutory Auditors during the year. Accordingly, the reporting under paragraph 3(xviii) of the order is not applicable.

xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report and that the company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

xx. a) According to the information and explanations given to us and based on our examination of the records, the company has spent the amount required to be spent as stipulated in section 135 of the act and does not have any unspent amount required to be transferred to a fund specified in schedule VII of the Act as per section 135(5) of the Act.

b) The Company does not have any ongoing projects and there are no unspent amounts pursuant to ongoing projects that are required to be transferred to a special account in compliance of provisions of section 135 (6) of the Act.

For P N RAGHAVENDRA RAO & CO.,
Chartered Accountants
Firm Registration Number: 003328S

P. R. VITTEL
Partner
Membership Number: 018111
UDIN : 23018111BGZEXN6541

Place : Coimbatore
Date : 24.05.2023

Annexure - B to the Independent Auditors' Report

Referred to in paragraph 18(f) of the Independent Auditor's Report of even date to the members of Bannari Amman Sugars Limited on the financial statements for the year ended March 31, 2023

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act')

1. We have audited the internal financial controls over financial reporting of Bannari Amman Sugars Limited ("the Company") as of March 31, 2023 in conjunction with our audit of the financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

6. A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:

   a) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

   b) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorization of management and directors of the company; and

   c) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

7. Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For P N RAGHAVENDRA RAO & CO.,
Chartered Accountants
Firm Registration Number: 003328S

P. R. VITTEL
Partner
Membership Number: 018111
UDIN : 23018111BGZEXN6541

Place : Coimbatore
Date : 24.05.2023

BANNARI AMMAN SUGARS LIMITED

BALANCE SHEET AS AT 31.03.2023

(₹ in Lakhs)

Sl No	PARTICULARS	Note No.	As at 31.03.2023		As at 31.03.2022	
			Details	Total	Details	Total
I.	**ASSETS**					
	1) NON- CURRENT ASSETS					
	a) Property, Plant and Equipment	2	107733.25		104782.46	
	b) Capital Work in Progress	2	2174.30		6080.79	
	c) Right-of-use Assets	3	63.63		62.12	
	d) Biological Assets other than bearer plants	4	61.13		43.67	
	e) Financial Assets					
	i) Investments	5	171.23		121.81	
	ii) Trade Receivables	6	5318.91			
	iii) Other Financial Assets	7	1562.37			
	f) Other Non-Current Assets	8	2077.30		2910.08	
				119162.12		**114000.93**
	2) CURRENT ASSETS					
	a) Inventories	9	97217.64		100570.38	
	b) Financial Assets					
	i) Trade Receivables	10	14094.61		34555.55	
	ii) Cash and Cash Equivalents	11	567.97		284.33	
	iii) Bank Balance other than Cash and Cash Equivalents	12	62.53		60.82	
	iv) Loans	13	120.06		95.58	
	v) Other Financial Assets	14	997.67		701.96	
	c) Other Current Assets	15	3645.23		6582.83	
				116705.71		**142851.45**
	TOTAL ASSETS			**235867.83**		**256852.38**
II.	**EQUITY AND LIABILITIES**					
	EQUITY					
	a) Equity Share Capital	16	1253.97		1253.97	
	b) Other Equity	17	153935.41		141085.89	
				155189.38		**142339.86**
	LIABILITIES					
	1) NON-CURRENT LIABILITIES					
	a) Financial Liabilities					
	i) Borrowings	18	15706.42		12368.40	
	ii) Lease Liabilities	19	41.99		39.16	
	iii) Other Financial Liabilities	20	501.35		617.49	
	b) Provisions	21	892.49		447.58	
	c) Deferred Tax Liabilities (Net)	22	6209.58		3081.02	
				23351.83		**16553.65**
	2) CURRENT LIABILITIES					
	a) Financial Liabilities					
	i) Borrowings	23	42350.21		83627.91	
	ii) Lease Liabilities	24	25.10		27.85	
	iii) Trade payables					
	a) Outstanding dues of Micro and Small Enterprise	25	137.04		97.75	
	b) Outstanding dues of other than (iii) (a) above	25	7957.57		8569.61	
	iv) Other Financial Liabilities	26	1418.57		1949.58	
	b) Other Current Liabilities	27	4226.77		2789.27	
	c) Provisions	28	956.48		655.61	
	d) Current Tax Liabilities (Net)	29	254.88		241.29	
				57326.62		**97958.87**
	TOTAL EQUITY AND LIABILITIES			**235867.83**		**256852.38**

Significant Accounting Policies 1

The accompanying notes are an integral part of the financial statements

As per our report of even date attached

For P N RAGHAVENDRA RAO & CO.,
Chartered Accountants – Firm Regn No. : 003328S

P. R. VITTEL
Partner
M No 018111

Place : Coimbatore
Date : 24.05.2023

S V BALASUBRAMANIAM
Chairman
DIN 00002405

C PALANISWAMY
Company Secretary

B SARAVANAN
Managing Director
DIN 00002927

M RAMPRABHU
Chief Financial Officer

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2023

(₹ in Lakhs)

Sl No	PARTICULARS	Note No.	Year ended 31.03.2023		Year ended 31.03.2022	
			Details	Total	Details	Total
I	**INCOME :**					
	Revenue from Operations	30	252557.59		199808.99	
	Other Income	31	3935.92		587.17	
	TOTAL INCOME			**256493.51**		**200396.16**
II	**EXPENSES :**					
	Cost of Materials Consumed	32	170202.52		146096.07	
	Purchase of Stock-in-Trade	33	408.35		243.41	
	Changes in Inventories of Finished Goods and Work-in-Progress	34	4996.11		(377.90)	
	Employee Benefits Expense	35	14387.48		11656.57	
	Finance Costs	36	4932.32		3174.00	
	Depreciation and Amortisation Expense	37	7403.75		6785.67	
	Other Expenses	38	32141.53		20645.41	
	TOTAL EXPENSES			**234472.06**		**188223.23**
III	**PROFIT BEFORE EXCEPTIONAL ITEMS AND TAX (I- II)**			**22021.45**		**12172.93**
IV	Exceptional Items			–		–
V	**PROFIT BEFORE TAX (III - IV)**			**22021.45**		**12172.93**
VI	Tax Expenses:					
	a. Current Tax	39	4427.18		2220.53	
	b. Deferred Tax		3255.13		1954.01	
				7682.31		4174.54
VII	**PROFIT FOR THE PERIOD (V - VI)**			**14339.14**		**7998.39**
VIII	**OTHER COMPREHENSIVE INCOME**					
	Items that will not be reclassified to profit or loss					
	i) Remeasurement of the defined benefit plans		(412.04)		(46.30)	
	ii) Equity Instruments through Other Comprehensive Income		49.82		26.29	
	Income Tax relating to items that will not be reclassified to profit or loss		126.57		6.99	
				(235.65)		(13.02)
IX	**TOTAL COMPREHENSIVE INCOME FOR THE PERIOD (VII + VIII)**			**14103.49**		**7985.37**
X	**EARNINGS PER SHARE - BASIC AND DILUTED (₹)**	48		**114.35**		**63.78**

Significant Accounting Policies 1

The accompanying notes are an integral part of the financial statements

As per our report of even date attached

For P N RAGHAVENDRA RAO & CO.,
Chartered Accountants – Firm Regn No. : 003328S

P. R. VITTEL
Partner
M No 018111

Place : Coimbatore
Date : 24.05.2023

S V BALASUBRAMANIAM
Chairman
DIN 00002405

C PALANISWAMY
Company Secretary

B SARAVANAN
Managing Director
DIN 00002927

M RAMPRABHU
Chief Financial Officer

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31.03.2023

A. Equity Share Capital

(₹ in Lakhs)

Year Ended	Balance at the beginning of the reporting period	Changes during the year	Balance at the end of the reporting period
31.03.2023	**1253.97**	–	1253.97
31.03.2022	**1253.97**	–	1253.97

B. Other Equity

(₹ in Lakhs)

Particulars	Reserves and Surplus					Other Comprehensive Income		Total
	Capital Reserve	Securities Premium	Capital redemption Reserve	General Reserve	Retained earnings	Equity Instruments	Defined benefit obligation	
Balance as at 01.04.2022	**756.25**	**8503.35**	**1846.00**	**127244.81**	**2743.48**	**59.36**	**(67.36)**	**141085.89**
Movements during the year ended 31.03.2023								
Total Comprehensive Income for the year					14339.14	32.41	(268.06)	14103.49
Dividend					(1253.97)			(1253.97)
Transfer to General Reserve				10000.00	(10000.00)			
Balance as at 31.03.2023	**756.25**	**8503.35**	**1846.00**	**137244.81**	**5828.65**	**91.77**	**(335.42)**	**153935.41**
Balance as at 01.04.2021	**756.25**	**8503.35**	**1846.00**	**119744.81**	**3499.06**	**42.26**	**(37.24)**	**134354.49**
Movements during the year ended 31.03.2022								
Total Comprehensive Income for the year					7998.39	17.10	(30.12)	7985.37
Dividend					(1253.97)			(1253.97)
Transfer to General Reserve				7500.00	(7500.00)			
Balance as at 31.03.2022	**756.25**	**8503.35**	**1846.00**	**127244.81**	**2743.48**	**59.36**	**(67.36)**	**141085.89**

As per our report of even date attached

For P N RAGHAVENDRA RAO & CO.,
Chartered Accountants – Firm Regn No. : 003328S

P. R. VITTEL
Partner
M No 018111

S V BALASUBRAMANIAM
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Company Secretary

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Managing Director
DIN 00002927

M RAMPRABHU
Chief Financial Officer

Place : Coimbatore
Date : 24.05.2023

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31.03.2023

(₹ in lakhs)

PARTICULARS	Year ended 31.03.2023		Year ended 31.03.2022	
A. OPERATING ACTIVITIES :				
Profit Before Tax		**22021.45**		**12172.93**
Adjustments for :				
Depreciation and Amortisation Expense	7403.75		6785.67	
Finance costs	4932.32		3174.00	
Loss on Sale of Property, Plant and Equipment	7.83		263.54	
Interest Income	(3529.49)		(227.17)	
Dividend Income	(3.77)		(0.51)	
Net gain on modification/termination of lease	(0.48)			
Provision for Expected Credit Loss and Impairment	3543.56		565.60	
Provision for Fair value change in Biological Assets	4.92			
Profit on sale of Property, Plant & Equipment	(8.75)		(7.69)	
		12349.89		**10553.44**
Operating Profit before Working Capital Changes		**34371.34**		**22726.37**
Adjustments/Changes in Working Capital :				
Inventories	3352.74		(1020.02)	
Trade Receivables	13413.03		(19045.06)	
Other Financial Assets	504.58		4244.89	
Other Current and Non-Current Assets	2332.50		(1433.42)	
Trade Payables	(572.75)		2697.80	
Other Financial Liabilities	(518.70)		127.70	
Other Current and Non-Current Laibilities	1437.50		(2690.88)	
Provisions	333.74		(18.72)	
		20282.64		**(17137.71)**
Cash generated from Operations		54653.98		5588.66
Less: Income Tax paid (Net of refund)		4427.64		2335.60
Net Cash from / (used in) Operating Activities		**50226.34**		**3253.06**

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31.03.2023 (Contd.,)

(₹ in lakhs)

PARTICULARS	Year ended 31.03.2023		Year ended 31.03.2022	
B. INVESTING ACTIVITIES :				
Purchase of Property, Plant and Equipment	(6488.73)		(7795.34)	
Sale of Property, Plant and Equipment	68.25		42.23	
(Increase)/Decrease in Biological Assets	(22.38)		2.11	
Interest Received	778.42		227.17	
Dividend Received	3.77		0.51	
Net Cash from / (used in) Investing Activities		**(5660.67)**		**(7523.32)**
C. FINANCING ACTIVITIES :				
Proceeds from/(Repayment of) Non-Current Borrowings (net)	8351.98		(3092.12)	
Proceeds from/(Repayment of) Current Borrowings (net)	(46291.66)		11987.72	
Finance Costs paid	(5055.18)		(3374.00)	
Principal Payment of Lease Liabilities	(27.61)		(25.65)	
Interest paid on Lease Liabilities	(5.59)		(7.55)	
Dividend Paid	(1253.97)		(1253.97)	
Net Cash from/(used in) Financing Activities		**(44282.03)**		**4234.43**
Net Increase/(decrease) in Cash and Cash Equivalents (A+B+C)		**283.64**		**(35.83)**
Reconciliation :				
Opening Cash and Cash Equivalents	284.33		320.16	
Closing Cash and Cash Equivalents	567.97		284.33	
Net Increase/(Decrease) in Cash and Cash Equivalents		**283.64**		**(35.83)**

As per our report of even date attached

For P N RAGHAVENDRA RAO & CO.,
Chartered Accountants – Firm Regn No. : 003328S

P. R. VITTEL
Partner
M No 018111

S V BALASUBRAMANIAM
Chairman
DIN 00002405

C PALANISWAMY
Company Secretary

B SARAVANAN
Managing Director
DIN 00002927

M RAMPRABHU
Chief Financial Officer

Place : Coimbatore
Date : 24.05.2023

Notes forming part of the Financial Statements for the year ended 31.03.2023

NOTE 1:

Statement of Significant Accounting Policies followed by the Company

COMPANY BACKGROUND

Bannari Amman Sugars Limited (the 'Company') is a Public Limited Company domiciled and incorporated in India under the Companies Act, 1956. The registered office of the Company is located at 1212 Trichy Road, Coimbatore 641 018. The Company has five sugar factories with aggregate capacity of 23700 MT of sugarcane crushing per day and 129.80 MW of Cogen Power. It has two Distillery units with the aggregate production capacity of 217.50 KLPD besides having Agri Natural Fertilizers, Granite Processing units. The company has seven Wind Mills with a total capacity of 8.75 MW. The company's Shares are listed in BSE and NSE.

a) Basis of Preparation

i) Compliance with IND AS

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') notified under Section 133 of the Companies Act 2013 (the Act) read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act.

The accounting policies are applied consistently to all the periods presented in the financial statements.

ii) Historical Cost Convention

The financial statements have been prepared on a historical cost basis, except for certain financial assets and liabilities that are measured at fair value at the end of the each reporting period.

Historical Cost is generally based on the value of consideration given in exchange of goods and services. Fair Value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. The fair value of an asset or liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their best economic interest.

Fair value for measurement and/or disclosure purposes in these financial statement is determined on such a basis except for leasing transactions that are within the scope of Ind AS 116 and measurements that have similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 (Inventories) or value in use in Ind AS 36 (Impairment of Assets).

iii) Current and Non - Current Classification

All assets and liabilities have been classified as current or non current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act 2013.

Deferred Tax assets and liabilities are classified as Non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The company has identified Twelve months as its operating cycle.

iv) Rounding of amounts

All amounts disclosed in the financial statements and notes have been rounded to the nearest lakhs and two decimal thereof as per the requirement of Schedule III, unless otherwise stated.

b) Use of Estimates and Judgements

The estimates and judgements used in the preparation of the financial statements are continuously evaluated by the Company and are based on historical experience and various other

assumptions and factors (including expectations of future events) that the company believes to be reasonable under the existing circumstances. Differences between actual results and estimates are recognised in the period in which the results are known/materialised.

The said estimates are based on the facts and events, that existed as at the reporting date, or that occured after the date but provide additional evidence about conditions existing as at the reporting date.

c) Property, Plant and Equipment

Property, Plant and Equipment that qualifies for recognition as an asset is measured at cost net of tax / duty credit availed less accumulated depreciation and accumulated impairment losses, if any. The Cost includes deemed cost as on the date of transition. Freehold land is not depreciated.

Cost includes related taxes, duties, freight, insurance etc., attributable to acquisition and installation of assets and borrowing cost incurred up to the date of commencing operations, but excludes duties and taxes that are recoverable from taxing authorities.

Subsequent cost are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefit associated with the item will flow to the company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. Cost in the nature of repairs and maintenance are recognised in the Statement of Profit and Loss during the reporting period in which they are incurred.

Assets which are not ready for their intended use and other capital work in progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest. Advances given towards acquisition of Property, Plant and Equipment outstanding at each balance sheet date are disclosed as Capital Advances under Other Non-Current Assets.

Depreciation

Straight line method has been adopted for providing depreciation on fixed assets other than Co-Generation Division and Wind Mill Division. For the assets of Co-Generation Division and Wind Mill Division, depreciation has been provided under written down value method. The assets are depreciated over the useful life as prescribed in Schedule II of the Companies Act, 2013. Depreciation on additions / deletions on Property, Plant and Equipment is computed on pro-rata basis from the date of purchase of such addition or upto the date of such deletion as the case may be. The residual values are not more than 5% of the original cost of the asset. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of changes in estimate accounted for on a prospective basis.

Derecognition

The carrying amount of an item of Property, Plant and Equipment shall be derecognised on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the derecognition of an item of property, plant and equipment shall be determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item. The same is recognised in the statement of profit and loss.

d) Biological Assets

Livestock are measured at fair value less cost to sell. Costs to sell include the transportation charges for transporting the cattle to the market but excludes finance costs and income taxes. Costs such as vaccination, fodder and other expenses are expensed as incurred.

Biological assets are measured at fair value less cost to sell or at cost whichever is applicable. Changes in

fair value of biological assets is recognised in the statement of profit and loss.

e) Impairment of Non financial Assets

Non financial assets are tested for impairment at the end of each reporting period as to whether events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the assets' carrying amount exceeds its recoverable amount. The recoverable amount is higher of an assets' fair value less costs of disposal and value in use. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or group of assets (cash generating units). Non financial assets that suffered an impairment in prior periods are reviewed for possible reversal of the impairment at the end of the each reporting period.

f) Derivative financial Instruments

Derivative financial instruments such as forward contracts, to hedge its foreign currency risks are initially recognised at fair value on the date, a derivative contract is entered into. The same is subsequently remeasured at their fair value with changes in fair value recognised in the statement of profit and loss in the period when they arise.

g) Financial Instruments

A Financial Instrument is any contract that give rise to a financial asset of one entity and Finacial Liability or equity instrument of another entity. Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisons of the instruments.

Financial Assets

Financial assets, except trade receivables, are initially measured at fair value. Trade receivables are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition of financial assets (other than financial assets at fair value through profit or loss) are added to or deducted from the fair value of the financial assets, on initial recognition.

Investment in Equity instruments at Fair Value Through Other Comprehensive Income (FVTOCI)

Initial Recognition

The Company measures investments in equity instruments at FVTOCI. These equity instruments are neither held for trading nor are contingent consideration recognised under a business combination. These elected investments are initially measured at fair value plus transaction costs.

Subsequent measurement

Subsequently, they are measured at fair value with gains and losses arising from changes in fair value recognised in other comprehensive income.

Dividend

Dividend on investments in equity instruments are recognised in profit or loss unless the dividend does not represent a recovery of part of cost of the investment. Dividend is recognised only when the company's right to receive the dividend is established, it is probable that the economic benefits associated with the dividend will flow to the entity and the amount of dividend can be measured reliably. The Company has recognised dividend in Statement of profit and loss under 'Other Income' .

Derecognition

A financial asset is derecognised when the contractual rights to the cash flows from the financial asset expires or the Company transfers the financial asset and substantially all the risks and rewards of ownership of the asset.

If the Company neither transfers nor retains substantially all the risks and rewards of ownership of

the financial asset, but retains control of the financial asset, the Company continues to recognise the transferred asset to the extent of its continuing involvement. The extent of the Company's continuing involvement in the financial asset is the extent to which it is exposed to changes in the value of the transferred asset. In such cases, the Company also recognises an associated liability. The financial asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

On derecognition of such financial assets, the cumulative gain / loss previously recognised in Other Comprehensive Income is not reclassified from the equity to the Statement of Profit and Loss.

However, the company may transfer such cumulative gain / loss into the retained earnings within equity.

Impairment of Financial Asset

The Company applies expected credit loss model for recognising impairment loss on financial assets measured at fair value through other comprehensive income (FVTOCI), trade receivables and other financial assets measured at amortised cost.

The Company follows a simplified approach wherein an amount equal to lifetime expected credit losses is measured and recognised as loss allowance in the case of trade receivables.

In case of other financial assets measured at fair value through other comprehensive income or at amortised cost, the Company determines if there has been a significant increase in credit risk of the financial asset since initial recognition. If the credit risk has not increased significantly, an amount equal to 12-month expected credit losses is measured as loss allowance and when the credit risk has increased significantly, an amount equal to lifetime expected credit losses is measured and recognised as loss allowance.

Financial Liabilities

Initial Recognition

Financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the issue of financial liabilities (other than financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial liabilities, on initial recognition.

Subsequent measurement

Financial Liabilities are subsequently carried at amortised cost using the effective interest method, which is subsequently measured at fair value through profit or loss. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value to the short maturity of these instruments.

Derecognition

A financial liability is derecognised when the obligation specified in the contract is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing financial liabilty is substantially modified, such an exchange or modification is treated as the extinguishment of the original liability and the recognition of a new financial liability. The difference between the carrying amount of a financial liability extinguished and the consideration paid is recognised in the Statement of Profit and Loss.

h) Valuation of Inventories :

i) Finished Goods Sugar Granite Products Molasses Bagasse Alcohol Agrinatural Fertilizer		Lower of Weighted Average Cost and Net Realisable value
Process stock	-	Lower of Cost and Net Realisable Value
Raw material, consumables, stores & spares and others		Lower of Weighted Average Cost and Net Realisable value

ii) The cost of the finished goods and process stock comprises all cost of purchase, cost of conversion, duties and taxes (other than those subsequently recovered from tax authorities) and other costs incurred in bringing the inventories to their present location and condition.

iii) Due allowance is estimated and made for defective and obsolete items wherever necessary.

i) Fair value measurement

The Company measures financial instruments, such as, investments at fair value at each balance sheet date. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy that categorises into three levels, described as follows, the inputs to valuation techniques used to measure value.

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilties

Level 2: inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly or indirectly

Level 3: inputs that are unobservable for the asset or liability.

For Assets and liabilities that are recognised in the financial statement on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by reassessing the categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

j) Revenue Recognition

Revenue from contracts with customers is recognised on transfer of control of promised goods or service to a customer at an amount that reflects the consideration to which the company is expected to be entitled to in exchange for those goods or services. The company recognises the revenue at the amount of transaction price allocated to performance obligation. The transaction price of goods sold and

services rendered is net of variable consideration on account of various discounts and schemes offered by the Company as part of the contract.

Revenue is recogninsed only to the extent that is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved.

Sale of Goods :

Revenue is recognised when the performance obligations are satisfied and the control of the product is transferred, being when the goods are delivered as per the relevant terms of the contract at which point in time the Company has a right to payment for the asset, customer has legal title of the asset, customer bears significant risk and rewards of ownership and the customer has accepted the asset or the Company has objective evidence that all criteria for acceptance have been satisfied. Payment for the sale is made as per the credit terms in the agreements with the customers. The credit period is generally short term, thus there is no significant financing component.

Revenue is measured based on the transaction price, which is the consideration, net of customer incentives, discounts, variable considerations, payments made to customers, other similar charges, as specified in the contract with the customer. Additionally, revenue excludes taxes collected from customers, which are subsequently remitted to Government authorities.

Export incentives under various schemes are accounted in the year of export at the estimated realisable value.

Sale of Services

The Company recognises its revenue from sale of services based on the recognition criteria that the outcome of a transaction involving the rendering of services can be estimated reliably.

Stage of completion of transactions is measured by determining the services performed till balance sheet date as a percentage of total services to be performed as per the contract. The credit period is generally short term, thus there is no significant financing component.

Dividend and Interest Income

Dividend income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably).

Interest income from financial asset is recognised when it is probable that the economic benefits will flow to the entity and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial assets' net carrying amount on initial recognition.

Rental Income

Rental Income arising from operating leases are accounted over the lease terms and is recognised in the statement of profit and loss.

k) Foreign Currency Transactions

The financial statements are presented in Indian Rupee which is company's functional and presentation currency. Foreign currency transactions are recorded at the exchange rate prevailing on the date of the transaction. Exchange differences arising on foreign exchange transaction settled during the year are recognised in the statement of profit and loss. Foreign currency monetary items as at the balance sheet date are translated using the closing rate. The gain or loss arisng out of these translations are recognized in the statement of profit and loss.

l) Provisions and Contingencies

Provision is recognised only when there is a present obligation as a result of past event and it is probable that there will be an outflow of resources embodying

economic benefits to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Contingent liabilities are disclosed when there is a possible obligation that may, but probably will not require an outflow of resources embodying economic benefits or the amount of obligation cannot be measured reliably. When the possible obligation in respect of which the outflow of resources embodying economic benefits is remote, it is not been disclosed as Contingent Liability.

m) Income Tax

Tax expense is the aggregate amount included in the determination of profit or loss for the period in respect of current tax and deferred tax.

Current Tax

Current tax is the amount of income tax payable in respect of taxable profit for the year. The taxable profit differs from profit before tax as reported in Statement of Profit and Loss because of items of income or expenses that are taxable or deductible in other years and items that are never taxable or deductible under the Income Tax Act, 1961. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period for the amount expected to be paid to / recovered from the taxation authorities.

Minimum Alternate Tax (MAT) credit is recognised as deferred tax asset only when and to the extent there is convincing evidence that the sufficient taxable profit will be available against which the MAT credit can be utilised.

Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statement and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised on all temporary differences. Deferred tax assets are recognised for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised. Deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition of an asset or liability in a transaction (other than a business combination) affects neither accounting profit nor taxable profit (tax loss).

Deferred tax assets are recognised for the carry forward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which the unused tax losses and unused tax credits can be utilised based on the review at the end of each reporting period by the company considering the likely timing and the level of future taxable profits together with future tax planning strategies.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of reporting period, to recover or settle the carrying amount of its assets and liabilities.

As per the company's assessment on uncertainty over tax treatment on recognising Income tax with respect to Appendix C amendment, there are no material uncertainties over tax treatments.

Presentation of Current and Deferred Tax

Current and deferred tax is recognised in the statement of profit and loss except to the extent it relates to items recognised in other comprehensive income or directly in equity. In such cases, the tax is also recognised in other comprehensive income.

The company offsets current tax assets and current

tax liabilities, where it is legally enforceable right to set off the recognised amount and where it intends either to settle on a net basis or to realize the assets and settle the liabilities simultaneously.

In case of deferred tax assets and deferred tax liabilities, the company offsets only when they relate to income taxes levied by the same taxation authorities and it has legally enforceable right to set off current tax assets against current tax liabilities.

n) Government grants

Government grants are recognized only when there is reasonable assurance that the Company will comply with the conditions attached to the grants and the grants will be received. Government grant in the nature of revenue has been recognized on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs which they are intended to compensate. The company had accounted for Export benefits in the year of exports based on eligibility and when there is no uncertainty in receiving the same. Government Grant is recognised either as Other Operating Revenue or Other Income or adjusted against the expenses depending upon the nature of the grant.

o) Employee Benefits

Short Term Employee Benefits

All employee benefits payable within twelve months of rendering service are classified as short term employee benefits and are recognised in the period in which the employee renders the related service. The Company recognises the undiscounted amount of short term employee benefits expected to be paid as a liability after deducting the amount already paid.

Post-employment Benefits

The Company operates the following post-employment schemes:

a) defined contribution plans such as provident fund; and

b) defined benefit plans such as gratuity

Defined Contribution Plans

Defined Contribution Plans are Provident Fund, Employee State Insurance scheme and Government administered Pension Fund scheme for all applicable employees.

The company recognises contribution payable to a defined contribution plan as expenses in the statement of profit and loss when the employee renders services to the company during the reporting period. If the contribution payable for services received from employee before the reporting date exceeds the contribution already paid, the deficit payable is recognised as a liability after deducting the contribution already paid.

Defined Benefit Plans

Gratuity obligations

The Company operates a defined benefit plan for employees. The Company contributes to a seperate entity (a fund), towards meeting the gratuity obligation. The liability or asset recognised in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by Independent actuaries using the projected unit credit method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows at a predetermined rate of interest based on the market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income.

Other long-term employee benefit obligations

The liabilities for earned leave which is not expected

to be settled wholly within 12 months are measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted at a predetermined rate of interest based on yields on Government Bonds that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in the Statement of Profit and Loss.

p) Operating Segments

Operating segments are identified in accordance with the criteria set out in paragraphs 5 to 10 of Ind AS 108 viz. a component of an entity that engages in business activities from which the company earns revenues and incur expenses and the operating results are regularly reviewed by the entity's Chief Operating Decision Maker (CODM) to make decisions about resources to be allocated to the segment and assess the performance for which discrete financial information is available.

The operating segments are reported after taken into consideration of aggregation criteria and quantitative threshold as mentioned in Para 12 and 13 of Ind AS 108.

Operating segments are reported in a manner consistent with the internal reporting provided to the CODM of the company. The CODM is responsible for allocating the resources and assessing the performance of the operating segments of the company.

q) Leases

The Company's significant leasing arrangements are operating leases and cancelable in nature

Company as Lessor

The lease rental income under agreements are recognised in the statement of profit and loss as per the terms of the lease. The rental income from operating lease is generally recognised on a straight line basis over the term of relevant lease. When the rentals are structured solely to increase in line with expected general inflation to compensate for the Company's expected inflationary cost increases, such increases are recognised in the year in which such benefits accrue. Contingent rental income arising under operating leases are recognised as income in the period in which they accrue.

Company as Lessee

The Company's lease asset classes primarily consists of leases for land and building. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified assets, the Company assesses whether: (i) the right to obtain substantially all of the economic benefits from use of the identified asset through the period of the lease and (ii) the right to direct the use of the asset.

The Company recognises a right-of-use asset and a lease liability at the lease commencement date. The right of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The Right-of-Use-Asset is subsequently measured at cost less any accumulated depreciation thereon. The right-of-use asset is depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property plant and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rate. Lease liabilities are remeasured with a corresponding adjustment to the related Right-of-Use asset if the Company changes its assessment of whether it will exercise an extension or a termination option.

Lease liability and Right-of-Use asset have been presented in the Balance Sheet and lease payments have been classified as cash flows from financing activities. The Interest expenses and depreciation relating to Right-of-Use Asset have also been disclosed in the statement of profit and loss.

The Company has elected not to recognise right-of-use assets and lease liabilities for short-term leases and leases of low-value assets. The Company recognises such lease payments relating to these leases as an expense on a straight-line basis over the lease term.

r) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit or loss is adjusted for the effects of transactions of non cash nature, any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the company are segregated based on the available information.

For the purpose of presentation of cash flow statement, cash and cash equivalents includes cash on hand, cheques on hand, bank balances, demand deposit with banks where the original maturity is three months or less and other short term highly liquid investments.

s) Borrowings

Borrowings are initially recognised at net of transaction costs incurred and are subsequently measured at amortised cost.

t) Borrowing Costs

Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale are added to the cost of those assets. Borrowing costs capitalisation be commenced by the company when (i) incurs expenditure for the asset (ii) incurs borrowing cost (iii) incurs activities that are necessary to prepare the asset for its intended use or sale. All other borrowing costs are recognised as an expense in the statement of profit and loss in the period in which they are incurred.

u) Earnings Per Share

Earnings Per Share (EPS) is calculated by dividing the profit after tax and before OCI attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources.

v) Events occuring after balance sheet date

Where events occurring after the Balance Sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted within the financial statements. Otherwise, events after the Balance Sheet date of material size or nature are only disclosed.

w) Recent Accounting Pronouncements :

Ministry of Corporate Affairs (MCA) vide notification dated March 31, 2023 has amended the Companies (Indian Accounting Standards) Rules, 2015 by issuing the Companies (Indian Accounting Standards) Amendment Rules, 2023 and the amendments are applicable with effect from April 1, 2023. The amendments are as follows :

Ind AS 1 - Presentation of Financial Statements

This amendment prescribes "Disclosure of accounting policy information", which requires the entity to disclose material accounting policies instead of significant accounting policies in the financial statements. The Company has assessed on preliminary evaluation that this amendment has no significant impact of the financial statements.

Ind AS 8 - Accounting policies, Changes in Accounting estimates and errors

This amendment replaces the definition of a change in accounting estimates with the new definition of accounting estimates to clarify the entity on the accounting estimates, treatment of change in accounting estimates and accounting policies. The Company has assessed that this amendment has no significant impact on the financial statements.

Ind AS 12 - Income Tax

This amendment has narrowed the exceptions on initial recognition that the exception is not applicable to the transactions which give rise to equal taxable and deductable temporary differences on initial recognition. The Company has assessed on preliminary evaluation that this amendment has no impact on the financial statements.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NON-CURRENT ASSETS

2 PROPERTY, PLANT AND EQUIPMENT

(₹ in Lakhs)

	Freehold Land	Buildings	Plant and Equipment	Furniture and Fixtures	Motor Vehicles	Office and other Equip-ments	Total	Capital Work in progress
Gross Carrying amount								
Balance as at 01.04.2021	**5756.25**	**50879.52**	**85314.09**	**398.08**	**1282.58**	**523.49**	**144154.01**	**14513.73**
Additions	79.94	3872.30	12317.73	12.17	280.41	58.09	16620.64	6046.69
Deductions/Adjustments	(7.05)	(5.53)	(551.34)		(10.24)	(0.01)	(574.17)	(14479.63)
Balance as at 31.03.2022	**5829.14**	**54746.29**	**97080.48**	**410.25**	**1552.75**	**581.57**	**160200.48**	**6080.79**
Additions	98.68	3297.76	6482.30	72.88	345.42	98.18	10395.22	2533.03
Deductions / Adjustments		(17.22)	(110.11)	(0.05)	(13.39)	(1.75)	(142.52)	(6439.52)
Balance as at 31.03.2023	**5927.82**	**58026.83**	**103452.67**	**483.08**	**1884.78**	**678.00**	**170453.18**	**2174.30**
Accumulated Depreciation								
Balance as at 01.04.2021	**--**	**11652.76**	**35991.68**	**301.25**	**629.79**	**324.59**	**48900.07**	**--**
Depreciation for the year	--	1856.34	4726.04	10.02	101.54	65.11	6759.05	--
Withdrawn	--	(0.66)	(232.05)		(8.39)		(241.10)	--
Balance as at 31.03.2022	**--**	**13508.44**	**40485.67**	**311.27**	**722.94**	**389.70**	**55418.02**	**--**
Depreciation for the year	--	2317.22	4814.08	13.83	146.01	85.96	7377.10	--
Withdrawn	--	(6.39)	(64.03)		(4.44)	(0.33)	(75.19)	--
Balance as at 31.03.2023	**--**	**15819.27**	**45235.72**	**325.10**	**864.51**	**475.33**	**62719.93**	**--**
Net Carrying amount								
Balance as at 31.03.2022	**5829.14**	**41237.85**	**56594.81**	**98.98**	**829.81**	**191.87**	**104782.46**	**6080.79**
Balance as at 31.03.2023	**5927.82**	**42207.56**	**58216.95**	**157.98**	**1020.27**	**202.67**	**107733.25**	**2174.30**

Note : All immovable properties are held in the name of the Company. Certain movables and immovable properties have been given as security for the borrowings. Details are furnished in Note No. 18 and 23.

CAPITAL WORK-IN-PROGRESS AGEING SCHEDULE:

(₹ in Lakhs)

PARTICULARS	Amount in CWIP for a period of				Total
	Less than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	
As on 31.03.2023					
Projects in Progress	1301.74	872.56	-	-	**2174.30**
Projects temporarily suspended	-	-	-	-	**-**
As on 31.03.2022					
Projects in Progress	5454.32	607.76	18.71	-	**6080.79**
Projects temporarily suspended	-	-	-	-	**-**

Note : The Company does not have any project overdue or that exceeded its originally planned cost.

NOTE 3. RIGHT-OF-USE ASSETS

(₹ in Lakhs)

PARTICULARS	Land	Building	Total
COST			
Balance as at 01.04.2021	76.43	39.68	116.11
Add: Additions	27.07	--	27.07
Balance as at 31.03.2022	103.50	39.68	143.18
Additions	13.04	18.33	31.37
Adjustments/Deletion	-	(12.83)	(12.83)
Balance as at 31.03.2023	116.54	45.18	161.72
ACCUMULATED DEPRECIATION			
Balance as at 01.04.2021	37.70	16.74	54.44
Depreciation for the year	18.25	8.37	26.62
Balance as at 31.03.2022	55.95	25.11	81.06
Depreciation for the year	18.25	8.40	26.65
Withdrawn	--	(9.62)	(9.62)
Balance as at 31.03.2023	74.20	23.89	98.09
NET CARRYING AMOUNT AS AT 31.03.2023	**42.34**	**21.29**	**63.63**
NET CARRYING AMOUNT AS AT 31.03.2022	**47.55**	**14.57**	**62.12**

Expenses relating to leases of low value assets and variable lease payments not included in the measurement of lease liabilities of ₹ 70.92 Lakhs (₹ 63.17 Lakhs) are shown under other expenses.

NOTE 4. BIOLOGICAL ASSETS OTHER THAN BEARER PLANTS

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Livestock - Cattles	50.78	27.92
Others	10.35	15.75
TOTAL	**61.13**	**43.67**
Reconlilation of carrying amount - Cattles		
Balance at the beginning of the year	27.92	32.50
Movements during the year	22.86	(4.58)
Balance at the end of the year	**50.78**	**27.92**

1. Number of Cattles as on 31.03.2023 is 199. (196 Cattles)
2. The Fair value of Cattles is classified as Level 2 Fair value hierarchy as they are determined based on the best available quote from the market on the basis age of cows and calves

NOTE 5. FINANCIAL ASSETS - INVESTMENTS

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
I. QUOTED INVESTMENTS - AT FVTOCI		
INVESTMENT IN EQUITY INSTRUMENTS		
i) 84375 Equity Shares (P.Y : 84375) of Sakthi Finance Ltd of ₹ 10 each	24.21	17.76
ii) 50000 Equity Shares (P.Y : 50000) of Bank of Baroda of ₹ 2 each	84.40	55.80
iii) 73400 Equity Shares (P.Y : 73400) of Indraprastha Medical Corporation Ltd of ₹ 10 each	57.05	42.90
iv) 14300 Equity Shares (P.Y : 14300) of Indian Overseas Bank of ₹ 10 each	3.22	2.60
TOTAL	**168.88**	**119.06**
II. UN QUOTED INVESTMENTS - AT COST		
i) IN GOVERNMENT SECURITIES :		
Kisan Vikas Patra	--	0.40
ii) IN EQUITY INSTRUMENTS OF OTHER ENTITIES :		
Bannari Amman Sugars Employees' Co-operative Stores Limited	2.35	2.35
TOTAL	**2.35**	**2.75**
TOTAL (QUOTED & UNQUOTED)	**171.23**	**121.81**
Aggregate cost of Quoted Investments	49.36	49.36
Aggregate market value of Quoted Investments	168.88	119.06
Aggregate cost of unquoted Investments	2.35	2.75
Aggregate provision for impairment	--	--

NOTE 6. TRADE RECEIVABLES

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023		As at 31.03.2022	
Undisputed, unsecured - considered good	5318.91		-	
Undisputed, unsecured - credit impaired	1242.40		-	
		6561.31		-
Less: Provision for expected credit loss		1242.40		-
TOTAL		**5318.91**		**-**

Trade Receivables Ageing Schedule

(₹ in Lakhs)

PARTICULARS	NOT DUE	OUTSTANDING FOR THE FOLLOWING PERIODS FROM DUE DATE OF PAYMENT					TOTAL
		LESS THAN 6 MONTHS	6 MONTHS - 1 YEAR	1 - 2 YEARS	2 - 3 YEARS	MORE THAN 3 YEARS	
AS ON 31.03.2023							
Undisputed Trade Receivables							
Undisputed considered good	-	-	-	5310.84	8.07	-	**5318.91**
Undisputed which have significant credit risk	-	-	-	-	-	-	-
Undisputed credit impaired	-	-	-	1240.34	2.06		**1242.40**
Disputed Trade Receivables	-	-	-	-	-	-	-

NOTE 7. OTHER FINANCIAL ASSETS

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Interest accured on loans and advances	1924.59	-
Less: Provision for Expected Credit Loss	362.22	-
TOTAL	**1562.37**	**-**

NOTE 8. OTHER NON-CURRENT ASSETS

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
UNSECURED, CONSIDERED GOOD		
Capital Advances	1026.34	1868.48
Security Deposits with Government Bodies and others	204.86	209.54
Balance with Government Authorities	846.10	832.06
TOTAL	**2077.30**	**2910.08**

CURRENT ASSETS

NOTE 9. INVENTORIES

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023		As at 31.03.2022	
	Details	Total	Details	Total
RAW MATERIALS :				
Molasses	1280.61		-	
Granite Rough Blocks	387.60		423.48	
Press mud	2.23		24.27	
		1670.44		447.75
WORK IN PROGRESS :				
Sugar	2119.56		1812.29	
Molasses	232.70		227.13	
Press mud	47.31		61.80	
		2399.57		2101.22
FINISHED GOODS :				
Sugar	78245.84		83857.50	
Molasses	2326.16		4247.00	
Bagasse	1027.64		662.86	
Granite Products	4395.44		3709.32	
Alcohol	1540.86		382.54	
Agrinatural Fertilizers	72.89		44.07	
		87608.83		92903.29
Stores, Spares and others		5538.80		5118.12
TOTAL		**97217.64**		**100570.38**

NOTE 10. TRADE RECEIVABLES

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023		As at 31.03.2022	
Undisputed, unsecured - considered good	14094.61		34555.55	
Undisputed, unsecured - credit impaired	1264.48		777.88	
		15359.09		35333.43
Less: Provision for expected credit loss		1264.48		777.88
T O T A L		**14094.61**		**34555.55**

Trade Receivables Ageing Schedule

(₹ in Lakhs)

PARTICULARS	NOT DUE	OUTSTANDING FOR THE FOLLOWING PERIODS FROM DUE DATE OF PAYMENT					TOTAL
		LESS THAN 6 MONTHS	6 MONTHS - 1 YEAR	1 - 2 YEARS	2 - 3 YEARS	MORE THAN 3 YEARS	
AS ON 31.03.2023							
Undisputed Trade Receivables							
Undisputed considered good	2906.28	2.12	2117.01	7887.41	784.98	396.81	**14094.61**
Undisputed which have significant credit risk	-	-	-	-	-	-	**-**
Undisputed credit impaired	-	-	81.22	740.10	230.05	213.11	**1264.48**
Disputed Trade Receivables	-	-	-	-	-	-	**-**
AS ON 31.03.2022							
Undisputed Trade Receivables							
Undisputed considered good	6194.12	16870.59	6747.69	3625.59	830.15	287.41	**34555.55**
Undisputed which have significant credit risk	-	-	-	-	-	-	**-**
Undisputed credit impaired	-	-	115.19	347.07	167.40	148.22	**777.88**
Disputed Trade Receivables	-	-	-	-	-	-	**-**

NOTE 11. CASH AND CASH EQUIVALENTS

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Balance with Banks in Current Accounts	549.16	254.73
Cash on hand	18.81	29.60
TOTAL	**567.97**	**284.33**

NOTE 12. BANK BALANCE OTHER THAN CASH AND CASH EQUIVALENTS

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Balance in Unpaid Dividend Accounts	62.53	60.82
TOTAL	**62.53**	**60.82**

NOTE 13. LOANS

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
UNSECURED CONSIDERED GOOD		
Loan to Staff	120.06	95.58
TOTAL	**120.06**	**95.58**

NOTE 14. OTHER FINANCIAL ASSETS

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Security deposits	133.01	663.72
Subsidies receivable	37.82	37.82
Interest accured on loans and advances	826.84	0.42
TOTAL	**997.67**	**701.96**

NOTE 15. OTHER CURRENT ASSETS

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
UNSECURED - CONSIDERED GOOD		
Advance recoverable in cash or kind	2175.68	2418.13
Prepaid expenses	644.13	815.90
Advance to staff	7.06	4.01
Balance with Government Authorities	818.36	3344.79
TOTAL	**3645.23**	**6582.83**

NOTE 16. EQUITY SHARE CAPITAL

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
AUTHORISED		
4,40,00,000 Equity Shares of ₹ 10/- each (4,40,00,000 of Equity Shares of ₹ 10/- each)	4400.00	4400.00
21,00,000 Redeemable Preference Shares of ₹ 100/- each (21,00,000 Redeemable Preference Shares of ₹ 100/-each)	2100.00	2100.00
TOTAL	**6500.00**	**6500.00**
ISSUED, SUBSCRIBED AND FULLY PAID UP		
1,25,39,700 Equity Shares of ₹ 10/- each (1,25,39,700 Equity Shares of ₹ 10/- each)	1253.97	1253.97
TOTAL	**1253.97**	**1253.97**

a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

PARTICULARS	As at 31.03.2023		As at 31.03.2022	
	No. of shares	Amount (₹ in Lakhs)	No. of shares	Amount (₹ in Lakhs)
EQUITY SHARES				
At the beginning of the period	12539700	1253.97	12539700	1253.97
At the end of the period	12539700	1253.97	12539700	1253.97

b. Details of shareholders holding more than 5% shares in the company

NAME OF THE SHAREHOLDERS	As at 31.03.2023		As at 31.03.2022	
	No. of shares	% of holdings	No. of shares	% of holdings
i. S V Balasubramaniam	1056232	8.42	1056232	8.42
ii. SVB Holdings Private Limited	5517841	44.00	5517841	44.00
iii. Gagandeep Credit Capital Pvt Ltd	687242	5.48	687092	5.48

c. Terms/rights attached to equity shares

The company has issued only one class of equity shares having face value of ₹ 10/- each. One equity share carries one vote. The members are entitled to vote in accordance with their shareholding. The Company declares and pays dividend in Indian rupees. The dividend recommended by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

d. Details of shares held by Promoters at the end of the year

PARTICULARS	As at 31.03.2023		As at 31.03.2022		Changes during the year	
	No. of Shares	% of Total Shares held	No. of Shares	% of Total Shares held	No. of Shares	% of Total Shares held
S V Balasubramaniam	1056232	8.42%	1056232	8.42%		
B Soundaram	479349	3.82%	479349	3.82%		
B Saravanan	175758	1.40%	175758	1.40%		
B Murali - HUF	126196	1.01%	126196	1.01%		
SVB Holdings Private Limited	5517841	44.00%	5517841	44.00%		
Kerala Alcoholic Products Private Limited	4900	0.04%	4900	0.04%		
Total	**7360276**	**58.70%**	**7360276**	**58.70%**		

NOTE 17. OTHER EQUITY

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023		As at 31.03.2022	
	Details	Total	Details	Total
Capital Reserve		756.25		756.25
Securities Premium account		8503.35		8503.35
Capital Redemption Reserve		1846.00		1846.00
General Reserve				
Opening Balance	127244.81		119744.81	
Add : Transfer from statement of profit and loss	10000.00		7500.00	
Closing Balance		137244.81		127244.81
Retained Earnings				
Opening balance	2743.48		3499.06	
Add : Profit for the period	14339.14		7998.39	
	17082.62		11497.45	
Less : Appropriations :				
Dividend on Equity Shares paid	1253.97		1253.97	
Transfer to General Reserve	10000.00		7500.00	
	11253.97		8753.97	
Closing balance		5828.65		2743.48
Other Comprehensive Income		(243.65)		(8.00)
TOTAL		**153935.41**		**141085.89**

Description of nature and purpose of Reserve :

Capital Reserve is utilised in accordance with the Act and not available for distribution by way of dividend

Securities Premium represents premium on issue of Shares. The reserve will be utilised in accordance with the provisions of the Companies Act, 2013.

Capital Redemption Reserve is created for redemption of Preference Shares and it is not available for distribution by way of dividend

General Reserve is created out of retained earnings from time to time.

Retained Earnings: Retained Earnings are the profits that the company has earned till date of the balance sheet less any transfers to other reserves and dividend paid to the shareholders, if any.

Other Comprehensive Income: Other Comprehensive Income represents the cumulative gain/loss arising on measurement of Equity Instruments at fair value and remeasurement of Defined Benefit Obligation. This would not be reclassified to the statement of profit and loss.

NON-CURRENT LIABILITIES

NOTE 18. LONG TERM BORROWINGS

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023		As at 31.03.2022	
	Details	Total	Details	Total
SECURED :				
Term Loan from Banks	10125.00		4425.00	
Term Loan from Sugar Development Fund	5478.18		7772.11	
Interest Free Sales Tax Loan - Govt of Karnataka	103.24		171.29	
TOTAL		**15706.42**		**12368.40**

18.1 Rupee term loan of ₹ 300 Lakhs (₹ 700 Lakhs) from HDFC Bank Ltd is secured by pari passu first charge on the movable fixed assets of Sugar Unit I.

The loan carries Interest at the rate of 1 Year MCLR and repayable in 20 equal quarterly instalments starting from December 2018

The loan amount repayable within twelve months of ₹ 300 Lakhs (₹ 400 Lakhs) is grouped under Short Term Borrowings.

18.2 Rupee term loan of ₹ 4125 Lakhs (₹ 5625 Lakhs) from HDFC Bank Ltd is secured by pari passu first charge on the movable fixed assets of Distillery Plant at Unit II.

The loan carries Interest at the rate of 0.20% over applicable six months MCLR and repayable in 20 equal quarterly instalments from March 2021

The loan amount repayable within twelve months of ₹ 1500 Lakhs (₹ 1500 Lakhs) is grouped under Short Term Borrowings.

18.3 Working Capital Rupee term loan of ₹ 12500 Lakhs (Nil) from The Federal Bank Ltd is secured by way of exclusive charge against receivable from TANGEDCO for supply of power from Cogeneration units and Wind mills.

The loan carries Interest at the rate of Repo Rate plus sperad of 1.40% and repayable in 12 equal quarterly instalments from December 2022

The loan amount repayable within twelve months of ₹ 5000 Lakhs (Nil) is grouped under Short Term Borrowings.

18.4 Loan from Sugar Development Fund (Government of India) availed for modernisation of Sugar Unit-I, amounting to ₹ 1139.62 Lakhs (₹ 1139.62 Lakhs) is secured by way of pari passu first charge basis on the immovable and movable properties of Sugar Plant at Unit-I.

The loan carries interest at the rate of 2% below the bank rate prevailing on the date of disbursement. Repayment of principal and payment of interest thereon commences after the expiry of one year from the repayment of bank term loan and interest thereon or on the expiry of a period of 5 years reckoned from the date of disbursement whichever is earlier in ten half yearly instalments.

The loan amount repayable within twelve months of ₹ 113.96 Lakhs (Nil) is grouped under Short Term Borrowings.

18.5 Loan from Sugar Development Fund (Government of India) availed for modernisation cum expansion of Sugar Unit-III, amounting to ₹ 2128.17 Lakhs (₹ 2736.21 Lakhs) is secured by way of pari passu first charge basis on the immovable and movable properties of Sugar Plant at Unit-III.

The loan carries interest at the rate of 2% below the bank rate prevailing on the date of disbursement and repayable in ten half yearly instalments from December 2021.

The loan amount repayable within twelve months of ₹ 608.04 Lakhs (₹ 608.04 Lakhs) is grouped under Short Term Borrowings.

18.6 Loan from Sugar Development Fund (Government of India) availed for setting up of 20 MW bagasse based cogeneration plant at Sugar Unit-III, amounting to ₹ 1053.20 Lakhs (₹ 1474.75 Lakhs) is secured by way of pari passu first charge basis on the immovable and movable properties of Cogeneration Plant at Unit-III.

The loan carries interest at the rate of 2% below the bank rate prevailing on the date of disbursement. Interest shall be paid half yearly for the first three years from the date of each disbursement after which it shall be paid half yearly alongwith repayment of principal.

Repayment of principal shall commence after expiry of three years reckoned from the date of each disbursement and it shall be paid in ten half yearly instalments.

The loan amount repayable within twelve months of ₹ 421.55 Lakhs (₹ 421.55 Lakhs) is grouped under Short Term Borrowings.

18.7 Loan from Sugar Development Fund (Government of India) availed for expansion of distillery plant at Sugar Unit-II from 60 KLPD to 150 KLPD for production of ethanol from molasses with spent wash incineration to achieve ZLD, amounting to ₹ 3451.13 Lakhs (₹ 4601.50 Lakhs) is secured by way of pari passu first charge basis on the immovable and movable properties of Sugar Unit - II.

The loan carries interest at the date of 2% below the bank rate prevailing on the date of disbursement. Repayment of loan shall commence after the expiry of one year from the date of each disbursement of the loan and shall be in eight half yearly instalment. The interest shall be paid annually for the first year from the date of disbursement after which it shall be paid half yearly alongwith instalments.

The loan amount repayable within twelve months of ₹ 1150.38 Lakhs (₹ 1150.38 Lakhs) is grouped under Short Term Borrowings.

18.8 The purchase tax of ₹ 171.29 Lakhs (₹ 239.34 Lakhs) payable to Government of Karnataka for purchase of Sugarcane to Sugar Unit III during the years ended 31.03.2015 and 31.03.2016 has been converted into interest free loan. The loan is secured by issue of Bank Guarantee from ICICI Bank Limited. The loan is repayable in five annual instalments from the sixth year of Conversion into Loan

The loan amount repayable within twelve months is ₹ 68.05 Lakhs (₹ 68.05 Lakhs) is grouped under Short Term Borrowings.

18.9 None of the Directors has given any Security or Guarantee to any borrowings.

NOTE 19. LEASE LIABILITIES (NON-CURRENT)

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Lease Liabilities – Ind AS 116	41.99	39.16
TOTAL	**41.99**	**39.16**

NOTE 20. OTHER NON-CURRENT FINANCIAL LIABILITIES

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Interest accrued but not due on borrowings	501.35	617.49
TOTAL	**501.35**	**617.49**

NOTE 21 PROVISIONS (NON-CURRENT)

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Provision for employee benefits	892.49	447.58
TOTAL	**892.49**	**447.58**

NOTE 22. DEFERRED TAX LIABILITIES (NET)

The major components of deferred tax liabilities / (assets) arising on account of timing differences are as follows :

Year ended 31.03.2023

(₹ in Lakhs)

PARTICULARS	As at 01.04.2022	Recognised in Statement of Profit & Loss	Recognised in Other Comprehensive Income	As at 31.03.2023
Deferred Tax Liabilities				
Difference in WDV of PPE and treatment of expenses in Income tax Act	12892.75	(696.74)	-	12196.01
Total Deferred Tax Liabilities (A)	**12892.75**	**(696.74)**	**-**	**12196.01**
Deferred Tax Assets				
Remeasurement benefit of the defined benefit plans and Equity Investments	21.05	-	126.57	147.62
MAT Credit Entitlement	9790.68	(3951.87)		5838.81
Total Deferred Tax Assets (B)	**9811.73**	**(3951.87)**	**126.57**	**5986.43**
DEFERRED TAX LIABILITIES (NET) (A-B)	**3081.02**	**3255.13**	**(126.57)**	**6209.58**

NOTE 22. DEFERRED TAX LIABILITIES (NET)(Contd...)

(₹ in Lakhs)

Year ended 31.03.2022

PARTICULARS	As at 01.04.2021	Recognised in Statement of Profit & Loss	Recognised in Other Comprehensive Income	As at 31.03.2022
Deferred Tax Liabilities				
Difference in WDV of PPE and treatment of expenses in Income tax Act	13069.07	(176.32)	-	12892.75
Total Deferred Tax Liabilities (A)	**13069.07**	**(176.32)**	**-**	**12892.75**
Deferred Tax Assets				
Remeasurement benefit of the defined benefit plans and Equity Investments	14.06	-	6.99	21.05
MAT Credit Entitlement	11921.01	(2130.33)		9790.68
Total Deferred Tax Assets (B)	**11935.06**	**(2130.33)**	**6.99**	**9811.73**
DEFERRED TAX LIABILITIES (NET) (A-B)	**1134.01**	**1954.01**	**(6.99)**	**3081.02**

CURRENT LIABILITIES

NOTE 23. SHORT TERM BORROWINGS

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
SECURED :		
Cash Credit Loan from banks repayable on demand	20688.23	49979.89
Current maturities of long term borrowings	9161.98	4148.02
UNSECURED :		
Short Term Loan from banks	12500.00	29500.00
TOTAL	**42350.21**	**83627.91**

23.1 Cash Credit and other Working Capital Limits/ Demand Loan sanctioned by Punjab National Bank consortium consists of Punjab National Bank, Canara Bank, The Federal Bank Ltd, The Karur Vysya Bank Ltd, Indian Overseas Bank, State Bank of India, Bank of India, Axis bank Ltd, ICICI Bank Ltd and The HDFC Bank Ltd to the company are secured by way of hypothecation of current assets and other movable block assets of the sugar units I, II, III, IV and V and third mortgage on the immovable properties of the Sugar units I, II, III, IV and V.

The credit limit availed as at 31.03.2023 is ₹ 20688.23 Lakhs (₹ 49979.89 Lakhs)

The availed limits are repayable on demand and carries interest rates between Bank's MCLR plus 0% and 1.85% per annum.

23.2 The Unsecured Short term loan of Nil (₹ 8000 Lakhs) from HDFC Bank Ltd is repayable within one hundred and eighty days from the date of availment and carries interest at the rate of 4.50% per annum.

The Unsecured short term loan of ₹ 12500 lakhs (₹ 12500 lakhs) from The Federal Bank Ltd is repayable within ninety days from the date of availment and carries interest at 7.35% per annum.

The Unsecured short term loan of Nil (₹ 9000 lakhs) from Axis Bank Ltd is repayable within a period ranges from thirty days to one hundred and eighty days from the date of availment and carries interest at 4.50% per annum.

NOTE 24. LEASE LIABILITIES (CURRENT)

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Lease Liabilities - Ind AS 116	25.10	27.85
TOTAL	**25.10**	**27.85**

NOTE 25. TRADE PAYABLES

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Micro and Small Enterprise	137.04	97.75
Others	7957.57	8569.61
TOTAL	**8094.61**	**8667.36**

The outstanding dues to Micro and Small Enterprises has been determined based on the information collected by the company.

There are no dues of Micro and Small Enterprises exceeding 45 days from the date of acceptance.

Additional Disclosure

PARTICULARS	As at 31.03.2023	As at 31.03.2022
a) Principal amount and Interest due thereon remaining unpaid to any supplier at the end of the period	137.04	97.75
b) Interest paid by the Company in terms of Section 16 of the MSMED Act, 2006 along with the amount of the payment made to the supplier beyond the appointed day during the period	-	-
c) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding the interest specified under this Act	-	-
d) Interest accrued and remaining unpaid as at the end of the period	-	-
e) Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise	-	-

TRADE PAYABLES AGEING SCHEDULE:

(₹ in Lakhs)

PARTICULARS	Not due	Outstanding for following periods from due date of payments				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
As at 31.03.2023						
Undisputed Dues:						
i) MSME	137.04	–	–	–	–	137.04
ii) Others	6660.26	749.28	423.24	60.21	64.58	7957.57
Disputed Dues:	–	–	–	--	–	–
Total	**6797.30**	**749.28**	**423.24**	**60.21**	**64.58**	**8094.61**
As at 31.03.2022						
Undisputed Dues:						
i) MSME	97.75	–	–	–	–	97.75
ii) Others	7405.95	974.28	120.42	16.92	52.04	8569.61
Disputed Dues:	–	–	–	--	–	–
Total	**7503.70**	**974.28**	**120.42**	**16.92**	**52.04**	**8667.36**

NOTE 26. OTHER CURRENT FINANCIAL LIABILITIES

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Payable on purchase of fixed assets	583.30	1121.20
Trade or security deposits received	590.62	573.13
Interest accrued but not due on borrowings	182.12	194.43
Unpaid Dividend	62.53	60.82
TOTAL	**1418.57**	**1949.58**

NOTE 27. OTHER CURRENT LIABILITIES

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Advance from customers	578.79	382.61
Statutory remittances	1273.55	893.28
Other payables	2374.43	1513.38
TOTAL	**4226.77**	**2789.27**

NOTE 28. PROVISIONS (CURRENT)

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
For employee benefits	956.48	655.61
TOTAL	**956.48**	**655.61**

NOTE 29. CURRENT TAX LIABILITIES (NET)

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Provision for Income Tax (Net)	254.88	241.29
TOTAL	**254.88**	**241.29**

NOTE 30. REVENUE FROM OPERATIONS

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2023		Year ended 31.03.2022	
	Details	Total	Details	Total
SALE OF PRODUCTS				
MANUFACTURED GOODS				
Sugar	186592.02		154013.95	
Molasses	4192.06		7234.45	
Bagasse	2374.86		1973.71	
Granite Products	2104.18		3794.74	
Alcohol	30865.49		7409.72	
Power	22574.92		19676.19	
Agrinatural Fertilizers	1124.93		796.82	
Pressmud	11.56		10.34	
		249840.02		**194909.92**
TRADED GOODS				
Granite Products	308.09		2.41	
Fertiliser & Pesticides	1076.10		862.81	
		1384.19		**865.22**
SALE OF SERVICES				
Handling and Hire charges		**719.49**		**891.58**
OTHER OPERATING REVENUE				
Government subsidies			2879.28	
Sale of Scrap and Store material	351.62		217.82	
Other Claims	262.27		45.17	
		613.89		**3142.27**
TOTAL		**252557.59**		**199808.99**

NOTE 31. OTHER INCOME

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2023		Year ended 31.03.2022	
	Details	Total	Details	Total
Interest income :				
Late Payment Surcharge on receivables from TANGEDCO (Refer Note No. 59)	3289.36			
On deposits and other loans & advances	240.13		227.17	
		3529.49		227.17
Dividend income from long term investments		3.77		0.51
Other non-operating income :				
Rent receipts from operating leases	281.32		251.42	
Profit on sale of Property, Plant & Equipment (Net)	0.91			
Gain on Exchange Flucutation (net)	48.22		32.11	
Other Service receipts	69.19		73.63	
Net gain on Modification / termination of Lease	0.48			
Miscellaneous income	2.54		2.33	
		402.66		359.49
TOTAL		**3935.92**		**587.17**

NOTE 32. COST OF MATERIALS CONSUMED

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2023		Year ended 31.03.2022	
	Details	Total	Details	Total
Opening Stock of Raw Materials:				
Molasses			531.72	
Granite rough blocks	423.48		382.32	
Pressmud	24.27		10.31	
		447.75		924.35
Add: Purchase of Raw Materials :				
Sugarcane	167265.03		143053.44	
Molasses	386.78		69.73	
Granite rough blocks	1008.26		408.97	
Pressmud	14.40		77.67	
		168674.47		143609.81
		169122.22		**144534.16**

NOTE 32. COST OF MATERIALS CONSUMED (Contd...)

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2023		Year ended 31.03.2022	
	Details	Total	Details	Total
Less: Closing Stock of Raw Materials :				
Molasses	1280.61		-	
Granite rough Blocks	387.60		423.48	
Pressmud	2.23		24.27	
		1670.44		447.75
Raw Material Consumed		167451.78		144086.41
Packing Material Consumed		2750.74		2009.66
TOTAL		**170202.52**		**146096.07**

NOTE 33. PURCHASE OF STOCK - IN - TRADE

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2023	Year ended 31.03.2022
Granite Products	159.58	23.45
Fertiliser & Pesticides	248.77	219.96
TOTAL	**408.35**	**243.41**

NOTE 34. CHANGES IN INVENTORIES

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2023		Year ended 31.03.2022	
	Details	Total	Details	Total
I. FINISHED GOODS :				
a. Opening Stock :				
Sugar	83857.50		87462.17	
Molasses	4247.00		2047.94	
Bagasse	662.86		219.61	
Granite Products	3709.32		2806.98	
Alcohol	382.54		679.85	
Agrinatural Fertilizers	44.07		46.37	
	92903.29		**93262.92**	

NOTE 34. CHANGES IN INVENTORIES (Contd...)

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2023		Year ended 31.03.2022	
	Details	Total	Details	Total
b. Closing Stock :				
Sugar	78245.84		83857.50	
Molasses	2326.16		4247.00	
Bagasse	1027.64		662.86	
Granite Products	4395.44		3709.32	
Alcohol	1540.86		382.54	
Agrinatural Fertilizers	72.89		44.07	
	87608.83		**92903.29**	
(a) - (b)		**5294.46**		**359.63**
II. WORK IN PROGRESS :				
a. Opening Stock :				
Sugar	1812.29		1160.40	
Molasses	227.13		137.44	
Pressmud	61.80		65.85	
	2101.22		**1363.69**	
b. Closing Stock :				
Sugar	2119.56		1812.29	
Molasses	232.70		227.13	
Pressmud	47.31		61.80	
	2399.57		**2101.22**	
(a) - (b)		**(298.35)**		**(737.53)**
TOTAL		**4996.11**		**(377.90)**

NOTE 35. EMPLOYEE BENEFITS EXPENSE

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2023	Year ended 31.03.2022
Salaries, wages and allowances	12040.64	9757.61
Contribution to Provident and other funds	1134.13	825.15
Staff Welfare expenses	1212.71	1073.81
TOTAL	**14387.48**	**11656.57**

NOTE 36. FINANCE COSTS

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2023	Year ended 31.03.2022
Interest Expenses	4868.27	3114.89
Interest on lease liabilities (Ind AS 116)	5.59	7.55
Other borrowing costs	58.46	51.56
TOTAL	**4932.32**	**3174.00**

NOTE 37. DEPRECIATION AND AMORTISATION EXPENSES

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2023	Year ended 31.03.2022
Depreciation and Amortisation on account of		
Property, Plant and Equipment	7377.10	6759.05
Right-of Use Assets	26.65	26.62
TOTAL	**7403.75**	**6785.67**

NOTE 38. OTHER EXPENSES

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2023		Year ended 31.03.2022	
	Details	Total	Details	Total
Consumption of stores and spare parts		5227.76		3986.96
Power and fuel		8664.29		4312.38
Water charges		305.57		206.45
Rent		70.92		63.17
Cane development expenses		1701.75		1116.82
Repairs and maintenance :-				
Buildings	1324.15		892.37	
Plant and Machinery	6000.63		4586.16	
Vehicles	775.08		656.42	
Others	311.49		280.79	
		8411.35		6415.74
Effluent disposal expenses		704.69		124.86
Insurance charges		445.68		439.63
Rates and taxes		582.06		457.17
Telephone & Fax charges		55.59		47.15
Travelling expenses		355.96		276.87
Printing and Stationery		79.88		64.41
Directors' sitting fees		3.20		3.50
Advertisement		10.25		6.42
Other Administrative expenses		170.64		127.97
Freight and forwarding		644.31		713.80
Selling and distribution expenses		746.18		1078.25
Sales commission		8.55		5.07
Donations		2.03		3.51
Corporate Social Responsibility expenses (Refer Note No.41)		247.40		222.92
Legal and professional charges		98.93		103.62
Agricultural expenses (net)		4.01		16.85
Expected Credit Loss and Impairment		3543.16		565.60
Net Fair value change in Biological Assets		4.92		
Loss on sale of Property, Plant & Equipment (Net)				255.87
Auditor's Remuneration				
Statutory Audit	20.00		20.00	
Tax representation	23.33		2.00	
Certification and other services	8.92		8.17	
Reimbursement of expenses	0.20	52.45	0.25	30.42
TOTAL		**32141.53**		**20645.41**

NOTE 39. TAX EXPENSES

i) Tax Expenses recognised in the Statement of Profit & Loss

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2023	Year ended 31.03.2022
Current Tax		
On Taxabale Income for the year	4396.13	2220.53
Adjustments in respect of earlier years	31.05	
Total Current Tax expenses	**4427.18**	**2220.53**
Deferred Tax		
In respect of current year	(696.75)	(176.32)
MAT credit utilised	3951.88	2130.33
Total Deferred Tax expenses	**3255.13**	**1954.01**
Income Tax Expenses recognised in Statement of Profit and Loss	**7682.31**	**4174.54**

ii) Tax Expenses recognised in Other Comprehensive Income

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2023	Year ended 31.03.2022
Tax Expense/(Benefit) on		
Fair Value Gain/(Loss) on Equity Instruments through OCI	17.41	9.19
Remeasurement of Defined Benefit Plan	(143.98)	(16.18)
Tax Expenses/(Benefits) recognised in Other Comprehensive Income	**(126.57)**	**(6.99)**

iii) Reconciliation of Income Tax Expenses and Accounting Profit

The Income tax expense for the year can be reconciled to the accounting profit as follows :

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2023	Year ended 31.03.2022
Profit before tax	22021.45	12172.93
Income Tax Rate	34.944%	34.944%
Income tax expenses calculated on accounting profit	**7695.18**	**4253.71**
Tax effect of the amounts which are not deductible/(taxable) in calculating taxable income		
Expenses that are not deductible in determining taxable profit	3433.10	2743.45
Expenses that are deductible in determining taxable profit	(2705.20)	(2151.30)
Income exempted from Income Taxes	1.40	5.89
Incentive tax credits	(773.22)	(677.21)
Adjustments in respect of earlier years	31.05	
Income tax recognised in the statement of profit and loss	**7682.31**	**4174.54**

The Company has made an assessment on the impact of section 115 BAA of the Income Tax Act, 1961 and decided to continue with the existing tax structure until utilization of all accumulated MAT credit.

NOTE 40. DETAILS OF UNDISCLOSED INCOME, IF ANY : Nil

NOTE 41. EXPENDITURE INCURRED ON CORPORATE SOCIAL RESPONSIBILITIES

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2023	Year ended 31.03.2022
Amount required to be spent by the Company during the year	244.59	221.51
Amount of Expenditure Incurred	247.40	222.92
Shortfall at the end of the year	-	-
Total of Previous years shortfall	-	-

Nature of CSR Activities

(₹ in Lakhs)

PARTICULARS	Schedule	Year ended 31.03.2023	Year ended 31.03.2022
Preventive Health Care, Sanitation and supply of Oxygen Plants	I	0.69	127.80
Promoting Education	II	103.60	52.04
Conservation of Natural Resources	IV	43.83	43.08
Rural Development Projects	X	99.28	-
Total Expenditure Incurred		**247.40**	**222.92**
Balance to be carried forward		**2.81**	**1.41**

Other Disclosures with respect to Corporate Social Responsibility Expenditure

i) The Company has not made any contribution to Related Parties in relation to CSR Expenditure.

ii) The Company has not made any provision in relation to CSR Expenditure during the year and any previous years

NOTE 42. DETAILS OF CRYPTO CURRENCY OR VIRTUAL CURRENCY, IF ANY : Nil

43. CONTINGENT LIABILITIES AND COMMITMENTS (to the extent not provided for) CONTINGENT LIABILITIES

43. 1. The company has preferred a Writ Appeal before the Division Bench of the Hon'ble High Court, Madras challenging the Order pronounced in Writ Petition No. 4030/2002 dated 28.02.2006 in connection with increase in rate of water charges and the method of computation of water charges pursuant to the G.O. No.474 dated 13.11.2001 for the water drawn for industrial purposes. The approximate amount under dispute is ₹ 608.45 Lakhs (₹ 577.24 Lakhs)

43.2. Sugar Unit-I at Sathyamangalam was permitted to sell 100% of the sugar production as Free Sugar for a period of 8 years from 1985-86 Sugar Reason. Chief Director (Sugar), Directorate of Sugar Department of Food New Delhi has restricted the entitlement of Free sale Sugar Incentive to 275000 quintals production per season by a subsequent notification. A Writ Petition has been filed in the Madras High Court Challenging the restriction imposed and interim injunction has been obtained. By virtue of injunction order the entire production was sold as Free Sugar. The approximate unprovided quantum under dispute is ₹ 683.35 Lakhs.

43.3 The Company has received a demand for payment of excise duty for ₹ 148.44 lakhs on the machineries purchased for co-

generation plant in Sugar Unit-II which have been cleared by the manufacturers based on the certificates alleged to have been forged by an Official in the Ministry of Finance. The Company has remitted the amount under protest. The company opted for obtaining a valid certificate for which steps have been taken through a writ petition filed in Hon'ble High Court of Madras.

43.4 The Company has Income Tax demand of ₹ 139.36 lakhs for the assessment years from 2015-16 to 2018-19. The Company has preferred appeal before Commissioner of Income Tax (Appeals) in respect of the Income Tax proceedings of the above mentioned assessment years.

COMMITMENTS

43.5. Estimated amount of contracts remaining to be executed on capital account - Tangible Assets not provided for is ₹ 8120.07 Lakhs (₹ 2116.49 lakhs).

NOTE 44. LEASES :

Company as Lessee:

A. Movement in Right of Use Assets

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Opening Balance	62.12	61.67
Additions during the year	31.37	27.07
Adjustments / Deletions during the year	(3.21)	
Depreciation	(26.65)	(26.62)
Closing Balance	63.63	62.12

The depreciation on Right of use assets is included under Depreciation & Amortisation expenses in the Statement of Profit & Loss

B. Movement in Lease Liabilities

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Opening Balance	67.01	65.59
Additions during the year	31.37	27.07
Adjustments/deletions during the year	(3.68)	
Interest on lease liabilities	5.59	7.55
Payment of lease liabilities	(33.20)	(33.20)
Closing Balance	67.09	67.01

i) The Interest on lease liabilities is included under Finance Costs in the Statement of Profit & Loss

ii) The payment of Principal and Interest on lease liabilities has been disclosed under Financing activities in the statement of cash flow.

C. Break-up of current and non-current lease liabilities (₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Lease Liabilities - Non Current	41.99	39.16
Lease Liabilities- Current	25.10	27.85
TOTAL	**67.09**	**67.01**

D. Contractual Maturity Analysis of lease liabilities on an undiscounted basis (₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Less than one year	30.20	33.20
One to five years	46.00	43.60
More than five years	-	-
TOTAL	**76.20**	**76.80**

45. DISCLOSURE UNDER IND AS 19 :

i) DEFINED CONTRIBUTION PLAN :

The Company has defined contribution plan like Provident Fund and Employees State Insurance Scheme for the benefit of employees. Contributions are made at the specified rate of percentage to payroll cost as per the regulations to fund the benefits. The expenses recognised in the statement of profit and loss is ₹ 770.10 Lakhs (₹ 663.54 Lakhs)

ii) DEFINED BENEFIT PLAN :

GRATUITY

The company provides the Gratuity benefit through annual contributions to the fund managed by Life Insurance Corporation of India (LIC).

The defined benefit plans expose to the actuarial risks such as:

a) Interest Rate Risk:

The present value of the defined benefit plan obligation is calculated using a discount rate determined by reference to government bond yields. A fall in interest rates will result in an increase in the ultimate cost of providing the above benefit and will thus result in an increase in the value of the obligation.

b) Salary Risk:

The present value of the defined benefit plan is calculated based on the salary of plan participants in the future. Accordingly, an increase in salary of the plan participants will increase the defined benefit obligation and will have an exponential effect.

c) Investment Risk:

The present value of the defined benefit plan obligation is calculated using a discount rate determined by reference to government bond yields. If there are significant changes in the discount rate during the inter valuation period, it can result in wide fluctuations in the net liability or plan assets

d) Variability in mortality rates:

The present value of the defined benefit plan obligation is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. If actual mortality rates are higher than the assumed mortality rate assumption, there is a risk of payment of gratuity benefits earlier than expected.

The following table sets out the details of the defined benefits obligations and amount recognised in the financial statements

PARTICULARS	GROUP GRATUITY	
	31.03.2023	31.03.2022
PRINCIPAL ACTUARIAL ASSUMPTIONS		
Discount Rate (%)	7.54	7.49
Salary Escalation rate (%)	6.50	6.50
Expected Return on Plan Assets (%)	7.49	7.09
Attrition Rate (%)	3.00	3.00

A NET ASSET/ (LIABILITY) RECOGNISED IN BALANCE SHEET AT THE BEGINNING OF THE YEAR

(₹ in Lakhs)

Present value of Defined Benefit Obligation	3908.72	3622.33
Fair Value of Plan Assets	3908.72	3622.33
Net Asset/(Liability) Recognised in Balance Sheet	–	–

B DISCLOSURE OF EMPLOYER EXPENSE

Current Service Cost (including risk Premium for fully insured benefits)	244.67	192.29
Net Interest Expenses / (Income)	(3.20)	(8.17)
Total Employer Expense Recognised in the Statement of Profit & Loss	**241.47**	**184.12**

45 DISCLOSURE UNDER IND AS 19 Contd.... :

(₹ in Lakhs)

PARTICULARS	GROUP GRATUITY	
	31.03.2023	31.03.2022

C OTHER COMPREHENSIVE INCOME

Remeasurement of Defined Benefit Obligation		
Effect of Changes in Financial assumptions	(18.28)	(127.09)
Effect of Changes in Experience adjustments	431.23	169.58
(Return)/Loss on Plan Assets	(0.91)	3.81
Net Cost in Other comprehensive Income	**412.04**	**46.30**

D CHANGE IN OBLIGATIONS AND ASSETS

Change in Obligations

Present Value of Defined Benefit Obligation at the Beginning of the period	3908.72	3622.33
Employer Service Cost	244.67	192.29
Interest Cost	283.15	249.80
Actuarial(Gains)/Losses	412.95	42.49
Benefits Payments	(256.72)	(198.19)
Present Value of Defined Benefit Obligation at the end of Period	**4592.77**	**3908.72**

Change in Assets

Fair value of Plan Assets at Beginning of Period	3908.72	3622.33
Expected Return on Plan Assets	286.35	257.97
Actuarial Gain/(Loss)	0.91	(3.81)
Actual Company Contributions Less Risk Premium	85.45	230.42
Benefit payments	(256.72)	(198.19)
Fair value of Plan Assets at the end of Period	**4024.71**	**3908.72**

E NET ASSET / (LIABILITY) RECOGNISED IN BALANCE SHEET AT THE END OF THE YEAR

Present Value of Defined Benefit Obligation	4592.77	3908.72
Fair value of Plan Assets	4024.71	3908.72
NET ASSET / (LIABILITY) RECOGNISED IN BALANCE SHEET	**568.06**	–

45 DISCLOSURE UNDER IND AS 19 Contd.... :

F SENSITIVITY ANALYSIS

The significant actuarial assumptions for the determination of the defined benefit obligations are discount rate and expected salary increase. The sensitivity analysis below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The defined benefit obligation increases / (decrease) as follows:

(₹ in Lakhs)

PARTICULARS	31.03.2023	31.03.2022
Discount Rate		
+100 basis points	(365.40)	(317.07)
-100 basis points	424.91	369.38
Salary Growth		
+100 basis points	404.46	357.43
-100 basis points	(357.29)	(313.74)

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligations as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumption may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligations has been calculated using the Projected Unit Credit Method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the balance sheet.

The expected contribution to the plan for the next Annual reporting period is ₹ 208.40 Lakhs (₹ 146.03 lakhs)

Maturity Profile of the Defined Benefit Obligation :

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Less than 1 year	326.10	290.15
1-2 years	301.34	261.08
2-3 years	340.91	231.45
3-4 years	305.50	280.47
4-5 years	303.69	237.01
More than 5 years	3015.23	2608.56
Defined Benefit Obligation	**4592.77**	**3908.72**

LONG TERM COMPENSATED ABSENCES

The assumption used for computing the long term accumulated compensated absences on actuarial basis are as follows:

(₹ in Lakhs)

ASSUMPTION	31.03.2023	31.03.2022
Discount Rate (%)	7.54	7.49
Salary Escalation rate (%)	6.50	6.50
Expected Return on Plan Assets (%)	7.49	7.09
Attrition Rate (%)	3.00	3.00

46. SEGMENT INFORMATION FOR THE YEAR ENDED 31ST MARCH 2023

Revenues and expenses directly attributable to segments are reported under each reportable segment. Expenses which are not directly identifiable to each reportable segment have been allocated on the basis of associated revenues of the segment/manpower efforts. Income or Expenses which are not attributable or allocable to segments have been disclosed as unallocable Income / Expenses. Assets and liabilities that are directly attributable or allocable to segments are disclosed under each reportable segment. Geographical revenues are allocated based on the location of the customer. The Company has the following operating segments, which are its reportable segments.

Operating segment disclosures are consistent with the information provided to and reviewed by the Chief Operating Decision Maker (CODM).

These operating segments have been identified on the basis of nature of products and other quantitative criteria specified in the Ind AS 108.

Segment	Sugar	Power	Distillery	Granite Products
Product	Sugar	Power	Alcohol	Granite Products

(₹ in Lakhs)

PARTICULARS	Sugar		Power		Distillery		Granite Products		Unallocated		TOTAL	
YEAR ENDED	31.03.2023	31.03.2022	31.03.2023	31.03.2022	31.03.2023	31.03.2022	31.03.2023	31.03.2022	31.03.2023	31.03.2022	31.03.2023	31.03.2022
PRIMARY												
Segment Revenue	245069.66	192726.10	54350.42	41190.58	31341.77	7859.91	2458.95	3825.92			333220.80	245602.51
Intersegment Revenue	48930.82	24478.88	31728.16	21298.48	4.23	16.16					80663.21	45793.52
	196138.84	168247.22	22622.26	19892.10	31337.54	7843.75	2458.95	3825.92			252557.59	199808.99
RESULT												
Segment Result	6414.62	1442.17	13195.08	13227.88	8338.00	844.19	(1353.38)	(485.66)			26594.32	15028.58
Add: Un-allocable Income											359.45	318.35
Operating Profit											26953.77	15346.93
Less: Finance Costs											4932.32	3174.00
Tax expenses											7682.31	4174.54
Profit after Tax											**14339.14**	**7998.39**
OTHER INFORMATION												
Segment Assets	156586.27	174552.12	33741.73	35958.76	31604.78	28528.41	8924.92	8806.12	5010.15	9006.98	235867.85	256852.39
Segment Liabilities	47861.80	89906.55	13907.11	1753.57	8067.29	11077.26	236.56	251.30	10605.71	11523.85	80678.47	114512.53
Capital expenditure	1864.62	803.07	65.26	103.92	8420.19	15313.92	45.15	399.73			10395.22	16620.64
Depreciation	3682.62	3866.83	1110.63	1227.83	2207.13	1145.42	403.37	545.59			7403.75	6785.67
SECONDARY												
Revenue by Geographical Market												
India	163395.10	129182.27	22622.26	19892.10	31337.54	7843.75	360.64	599.81			217715.54	157517.93
Outside India*	32743.74	39064.95					2098.31	3226.11			34842.05	42291.06

All non-current assets of the Company are located in India.

There are no transactions with single external customer which amounts to 10% or more of the Company's revenue.

* Includes merchants export.

47 RELATED PARTY DISCLOSURES AS REQUIRED UNDER IND AS-24 ISSUED BY THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA ARE GIVEN BELOW :

A KEY MANAGEMENT PERSONNEL :

Sri S V Balasubramaniam, Chairman
Sri B Saravanan, Managing Director
Sri C Palaniswamy, Company Secretary
Sri M Ramprabhu, Chief Financial Officer

B RELATIVES OF KEY MANAGEMENT PERSONNEL

Smt B Soundaram	Wife of Sri S V Balasubramaniam, Chairman and Mother of Sri B Saravanan, Managing Director

C COMPANY HAVING SIGNIFICANT INFLUENCE

SVB Holdings Private Limited

D NON EXECUTIVE INDEPENDENT DIRECTORS

Sri A K Perumalsamy
Sri E P Muthukumar (Resigned from the board effective from the conclusion of the Board meeting held on 10.08.2022.)
Sri T Gundan
Sri M P Vijayakumar
Dr Radha Ramani

E ENTERPRISE OVER WHICH KEY MANAGERIAL PERSONNEL ARE ABLE TO EXERCISE SIGNIFICANT INFLUENCES (OTHER RELATED PARTIES)

1. Annamallai Enterprise Private Limited
2. Annamallai Estates Private Limited
3. Bannari Amman Enterprises Private Limited
4. Bannari Amman Exports Private Limited
5. Bannari Enterprises Private Limited
6. Bannari Amman Finance Private Limited
7. BIT Techno Products Private Limited
8. Goldmine Corporate Investment Private Limited
9. Kandiamman Enterprises Private Limited
10. Kerala Alcoholic Products Private Limited
11. Kumaraguru Enterprises Private Limited
12. Mehru Enterprises Private Limited
13. Mylvagana Enterprises Private Limited
14. Shiva Cargo Movers Private Limited
15. Shiva Distilleries Private Limited
16. Shiva Hi-Tech Infrastructure Private Limited
17. Soundram Enterprises Private Limited
18. SVB Enterprise Private Limited
19. Velmuruga Enterprises Private Limited

RELATED PARTY TRANSACTIONS FOR THE YEAR ENDED 31.3.2023

(₹ in Lakhs)

PARTICULARS	Key Management Personnel	Relative Key Managerial Personnel	Non Executive Independent Directors	Company having Significant Influence	Other Related parties
Purchase of Goods					5.80 (6.49)
Sale of Goods	7.18 (Nil)	0.94 (Nil)		0.39 (0.57)	8769.90 (63.86)
Remuneration	1646.62 (957.60)				
Directors sitting fees			3.20 (3.50)		
Availing services					78.42 (194.07)
Rent paid					35.04 (35.04)
Rent receipt				0.14 (0.14)	2.91 (2.54)
Repayment of Loan				Nil (1000.00)	Nil (4000.00)(*)
Payable as on 31.3.2023	1345.69 (671.70)				

(*) The repayment of interest free loan was earlier payable to SVB Holdings Pvt Ltd was transferred to Velmuruga Enterprises Pvt Ltd in terms of their scheme of arrangements and the same was repaid during the year ended 31.03.2022.

Whole time Directors' Remuneration

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2023		Year ended 31.03.2022	
CHAIRMAN				
Short Term Employee Benefit	923.17		518.10	
Post Employment Benefit	8.64		8.64	
		931.81		526.74
MANAGING DIRECTOR				
Short Term Employee Benefit	628.45		358.85	
Post Employment Benefit	7.20		7.20	
		635.65		366.05
TOTAL		**1567.46**		**892.79**

Non - Whole time Directors' Remuneration

(₹ in Lakhs)

PARTICULARS	For the Year Ended	
	31.03.2023	31.03.2022
Directors Sitting Fee	3.20	3.50

48 EARNINGS PER SHARE

PARTICULARS	For the Year Ended	
	31.03.2023	31.03.2022
a) Net Profit after tax available for equity shareholders (₹ in Lakhs)	14339.14	7998.39
b) Weighted average number of equity shares of ₹ 10/-each		
i) Number of shares at the beginning of the year	12539700	12539700
ii) Number of shares at the end of the year	12539700	12539700
iii) Weighted average number of equity shares outstanding during the year	12539700	12539700
c) Basic and diluted earnings per share (₹)	114.35	63.78

49 DETAILS OF RESEARCH AND DEVELOPMENT EXPENDITURE RECOGNISED AS AN EXPENSE

(₹ in Lakhs)

PARTICULARS	For the Year Ended	
	31.03.2023	31.03.2022
Materials	146.74	107.61

50 BORROWINGS COSTS

The Company has capitalised the specific borrowing cost of Nil (₹ 392.37 Lakhs) during the period which were incurred specifically to get ready the qualifying assets for their intended use.

51 FOREIGN CURRENCY EXPOSURES THAT ARE NOT HEDGED BY A DERIVATIVE INSTRUMENT OR OTHERWISE ARE AS UNDER :-

PARTICULARS	As at 31.03.2023		As at 31.03.2022	
	US DOLLAR	EURO	US DOLLAR	EURO
Receivables	Nil	99872	29520	208301
Payables	48090	1572	31976	25037

The dividend is paid to Non Resident shareholders in Indian Rupee by crediting to their Rupee Bank account.

52. VALUE OF RAW MATERIALS

PARTICULARS	Consumption (₹ in Lakhs)	% to total consumption
52.1 Imported Value of		
Spares and Components	306.41 (818.48)	1.12% (4.37%)
52.2 Indigenous Value of		
a Sugarcane	167265.03 (143053.44)	100% (100%)
b Granite Rough Blocks	1044.14 (1982.60)	100% (100%)
c Molasses	12193.42 (3559.79)	100% (100%)
d Pressmud	41.16 (75.74)	100% (100%)
e Spares and Components	26977.31 (17898.60)	98.88% (95.63%)

53. VALUE OF IMPORTS ON C.I.F. BASIS :

(₹ in Lakhs)

PARTICULARS	For the Year Ended	
	31.03.2023	31.03.2022
a. Capital Goods	102.91	-
b. Granite Products	-	25.27
c. Spare and Components	265.88	490.79

54. EXPENDITURE IN FOREIGN CURRENCY :

(₹ in Lakhs)

PARTICULARS	For the Year Ended	
	31.03.2023	31.03.2022
1. Travelling	6.85	--
2. Subscription	1.07	1.90

55. EARNINGS IN FOREIGN EXCHANGE :

(₹ in Lakhs)

PARTICULARS	For the Year Ended	
	31.03.2023	31.03.2022
F.O.B Value of Exports	1919.51	2029.63

56. FINANCIAL INSTRUMENTS

a) Financial Instruments by category

As at 31st March 2023

(₹ in Lakhs)

PARTICULARS	Note No.	Carrying Value		Total fair Value
		Amortised Cost	FVTOCI	
FINANCIAL ASSETS				
NON-CURRENT				
Investments	5	2.35	168.88	171.23
Trade Receivables	6	5318.91		5318.91
Other Financial Assets	7	1562.37		1562.37
CURRENT				
Trade Receivables	10	14094.61		14094.61
Cash and Cash Equivalents	11	567.97		567.97
Bank Balance other than Cash and Cash equivalents	12	62.53		62.53
Loans	13	120.06		120.06
Other Financial Assets	14	997.67		997.67
Total		**22726.47**	**168.88**	**22895.35**
FINANCIAL LIABILITIES				
NON - CURRENT				
Borrowing	18	15706.42		15706.42
Lease Liabilities	19	41.99		41.99
Other Financial Liabilities	20	501.35		501.35
CURRENT				
Borrowing	23	42350.21		42350.21
Lease Liabilities	24	25.10		25.10
Trade Payables	25	8094.61		8094.61
Other Financial Liabilities	26	1418.57		1418.57
Total		**68138.25**	**-**	**68138.25**

As at 31st March 2022

(₹ in Lakhs)

PARTICULARS	Note No.	Carrying Value		Total fair Value
		Amortised Cost	FVTOCI	
FINANCIAL ASSETS				
NON-CURRENT				
Investments	5	2.75	119.06	121.81
CURRENT				
Trade Receivables	10	34555.55		34555.55
Cash and Cash Equivalents	11	284.33		284.33
Bank Balance other than Cash and Cash equivalents	12	60.82		60.82
Loans	13	95.58		95.58
Other Financial Assets	14	701.96		701.96
Total		**35700.99**	**119.06**	**35820.05**
FINANCIAL LIABILITIES				
NON - CURRENT				
Borrowing	18	12368.40		12368.40
Lease Liabilities	19	39.16		39.16
Other Financial Liabilities	20	617.49		617.49
CURRENT				
Borrowing	23	83627.91		83627.91
Lease Liabilities	24	27.85		27.85
Trade Payables	25	8667.36		8667.36
Other Financial Liabilities	26	1949.58		1949.58
Total		**107297.75**	**-**	**107297.75**

b) Fair Value Hierarchy

Fair Value Measurement Hierarchy of Financial Instruments :

The Company uses the following Fair Value Hierarchy for determining and disclosing the fair value of the finanicial instruments.

Level 1 : quoted prices (unadjusted) in active markets for identical assets or liabilties

Level 2 : inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly or indirectly

Level 3 : inputs that are unobservable for the asset or liability.

(₹ in Lakhs)

PARTICULARS	Note No.	Level 1	Level 2	Level 3	Total fair Value
Financial Assets at FVTOCI - 31.03.2023	5	168.88	--	--	168.88
Financial Assets at FVTOCI - 31.03.2022	5	119.06	--	--	119.06

Fair Value Measured at amortised Cost:

The carrying amount of financial assets and liabilities measured at amortised cost in the financial statements are a reasonable approximation of their fair values since the company does not anticipate that the carrying amount would be significantly different from the values that would eventually be received or settled.

57. FINANCIAL RISK MANAGEMENT - OBJECTIVES & POLICIES

The Company's principal financial liabilities includes borrowings, trade payable and other financial liabilities. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include investments, trade receivables, cash and cash equivalents, Bank Balance other than cash and cash equivalent, loans and other financial assets that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management under the supervision of Risk management committee / Board of Directors oversees the management of these risks and the appropriate financial risk governance framework for the Company. The senior management provides assurance that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives.

a) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market price. Market risk comprises three types of risk: interest rate risk, currency risk and other risks, such as regulatory risk and commodity price risk. Financial Instruments affected by market risk includes investment, borrowings, trade receivable, trade payable and loans.

i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rate. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's borrowings obligations with floating interest rate. Interest rate risk is managed by maintaining a combination of fixed and floating rate debt and cash management policies.

The carrying amounts of the Company's borrowings at the end of the reporting period is as under

(₹ in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Borrowings with fixed rate of Interest	7943.40	10191.42
Borrowings with floating rate of Interest	50113.23	85804.89
Total Borrowings	**58056.63**	**95996.31**

The company determines the sensitivity of 25 basis points increase (or) decrease on borrowings with floating rate of interest. The impact on the Profit after tax at the reporting date, assuming outstanding balance and other factors remain constant for the whole year, except the rate of interest, would be ₹ 125.28 Lakhs (₹ 214.51 Lakhs).

ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rate. The Company's exposure to the risk of changes in foreign exchange rate relates primarily to the Company's foreign currency denominated financial assets and financial liabilities.

The carrying amounts of the Company's foreign currency denominated monetary assets and liabilities at the end of the reporting period is as under.

(₹ in Lakhs)

Foreign Currency	Liabilities		Assets	
	31.03.2023	31.03.2022	31.03.2023	31.03.2022
US Dollar	39.63	24.30	-	22.25
Euro	1.42	21.35	85.64	174.43
TOTAL	**41.05**	**45.65**	**85.64**	**196.68**

The above table represents total exposure of the Company towards foreign exchange denominated liabilities (net). Thedetails of unhedged exposures are given as part of Note No.51.

The company determines the sensitivity of 10% increase or decrease in the foreign currency rate. The impact on the profit after tax and total equity at the reporting date, assuming other factors constant except the exchange difference will be ₹ 4.46 Lakhs (₹ 15.10 Lakhs)

iii) Other price risk

Other price risk is the risk that the fair value of a financial instrument will fluctuate due to changes in market traded price. The Company is exposed to price risk arising mainly from investments in equity instruments recognised at FVTOCI. As at 31st March, 2023, the carrying value of such equity instruments recognised at FVTOCI amounts to ₹ 168.88 Lakhs (₹ 119.06 Lakhs). The details of such investments in equity instruments are given in Note No 5.

b) Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument leading to a financial loss. Credit risk arising from trade receivables is managed in accordance with the Company's established policy, procedures and control relating to customer credit risk management. The Company had managed the credit risk with respect to trade receivables by selling majority of sugar sales covering minimal portion on credit basis.

The Company's exposure and credit ratings of its counterparties are continuously monitored and the aggregate value of transactions is reasonably spread amongst the counterparties. The company manages the risk by credit

aprroval. Credit quality of a customer is assessed based on a detailed study of credit worthiness and accordingly individual credit limits are defined/modified.

The impairment for financial assets are based on assumptions about risk of default and expected loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's past history, existing market conditions as well as forward looking estimates at the end of each balance sheet date. The company has recognised provision for Expected Credit Loss on the financial assets in the statement of Profit and Loss.

Financial assets are written off when there is no reasonable expectation of recovery. However, the Company continues to attempt to recover the receivables and are recognised in the Statement of Profit and Loss when recovered.

c) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in raising funds to meet commitments associated with financial instruments that are settled by delivering cash or another financial asset. Liquidity risk may result for an inability to sell a financial asset quickly close to its fair value.

The Company has an established liquidity risk management framework for managing its short term, medium term and long term funding. The Company also has adequate credit facilities agreed with banks to ensure that there is sufficient cash to meet all its normal operating commitments in a timely and cost-effective manner.

(₹ in Lakhs)

Particulars	Less than 1 year	Between 1 and 5 years	More than 5 years	Total
As at 31.03.2023				
Borrowing	42350.21	15592.46	113.96	58056.63
Trade Payables	8094.61	-	-	8094.61
Lease Liabilities (Ind AS 116)	25.10	41.99	-	67.09
Other Financial Liabilities	1418.57	501.35	-	1919.92
	51888.49	**16135.80**	**113.96**	**68138.25**
As at 31.03.2022				
Borrowing	83627.91	12026.51	341.89	95996.31
Trade Payables	8667.36	-	-	8667.36
Lease Liabilities (Ind AS 116)	27.85	39.16	-	67.01
Other Financial Liabilities	1949.58	617.49	-	2567.07
	94272.70	**12683.16**	**341.89**	**107297.75**

58. CAPITAL MANAGEMENT

The objective of Capital Management is to safeguard its ability to continue as a going concern and optimise the returns to shareholders. Capital includes paid up equity capital, securities premium and all other equity reserves attributable to the equity shareholders of the Company and debt refers to Long Term Borrowings, Short Term Borrowings and Interest accrued thereon for the purpose of Capital Management of the Company.

The Company manages its capital structure and makes adjustments in light of changes in the financial condition and the requirements of the financial covenants. The capital structure of the Company consist of net debt and total equity of the Company.

In order to achieve this overall objectives, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. The Company has complied with these covenants and there have been no breaches in the financial covenants of any interest-bearing loans and borrowings.

The following table summarizes the capital of the Company :

(₹ in Lakhs)

PARTICULARS	31.03.2023	31.03.2022
Equity	152830.78	139745.61
Debt	58740.10	96808.23
Less : Cash and Cash Equivalents	567.97	284.33
Net Debt	58172.13	96523.90
Net Debt to Equity Ratio	38.06%	69.07%

59. RECOGNITION OF LATE PAYMENT SURCHARGE (LPSC)

The Company has recognised ₹ 3289.36 Lakhs towards Late Payment surcharge (LPSC) upto 03.06.2022 on the receivable as on 31.03.2022 from TANGEDCO vide The Electricity (Late Payment Surcharge and Related Matters) Rules, 2022 under Other Income. The total outstanding including LPSC will be paid by TANGEDCO in 48 monthly installments from August, 2022. The carrying amount of LPSC has been classified under Other Financial Assets in the Balance Sheet. The installments comprising receivables and LPSC beyond next twelve months is classified under non-current assets in the Balance sheet. The original due date of such trade receivables has been considered for the purpose of ageing schedule. The Expected Credit Loss on such receivables has been disclosed under Other Expenses in Statement of Profit & Loss.

60. ADDITIONAL REGULATORY INFORMATION

i) **Title Deed of Immovable Properties not held in the name of the Company:**
All immovable properties of the Company are held in the name of the Company.

ii) **Fair Value of Investment Property :**
The Company as on the reporting date doesn't have any Investment Property.

Year ended 31.03.2022

(₹ in Lakhs)

Quarter Ended	Amount as per Books of Accounts	Amount as reported in the quarterly statement filed with banks	Difference	Reason for Difference
30.06.2021	80957.71	76540.64	4417.07	The difference in value arises due to the fact that the valuation of Sugar stock as per statement provided to bank is based on the Circular issued by Reserve Bank of India RBI/2015-16 /95 dated July 1, 2015 whereas the valuation of sugar stock is in accordance with Ind AS 2 in the books of accounts and the exclusion of certain current asstets of the company in the statement filed with the bank.
30.09.2021	96735.06	88771.51	7963.55	
31.12.2021	82020.42	72692.87	9327.55	
31.03.2022	107587.35	91088.24	16499.11	

x) **Wilful Defaulter :** The Company has not been declared wilful defaulter.

xi) **Relationship with struck off companies :** Nil

xii) **Registration/ Satisfaction of charges with Registrar of Companies :** The Company does not have any charges yet to be registered or file the satisfaction of charges with Registrar of Companies beyond the statutory period.

xiii) **Layers of Companies :** The Company does not have any subsidiary or associate company.

xiv) **Approved Scheme of Arrangements:** Nil

xv) **Utilisation of Borrowed funds and Share premium:**

A) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (ultimate beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

B) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate beneficiaries) or provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

iii) **Revaluation of Property, Plant and Equipment :**
The Company has not revalued the Property, Plant and Equipment during the year.

iv) **Revaluation of Intangible Assets :**
Not Applicable.

v) **Loans and advances granted to Promoters, Directors, KMPs and the related parties :**
The Company has not granted any loans to promoters, directors, KMPs and the related parties as defined under Companies Act, 2013 either jointly or severally with any other person that are repayable on demand or without specifying any terms or period of repayment.

vi) **Capital Work-in-Progress :**
The ageing schedule of Capital Work-in-Progress has been disclosed in Note No. 2 - Property, Plant and Equipment.

vii) **Intangible Assets under development :**
Not Applicable.

viii) **Details of Benami Property :**
Nil

ix) **Reconciliation of Statement of Current Assets filed by the Company with banks for Working Capital facilities availed by the Company:**

Name of the Bank : Punjab National Bank (Consortium Leader).

Particulars of Security Provided : Current Assets of Sugar and Granite Division.

Year ended 31.03.2023

(₹ in Lakhs)

Quarter Ended	Amount as per Books of Accounts	Amount as reported in the quarterly statement filed with banks	Difference	Reason for Difference
30.06.2022	95710.65	81533.38	14177.27	The difference in value arises due to the fact that the valuation of Sugar stock as per statement provided to bank is based on the Circular issued by Reserve Bank of India RBI/2015-16 /95 dated July 1, 2015 whereas the valuation of sugar stock is in accordance with Ind AS 2 in the books of accounts and the exclusion of certain current asstets of the company in the statement filed with the bank.
30.09.2022	104424.67	97768.25	6656.42	
31.12.2022	85036.87	81904.27	3132.60	
31.03.2023	90510.44	88700.55	1809.89	

xvi) Key Financial Ratios

Particulars	Numerator	Denominator	31.03.2023	31.03.2022	Variance	Reason for Variance
Current Ratio (in times)	Current Assets	Current Liabilities	2.04	1.46	39.73%	Due to reduction in short term borrowings
Debt-Equity Ratio (in times)	Long term + Short Term Borrowings + interest accrued thereon	Shareholder's Equity	0.38	0.69	(44.93)%	Due to reduction in total borrowings on account of improved cash flows.
Debt Service Coverage Ratio (in times)	Earnings available for Debt Services (Net Profit after tax+ depreciation + interest and other non-cash adjustments)	Interest & Lease Payments + Principal Repayments	2.58	1.69	52.66%	Due to increase in profit
Return on Equity Ratio (in %)	Net Profit After Taxes	Average Shareholder's Equity	9.80	5.87	66.95%	Due to increase in profit
Inventory turnover ratio (in times)	Sale of Goods	Average Inventory	2.54	1.96	29.59%	Due to increased turnover
Trade Receivables turnover ratio (in times)	Revenue from Operations	Trade Receivables and Subsidy Receivables	12.98	5.78	124.57%	Due to improved realisation of trade receivables
Trade payables turnover ratio (in times)	Total Purchases	Trade Payables	20.89	16.60	25.84%	Due to increase in operations
Net capital turnover ratio (in times)	Revenue from Operations	Working Capital	4.25	4.45	(4.49%)	–
Net profit ratio (in %)	Net Profit After Taxes	Revenue from Operations	5.68	4.00	42.00%	Due to increase in profit
Return on Capital employed (in %)	Earnings Before Interest and Taxes (EBIT)	Capital employed	12.38	6.40	93.44%	Due to increase in profit
Return on investment (in %)	Earnings Before Interest, Depreciation and Taxes (EBIDTA)	Investment (Total Assets)	14.57	8.62	69.03%	Due to increase in profit

61. Previous year's figures have been regrouped / reclassified wherever necessary.

62. EVENTS OCCURING AFTER BALANCE SHEET DATE - PROPOSED DIVIDEND

The Board of Directors at its meeting held on 24th May 2023 has recommended a payment of final dividend of ₹ 12.50/- per equity share for the year ended 31st March, 2023 amounting to ₹ 1567.46 lakhs.

The above is subject to approval at the ensuing Annual General Meeting of the Company and hence is not recognised as a liability.

63. APPROVAL OF FINANCIAL STATEMENTS

The Financial statements are reviewed and recommended by Audit Committee and approved for issue by the Board of Directors at their meeting held on 24th May 2023.

As per our report of even date attached

For P N RAGHAVENDRA RAO & CO.,
Chartered Accountants – Firm Regn No. : 003328S

P. R. VITTEL
Partner
M No 018111

S V BALASUBRAMANIAM
Chairman
DIN 00002405

B SARAVANAN
Managing Director
DIN 00002927

C PALANISWAMY
Company Secretary

M RAMPRABHU
Chief Financial Officer

Place : Coimbatore
Date : 24.05.2023

Financial Performance - Year Wise

(₹ in Lakhs)

Financial Year	Equity Share Capital	Reserves & Surplus	Turnover*	Profit before Depreciation	Depreciation	Profit before Tax	Dividend on Equity Shares (%)
1985-1986	373.26	85.15	1421.08	247.65	192.32	55.33	15
1986-1987	374.81	150.60	1585.78	258.56	117.68	140.88	15
1987-1989 (18 months)	374.95	558.79	3157.49	743.55	200.87	542.68	25
1989-1990	375.00	821.84	2941.28	479.29	127.04	352.25	18
1990-1991	375.00	1097.53	3035.74	470.31	169.05	301.26	20
1991-1992	375.00	1381.32	4354.55	572.49	244.04	328.45	21
1992-1993	375.00	1526.96	6154.24	623.38	415.35	208.03	21
1993-1994	753.97	3004.49	5502.34	486.04	382.17	103.87	21
1994-1995	953.97	4937.00	12219.55	853.98	403.98	450.00	22
1995-1996	953.97	6107.79	15686.98	1895.45	533.78	1361.67	24
1996-1997	953.97	7201.67	16133.02	1884.43	560.90	1323.53	25
1997-1998	953.97	8704.64	14229.49	2292.81	568.50	1724.31	25
1998-1999	953.97	9737.98	20572.87	2009.33	598.43	1410.60	25
1999-2000	953.97	11071.16	23242.80	2425.92	675.51	1750.41	25
2000-2001	953.97	12728.83	30792.42	3655.88	1710.46	1945.42	27
2001-2002	953.97	12296.57	36158.79	4727.63	1652.41	3075.22	33
2002-2003	953.97	13265.96	34823.17	4429.97	2160.88	2269.09	30
2003-2004	953.97	16192.33	45778.58	7298.47	2705.14	4593.33	36
2004-2005	953.97	20070.14	38318.31	8826.31	3200.10	5626.21	45
2005-2006	953.97	27158.61	49408.86	13878.66	4307.00	9571.66	70
2006-2007	953.97	40572.76	69116.18	14570.19	3734.83	10835.36	70
2007-2008	1143.97	43825.26	60608.73	7397.92	3481.86	3916.06	70
2008-2009	1143.97	54270.49	67404.42	16597.74	3408.23	13189.51	100
2009-2010	1143.97	67301.16	85346.50	23807.83	3834.06	19973.77	100
2010-2011	1143.97	71273.33	111880.26	12692.25	7083.08	5609.17	100
2011-2012	1143.97	80355.33	126046.54	17920.15	6676.92	11243.23	100
2012-2013	1143.97	93055.51	148321.54	23430.89	5995.44	17435.45	125
2013-2014	1143.97	94256.37	107709.57	8410.18	5195.53	3214.65	125
2014-2015	1143.97	94044.97	96109.23	5159.42	5125.55	33.87	25
2015-2016	1143.97	90805.37	142741.00	9139.79	6154.07	2985.72	75
2016-2017	1253.97	105453.78	141571.72	25630.74	6945.21	18685.53	125
2017-2018	1253.97	112302.75	107504.40	18198.47	6960.50	11237.97	100
2018-2019	1253.97	118334.43	152012.66	15961.35	6677.49	9283.86	100
2019-2020	1253.97	126239.52	164553.52	19098.42	6494.04	12604.38	100
2020-2021	1253.97	134354.49	159447.43	18025.72	6572.13	11453.59	100
2021-2022	1253.97	141085.89	200186.89	18958.60	6785.67	12172.93	100
2022-2023	1253.97	153935.41	247561.48	29425.20	7403.75	22021.45	125

* Turnover = Net Sales + Closing Stock – Opening Stock

* Excludes inter-segment transfers

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