# UTTAM SUGAR MILLS LIMITED

*Corporate Office :* A-2E, III Floor, CMA Tower, Sector-24, NOIDA-201 301 Uttar Pradesh, India
Telephone : 0120-4525000 E-mail : uttamsugarnoida@uttamsugar.com


August 23, 2025

**National Stock Exchange of India Ltd.**
**Listing Department**
"Exchange Plaza", Bandra-Kurla Complex,
Bandra (E), Mumbai – 400 051

**Ref. :- Symbol – UTTAMSUGAR**

**BSE Limited**
**Listing Department**
P.J. Tower,
Dalal Street,
Fort, Mumbai – 400 001
**Ref. – Scrip Code – 532729**

**Sub:-** **AGM Updates- Annual Report of the Company and Notice convening 30th Annual General Meeting ("AGM")**

Dear Sirs,

In Continuation of our earlier intimation regarding 30th Annual General Meeting (AGM) of the Shareholders of the Company scheduled to be held on Friday, 19th September, 2025 at 12.00 noon through VC/OAVM facility, we are sending herewith Annual Report of the Company including Notice of 30th AGM for the financial year 2024-25, which is being sent to all the shareholders of the Company through electronic mode.

The Notice of the AGM and Annual Report is also being uploaded on the Company's website and can be accessed at www.uttamsugar.in.

You are requested to take the same on your records.

Thanking you,

Yours' faithfully,

**For Uttam Sugar Mills Limited**

RAJESH GARG
Digitally signed by RAJESH GARG
Date: 2025.08.23 17:31:05 +05'30'

**(RAJESH GARG)**
**Company Secretary & Compliance Officer**

Encl: As above

Uttam Sugar Mills Limited

# 30th Annual Report 2024-25

The Best Sugar you can buy

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**Forward-looking Statements**

Certain statements in this report may be regarded as forward-looking statements or forecasts but do not represent an earnings forecast or guarantee. Actual results and outcomes may differ materially from those expressed in or implied by these statements. All forward-looking statements are based solely on the views and considerations of the management.

**Read this report online**

The online version of Uttam Sugar Mills Limited referred to 'USML' Annual Report 2024-25 is available on our corporate website under the 'Investors lounge' section: **www.uttamsugar.in.**

# Corporate Information

| | |
|---|---|
| **Board of Directors** | Mr. Raj Kumar Adlakha, Managing Director<br>Mr. Shankar Lal Sharma, Executive Director<br>Mr. Gurbachan Singh Matta,<br>Non-Executive Director<br>Mr. Jasbir Singh, Independent Director<br>Mr. Ravi Kumar, Independent Director<br>Mrs. Anju Sethi, Independent Director |
| **Audit Committee** | Mr. Ravi Kumar<br>Mr. Jasbir Singh<br>Mr. Gurbachan Singh Matta |
| **Nomination and Remuneration Committee** | Mr. Jasbir Singh<br>Mrs. Anju Sethi<br>Mr. Gurbachan Singh Matta |
| **Stakeholders Relationship Committee** | Mr. Gurbachan Singh Matta<br>Mr. Shankar Lal Sharma<br>Mr. Jasbir Singh |
| **Corporate Social Responsibility Committee** | Mr. Raj Kumar Adlakha<br>Mr. Shankar Lal Sharma<br>Mrs. Anju Sethi |
| **Registered Office** | Village Libberheri, Tehsil Roorkee, District Haridwar, Uttarakhand-247667 |
| **Corporate Office** | A-2E, 3rd Floor, C.M.A. Tower, Sector – 24, Noida – 201 301 (U.P.) |
| **Bankers** | Punjab National Bank<br>State Bank of India<br>Axis Bank Limited<br>Yes Bank Limited<br>IndusInd Bank Limited<br>Uttarakhand State Co-operative Bank Ltd.<br>Zila Sahkari Bank Limited Ghaziabad<br>Muzaffarnagar District Co-operative Bank Ltd. |
| **Statutory Auditor** | M/s B.K. Kapur & Co.<br>Chartered Accountants<br>17, Navyug Market<br>Ghaziabad, Uttar Pradesh - 201001 |
| **Internal Auditor** | M/s S. S. Kothari Mehta & Co. LLP<br>Chartered Accountants<br>Plot No. 68, Okhla Phase III,<br>New Delhi - 110020 |
| **Cost Auditor** | M/s M.K. Singhal & Co.<br>Cost Accountants<br>MSG House, C-91, Sector-71, Noida,<br>Uttar Pradesh - 201301 |
| **Secretarial Auditor** | M/s N.K. Rastogi & Associates<br>Company Secretary<br>3, Shankar Vihar, 2nd Floor,<br>Vikas Marg, Delhi – 110092 |
| **Registrar & Share Transfer Agent** | MUFG Intime India Private Limited<br>Noble Heights, 1st floor, Plot No NH-2, C-1 Block, LSC, Near Savitri Market, Janakpuri, New Delhi - 110058<br>Tel. :- 011-4141 0592-94<br>Email: delhi@in.mpms.mufg.com |
| **Listed At** | National Stock Exchange of India Limited<br>Symbol: UTTAMSUGAR<br>BSE Limited<br>Scrip Code: 532729 |
| **Website** | www.uttamsugar.in |
| **Grievance id** | investorrelation@uttamsugar.in |
| **Email id** | uttam.secretarial@uttamsugar.com |

# Vision

To be a dynamic organization that stays ahead of emerging challenges through a culture of continuous development and technological innovation, while upholding a strong commitment to social responsibility.

# Mission

To be a growth-driven organization leading in Bio-Fuel and green power production, while producing and marketing UTTAM quality sugar—creating a trusted brand and delivering lasting value to all stakeholders.

# Corporate Snapshot

From 2,500 TCD in 2001 to 27,000 TCD presently, each year the Company has grown in terms of crushing capacity from Plantation white sugar to Refined sugar of less than 20 ICUMSA, Liquid sugar, Specialty sugar, Pharmaceutical grade sugar and now has 21 products to its name. Our sugar can be found in all leading Stores, Hotels, Restaurants, Airlines, Railways, and Retailers in all of Northern India, Central India and the States of Rajasthan & Gujarat, making it the most value added sugar. Some of clients includes all leading Hotel chains like Taj, Lalit, Leela, Lemon Tree, etc., organize retail like Amazon, Flipkart, Blinkit, Zepto etc. and prestigious Institutional sale like Rasna, Safal, Britannia, Cadbury, Pepsi, Parle, Mother Dairy, Bikanerwala etc.

Having an installed capacity of 122 MW, we also have an exportable capacity of 64 MW of Power.

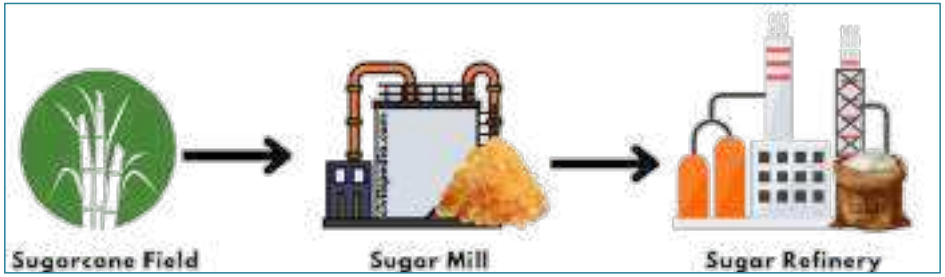
Focused now on Bio-fuel, the present capacity is 300 KLPD on C-Heavy Molasses. 25% capacity higher in case of B-Heavy/ syrup.

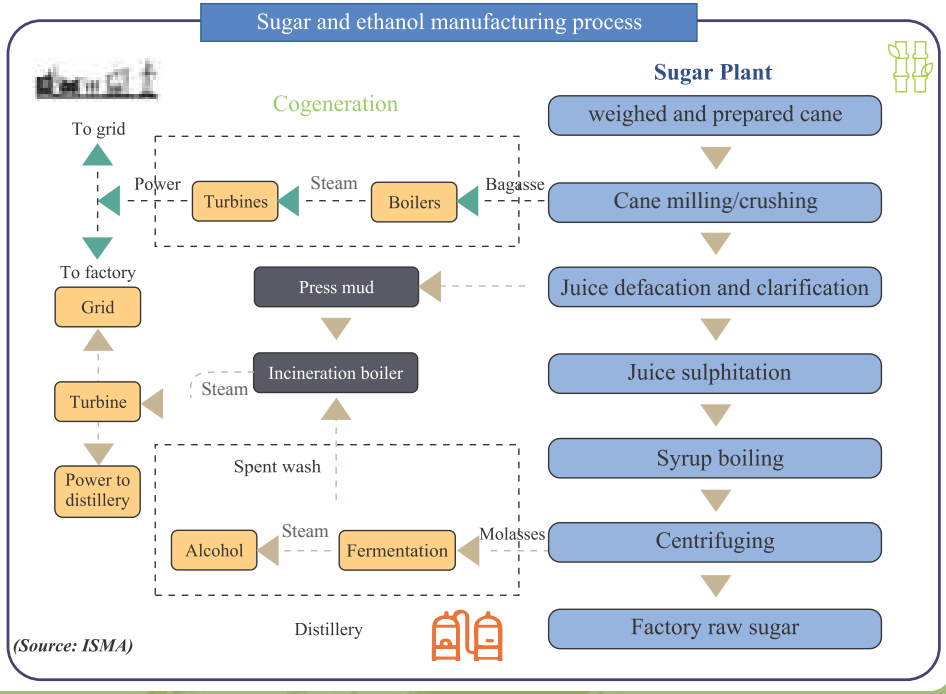
Our strict/ sincere adherence to Uttam Quality and sound Corporate Governance practices ensures transparency in operations.



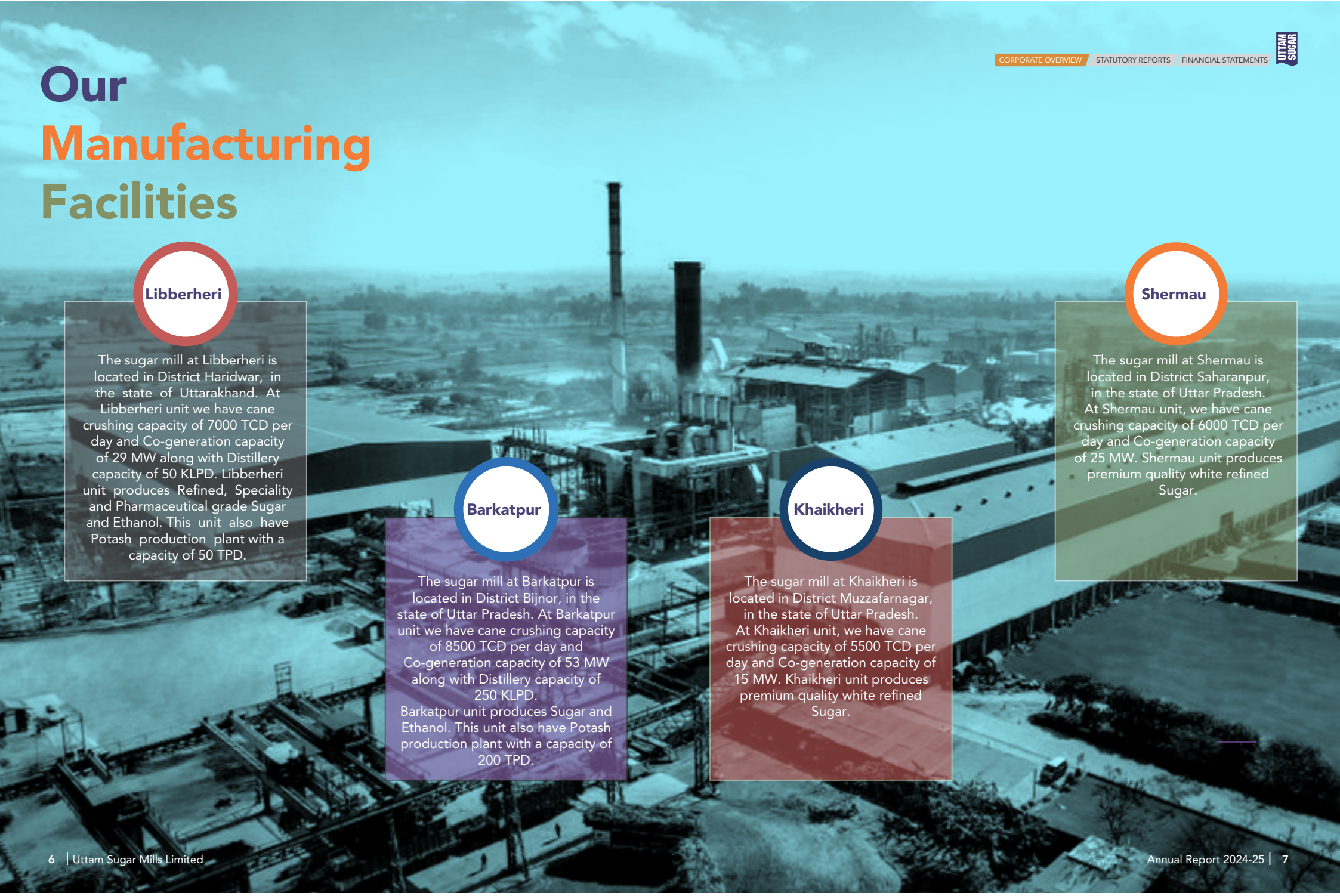


# Sugar and Ethanol Manufacturing Process



# Our Manufacturing Facilities



## Libberheri

The sugar mill at Libberheri is located in District Haridwar, in the state of Uttarakhand. At Libberheri unit we have cane crushing capacity of 7000 TCD per day and Co-generation capacity of 29 MW along with Distillery capacity of 50 KLPD. Libberheri unit produces Refined, Speciality and Pharmaceutical grade Sugar and Ethanol. This unit also have Potash production plant with a capacity of 50 TPD.

## Barkatpur

The sugar mill at Barkatpur is located in District Bijnor, in the state of Uttar Pradesh. At Barkatpur unit we have cane crushing capacity of 8500 TCD per day and Co-generation capacity of 53 MW along with Distillery capacity of 250 KLPD.
Barkatpur unit produces Sugar and Ethanol. This unit also have Potash production plant with a capacity of 200 TPD.

## Khaikheri

The sugar mill at Khaikheri is located in District Muzzafarnagar, in the state of Uttar Pradesh.
At Khaikheri unit, we have cane crushing capacity of 5500 TCD per day and Co-generation capacity of 15 MW. Khaikheri unit produces premium quality white refined Sugar.

## Shermau

The sugar mill at Shermau is located in District Saharanpur, in the state of Uttar Pradesh.
At Shermau unit, we have cane crushing capacity of 6000 TCD per day and Co-generation capacity of 25 MW. Shermau unit produces premium quality white refined Sugar.

# Our Growth Journey
## Across 27 Years

**1998**
**Journey started**
Journey started with Uttam Sugar Mills Limited

**2001**
**Setting up of first sugar unit**
Setting up of first sugar unit at Libberheri, Roorkee (Uttarakhand) with a capacity of 2500 TCD

**2004**
**Expansion in Libberheri unit**
Expansion in Libberheri unit capacity to 6250 TCD in subsequent years by 2004

**2005**
**Setting up of second sugar unit**
Setting up of second sugar unit at Barkatpur, Bijnore (Uttar Pradesh) with the capacity of 3500 TCD

**2007**
**Setting up of third sugar unit**
Setting up of third sugar unit at Khaikheri, Muzzafarnagar (Uttar Pradesh) with the capacity of 4500 TCD

**2007**
**Setting up of fourth sugar unit**
Setting up of fourth sugar unit at Shermau, Saharanpur (Uttar Pradesh) with the capacity of 6000 TCD

**2007**
**Expansion in Barkatpur Unit**
Expansion in capacity of Barkatpur Unit to 7000 TCD

**2011**
**Branded and Speciality Sugar**
Branded and Speciality Sugar Launched at Libberheri unit

**2012**
**Setting up of first Distillery unit**
Setting up of first Distillery unit with installed capacity of 75 KLPD at Barkatpur Unit

**2015**
**Setting up of Pharma Unit**
Pharma Grade Sugar Launched at Libberheri unit

**2016**
**Invert Sugar Production**
Invert Sugar Launched at Libberheri unit

**2018**
**Expansion of Distillery**
Distillery capacity expanded by 75-150 KLPD at Barkatpur Unit

**2021**
**Installation of Incineration Boiler**
Installation of Incineration Boiler at Barkatpur Unit to increase production of Ethanol

**2021**
**Setting up of second Distillery**
Setting up of second Distillery unit with installed capacity of 50 KLPD alongwith potash manufacturing plant of 50 TPD at Libberheri Unit

**2022**
**Installation of Potash plant at Barkatpur Unit**
Installation of Potash manufacturing plant of 200 TPD at Barkatpur Unit

**2023**
**Capacity expansion at Libberheri Unit**
Capacity expansion with energy efficiency from 6250 TCD to 7000 TCD at Libberheri Unit

**2023**
**Capacity expansion at Barkatput Unit**
Capacity expansion with energy efficiency from 7000 TCD to 8500 TCD at Barkatpur Unit

**2023**
**Capacity expansion at Khaikheri Unit**
Capacity expansion with energy efficiency from 4500 TCD to 4700 TCD at Khaikheri Unit

**2023**
**Installation of Distillery**
Distillery capacity expansion from 150 KLPD to 250 KLPD at Barkatpur Unit

**2024**
**Acquisition of Uttam Distilleries Ltd.**
Acquisition of Uttam Distilleries Ltd. Post Acquisition Distillery capacity of company has further expanded by 40 KLPD

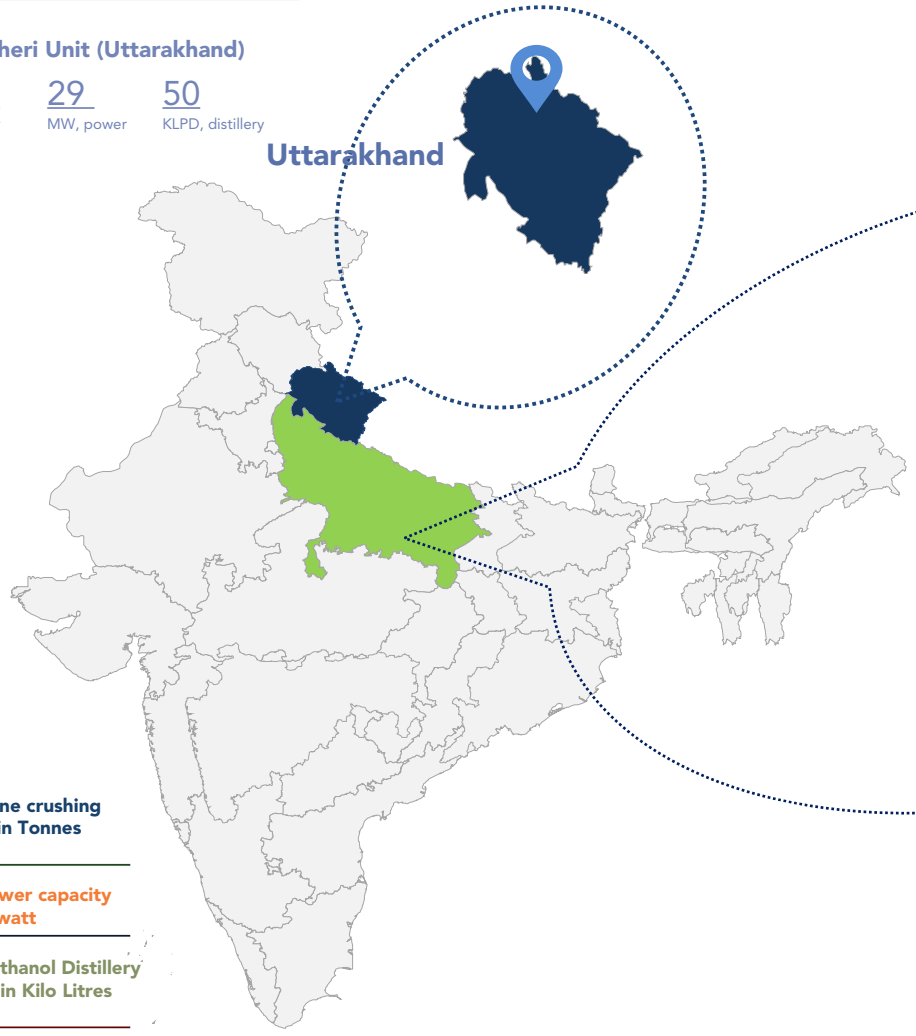
**2024**
**Capacity expansion at Khaikheri Unit**
Capacity expansion from 4700 TCD to 5500 TCD with energy efficiency at Khaikheri Unit

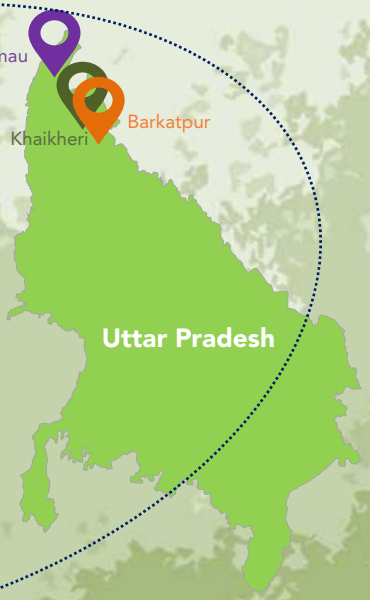
# Our Presence

**Our operating capacities**

**Libberheri Unit (Uttarakhand)**

| 7000 | 29 | 50 |
|---|---|---|
| TCD, sugar | MW, power | KLPD, distillery |




**Our operating capacities**

**Shermau Unit (Uttar Pradesh)**

| 6000 | 25 |
|---|---|
| TCD, sugar | MW, power |

**Our operating capacities**

**Khaikheri Unit (Uttar Pradesh)**

| 5500 | 15 |
|---|---|
| TCD, sugar | MW, power |

**Our operating capacities**

**Barkatpur Unit (Uttar Pradesh)**

| 8500 | 53 | 250 |
|---|---|---|
| TCD, sugar | MW, power | KLPD, distillery |

TCD – Cane crushing capacity in Tonnes per day

MW – Power capacity in Mega watt

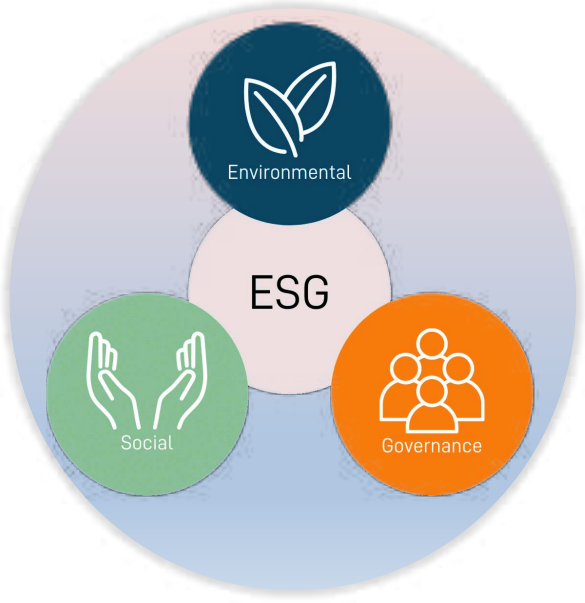
KLPD – Ethanol Distillery Capacity in Kilo Litres Per day

| Total Capacities | 27000 | 122 | 300 |
|---|---|---|---|
| | TCD, sugar | MW, power | KLPD, distillery |

# Uttam's ESG framework

## OVERVIEW

At Uttam Sugar, we embrace our role as a responsible corporate citizen, with an increased emphasis on ESG Principles that reinforce our commitment to all the stakeholders. Our approach to sustainability is characterized by our efforts on water conservation, energy efficiency, resource efficiency, waste minimization, impacting lives of local communities and conducting business responsibly. We are committed to enhancing our sustainability performance through a prioritization of the 12 material topics, which includes our ethanol and industrial alcohol production, categorized under the pillars of sustainable production, environmental conservation, and empowerment of the local communities. We impact lives of local communities by undertaking various Corporate Social Responsibility projects around our manufacturing units with specific focus on education, skill development and employability/ entrepreneurship to improve livelihood and overall development of the communities we serve.




### GLOBAL REALITY

- Governance Arrangements
- Flourishing Digitalization
- Geopolitical strife
- Global Economic Recession
- Profit Volatility
- Sudden Climate Changes
- Capital Abundance; Increased Competition

### UTTAM's RESPONSE

- Strategic Discipline
- Long Term Business Orientation
- ESG Framework
- Strategic Investment over erratic outlays
- Focus on core competence
- Integrity Driven Management
- Digitalisation for systemic predictability
- Compliance Driven Approach

# Our ESG framework

## Environmental

### Waste Management

- Uttam's efforts are channelized towards low waste generation in their operations so that cost can be reduced and efficiency can be increased.
- Proper waste management can lead to increased efficiency in the use of raw materials, as waste can be recycled or reused in production processes and also being used for different purposes.

### Water Management

- Uttam has implemented several measures to mitigate the risks associated with water management.
- We have taken various measures to reduce water consumption in the manufacturing process of Sugar. In Sugar units, Company is operating with zero ground water extraction.

### Energy & Emissions

- At Uttam, we have taken various steps to reduce the greenhouse gas emissions (GHG) and increase usage of Solar panels, LEDs etc. to manage energy efficiently.
- Additionally, under the power purchase agreement we are generating revenue by selling excess energy back to the grid.

## Social

### Employees Health Measures

Uttam Sugar's health measures compromised the following:

- Organization of Medical Camps in different villages and campus.
- Frequent health checks of employees deputed in challenging work zones.
- Group Personnel Accident Policy for Workers.

### Employees Safety Measures

Uttam Sugar's health measures compromised the following:

- Compulsory On-site use of Personal Protective Equipment (PPE).
- Ongoing training on the use of PPEs, material handled and safety precautions.
- Incorporation of fire safety measures within units.
- Periodic safety audits, resulting in almost zero safety incidences.

### Customers

Uttam has established strong market connects and build legacy brands that ensure consumer welfare is ensured. Company has made regular communication with customers to Understand their evolving needs and desires and Provide them with higher-quality, energy efficient sustainable products.

### Communities

The Company engaged with Communities around its manufacturing locations through CSR interventions that enhanced their prosperity.

## Governance

### Corporate Governance

- To strengthen our governance framework, we have developed and implemented internal SOPs across all functional areas, tailored to meet the specific needs of our industry.
- We at Uttam always ensures transparency and compliance. We regularly provide training sessions for employees and workers on ethical conduct, code of conduct of the Company.

### Regulatory Compliance

- Regulatory compliance provides, an increase in the efficiency of products, reduce risks, enables competitive advantage, and creates new business opportunities.
- We at Uttam, make sure that our Company shall be a regulatory compliant Company.
- Regulatory compliant businesses are less likely to face legal or regulatory action, and damage to reputation.

### Corporate Social Responsibility

- Uttam Sugar is taking all the possible steps in respect of Uttam's CSR initiatives.
- The benefits of our CSR endeavors are contributing for bringing social and economic change to the underprivileged sections of the society in an equitable and sustainable manner.

### Board of Directors

- The Company's strategic direction is steered by a distinguished Board of Directors, consisting of accomplished professionals, esteemed industrialists and influential thought leaders.

# Financial Performance Highlights

## Our Financial Journey

The Company registered a gross turnover of 180052 Lakhs for the year ended 31st March, 2025 against ₹ 205552 Lakhs for the year ended 31st March, 2024, there is a decrease in turnover which is in line with the industry and even better from the peers. EBITDA, during the FY 2024-25 is ₹ 22,232 Lakhs as compared to the Previous year EBITDA of ₹ 27,436 Lakhs.

## Our solid foundations

- Integrity
- Sustainability
- Focus
- Efficiency
- Accountability
- Innovation
- Safety

## Our credit ratings

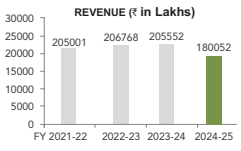
Our credit rating has been gradually improving in previous financial years. India Ratings & Research recently upgraded our ratings as detailed below:

| Type of Credit Rating | Ratings |
|---|---|
| Term Loan | IND A- / Stable |
| Cash Credit | IND A- / Stable |
| Working Capital Demand Loan (Long Term) | IND A- / Stable |
| Working Capital Demand Loan (Short Term) | IND A2+ |
| Non-Fund Based Working Capital Limit | IND A2+ |

## Historical Financial Highlights (₹ in Lakhs)

| Parameter | 2020-21 | 2021-22 | 2022-23 | 2023-24 | 2024-25 |
|---|---|---|---|---|---|
| Revenue from operations | 181,859 | 203,435 | 205,887 | 204,697 | 179,341 |
| Total income | 182,720 | 205,001 | 206,768 | 205,552 | 180,052 |
| EBITDA | 22,462 | 28,528 | 25,363 | 27,436 | 22,232 |
| Interest | 8,611 | 7,492 | 5,240 | 5,573 | 5,388 |
| Depreciation | 2,852 | 3,321 | 3,626 | 3,981 | 4,460 |
| PBT | 10,999 | 17,714 | 16,497 | 17,882 | 12,383 |
| Tax | 5,023 | 4,222 | 4,134 | 4,661 | 3,260 |
| PAT | 5,976 | 13,492 | 12,362 | 13,221 | 9,123 |
| Equity share capital | 3,813.81 | 3,813.81 | 3,813.81 | 3,813.81 | 3,813.81 |
| Earnings per share (₹) | 15.67 | 35.38 | 32.41 | 34.67 | 23.92 |
| Net worth | 33,795 | 46,277 | 57,642 | 69,605 | 77,372 |
| Gross fixed assets | 68,296 | 83,611 | 87,172 | 101,411 | 105,246 |
| Net fixed assets | 55,247 | 67,269 | 67,259 | 77,619 | 77,339 |
| **Total assets** | **178,019** | **156,993** | **162,222** | **178,490** | **202,620** |

# Our Operation and Financial Performance in the last few years

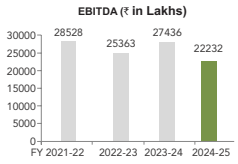



**Definition**
Revenues include sales & other operating income.

**Why is this measured?**
It is an index that measures the Company's ability to report revenue growth, which can, in turn, help the Company amortise expenses effectively, strengthening margins.

**What does it mean?**
Revenues stands at ₹180,052 Lakhs in 2024-25, which is lower as compare to previous FY 2023-24.

**Value impact**
The Company performed better during the year besides there is a decrease in turnover which is in line with the industry and even better from the peers.

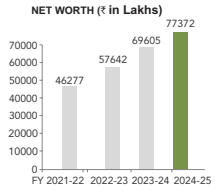



**Definition**
Earning before the deduction of interest, depreciation and tax.

**Why is this measured?**
It is an index that showcases the Company's ability to generate a surplus following operating costs.

**What does it mean?**
EBITDA Margin decreased from 13.35 % to 12.35% to ₹22,232 Lakhs which is mainly on account of less allocation of quota of sugar sales besides lower cane crush.

**Value impact**
The Company EBITDA decreased on account of lower allocation of quota besides lower recovery due to impact of pest & disease in Cane crop.

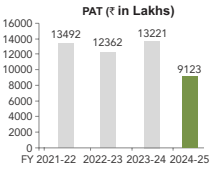



**Definition**
This is derived through the accretion of share-holder-owned funds.

**Why is this measured?**
Net worth indicates the financial soundness of the Company – the higher the better.

**What does it mean?**
This indicates the borrowing capacity of the Company, influencing the gearing (which influences the cost at which the Company can mobilise debt).

**Value impact**
The Company's net worth strengthened 11.56% during the year.




**Definition**
Profit earned during the year after deducting all expenses and provisions.

**Why is this measured?**
This measure highlights the strength of the business model in enhancing shareholder value.

**What does it mean?**
Ensures that adequate surplus is available for reinvestment.

**Value impact**
The Company reported a 30.99% decrease in net profit in 2024-25 which is due to lower allocation of quota besides lower recovery due to impact of pest & disease in Cane crop.

# Financial Performance
## FY 2024-25 Highlights

**1,800.52 Cr.**
Total Revenue

**1,793.41 Cr.**
Revenue from Operations

**222.32 Cr**
EBITDA

**32.60 Cr.**
Tax Expense

**123.83 Cr.**
Profit Before Tax

**91.23 Cr.**
Net Profit

(₹ In Cr.)

| Particulars | Standalone | | Consolidated | |
|---|---|---|---|---|
| | FY25 | FY24 | FY25 | FY24 |
| Total Revenue | 1800.52 | 2055.52 | 1854.14 | 2055.52 |
| EBITDA | 222.32 | 274.36 | 221.22 | 274.36 |
| Depreciation | 44.60 | 39.81 | 46.60 | 39.81 |
| EBIT | 177.72 | 234.55 | 174.62 | 234.55 |
| INTEREST | 53.88 | 55.73 | 56.63 | 55.73 |
| **PBT** | **123.83** | **178.82** | **118.00** | **178.82** |
| **PAT** | **91.23** | **132.21** | **85.80** | **132.21** |
| Net profit after tax and share in profit/ (loss) of Subsidiary | - | - | 88.31 | 132.21 |
| Total Comprehensive Income | 90.41 | 131.41 | 84.98 | 131.41 |
| **EPS (*Not annualized)** | **23.92** | **34.67** | **23.16** | **34.67** |

# FY 2024-25
## Operational Highlights

The Company continued to focus on cane development activities, comprising of varietal replacement with proven high sugared varieties, change in pattern of sowing, ratoon management, encouraging use of Bio – fertilizers, Bio-pesticides, soil testing activities, crop protection etc. and modern agricultural practices due to which the recovery and crushing is improved. However, impact of pest & disease resulted in lower recovery. Apart from these activities, company is further strengthening the cane development activities by way of development of in-house agri research centre, integrated pest management programme, soil testing facilities, encouraging use of Bio-fertilizer, installation of Lab and Bio-pesticides and training facilities for the farmers & cane development staff.

**3,256 No.**
Employee Strength

**3.94 Cr.**
CSR Expenditure

Sugarcane crushing in SS 2024-25 increased by around 23.46% from 325.36 lakhs Qtls to 401.68 lakhs Qtls

**401.68 Lakh Qtls**
Cane Crushed

**34.69 Lakh Qtls**
Sugar Produced

Net Recovery of Sugar during the season was 8.94% in SS 2024-25 as against 10.53% in SS 2023-24 with B Hy molasses/syrup. Recovery equivalent to C Hy molasses was 11.28% in SS 2024-25 as against 11.56% in SS 2023-24 slightly lower because of impact of pest & diseases attack in Cane Crop.

**111740 No.**
Total Farmers associated

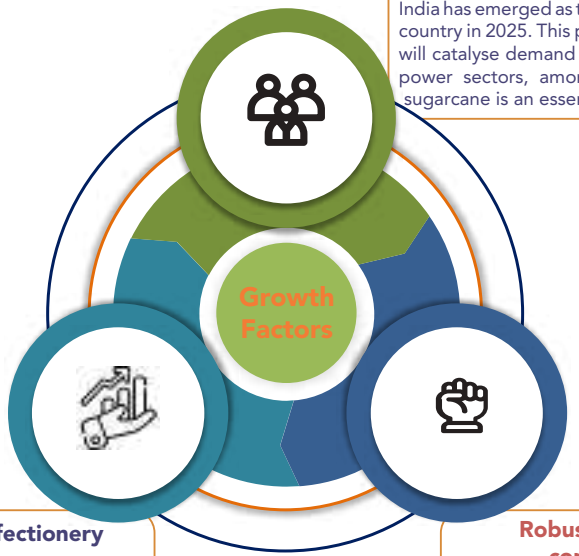
The Company's aggregate sugar cane crushing was 401.68 Lakhs qtls during the season 2024-25 as against 325.36 Lakhs qtls during the season 2023-24. The increase in cane crush is due to better cane development programme consisting of crop protection, change in sowing technique which resulted better yield of sugarcane.

During the year under review 665.57 Lakhs bulk litres (BL) of industrial alcohol produced as compared to 683.26 Lakhs bulk litres in the year 2023-24 and your company sold 675.38 Lakhs bulk litres industrial alcohol (including of Ethanol) as compared to the 652.83 Lakhs bulk litres in the previous financial year.

**665.57 Lakh Bulk Ltrs**
Industrial Alcohol

The company has increased the installed cane crushing capacity at Khaikheri from 4700 TCD to 5500 TCD, which were successfully commissioned at the commencement of Sugar Season 2024-25.

# Growth of Sugar Demand in India




**Population growth**

India has emerged as the most populous country in 2025. This population growth will catalyse demand for food, fuel and power sectors, among others, where sugarcane is an essential resource.

**Growing confectionery sales**

The sugar confectionery market is to grow rapidly at a projected CAGR of around 12% by 2027, driving sugar demand.

**Robust soft drinks consumption**

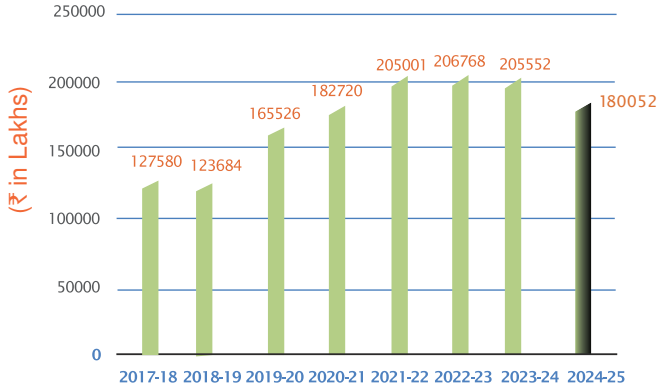
Soft drinks industry in India is growing and further expected to grow annually by 9% between 2021 and 2025, streng thening the offtake of sugar.

## SUGAR PRODUCTION AND CONSUMPTION (IN MILLION TONNES)

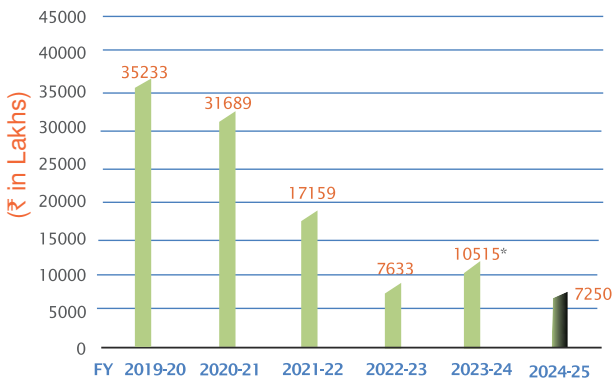
| Year | Production | Consumption |
|---|---|---|
| 2014-15 | 28.3 | 25.6 |
| 2015-16 | 25.1 | 24.8 |
| 2016-17 | 20.3 | 24.5 |
| 2017-18 | 32.5 | 25.4 |
| 2018-19 | 33.2 | 25.5 |
| 2019-20 | 27.4 | 25.3 |
| 2020-21 | 31.2 | 26.6 |
| 2021-22 | 35.0 | 27.4 |
| 2022-23 | 32.8 | 27.8 |
| 2023-24 | 32.0 | 28.5 |
| 2024-25 | 26.40 | 28.0 |

(Sources: ISMA)

# Our Growth Story




**Revenue**




**Debts**

***NOTE:** Due to Capacity Expansion with Energy Efficiency.

# Product Range in Branded/Speciality Division

Uttam Sugars maintains a customer-centric approach, consistently aligning product offerings with market demands. Our product portfolio is meticulously designed to meet and exceed customer expectations. We have strategically diversified our product range to cater to both B2B and B2C markets. Our supply chain extends to diverse sectors, including food and pharmaceutical companies, bakeries, and distilleries. Over the past six years, we have achieved a threefold increase in sales within the pharmaceutical sugar segment and a tenfold increase in invert sugar sales.

In the B2C segment, we have introduced a range of products, including brown sugar, superfine sugar, icing sugar, and bura sugar, among others. We have tripled our sales in branded specialty products over the last six years. Recognizing evolving consumer preferences, we have established a presence on leading Indian e-commerce platforms such as Blinkit, Zepto, and Amazon. We are honored to be associated with India's premier hotel and cafe chains and remain committed to delivering nature's sweetness to our valued customers.

**Range of Sugar Products**

- Sulphurfree Refined Sugar
- Pharma Sugar
- Liquid/Invert Sugar
- Natural Brown Sugar
- Bura
- Superfine Sugar
- Icing Sugar
- Demerara
- Sachet (White & Brown)
- Cubes (White & Brown)
- Candy

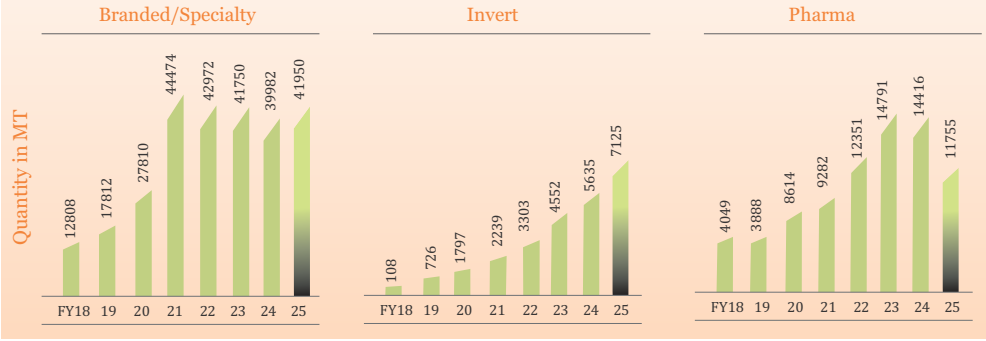
**Sale of Branded/Specialty** (all in MT)

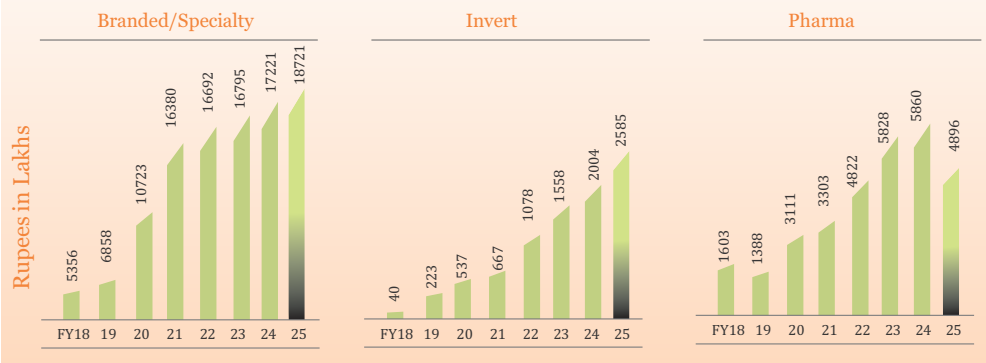
| Row Labels | 2017-18 | 2018-19 | 2019-20 | 2020-21 | 2021-22 | 2022-23 | 2023-24 | 2024-25 |
|---|---|---|---|---|---|---|---|---|
| Branded/Speciality | 12808 | 17812 | 27810 | 44474 | 42972 | 41750 | 39982 | 41950 |
| Invert Sugar | 108 | 726 | 1797 | 2239 | 3303 | 4552 | 5635 | 7125 |
| Pharma Sugar | 4049 | 3888 | 8614 | 9282 | 12351 | 14791 | 14416 | 11755 |
| **Total** | **16965** | **22426** | **38221** | **55995** | **58626** | **61093** | **60033** | **60830** |

**Sale of Branded/Specialty** (₹ In Lakhs)

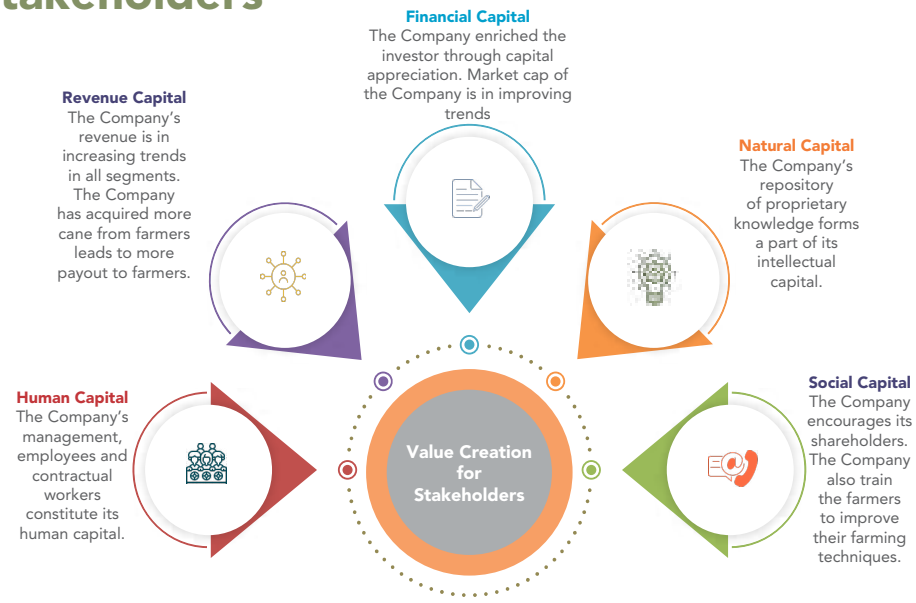
| Row Labels | 2017-18 | 2018-19 | 2019-20 | 2020-21 | 2021-22 | 2022-23 | 2023-24 | 2024-25 |
|---|---|---|---|---|---|---|---|---|
| Branded/Speciality | 5356 | 6858 | 10723 | 16380 | 16692 | 16795 | 17221 | 18721 |
| Invert Sugar | 40 | 223 | 537 | 667 | 1078 | 1558 | 2004 | 2585 |
| Pharma Sugar | 1603 | 1388 | 3111 | 3303 | 4822 | 5828 | 5860 | 4896 |
| **Total** | **6999** | **8469** | **14371** | **20350** | **22592** | **24181** | **25085** | **26202** |

# Our Growth in Branded Sugar in Last Few Years





# Value Creation for Stakeholders




## Performance vis a vis value shared with whom

### EMPLOYEE BENEFITS

**Performance**
There were 3256 employees were employed during the year.

**Value shared with Employees**
The Company provided benefits worth ₹ 111.30 Crore to employees in 2024-25

### OBJECTIVES TOWARDS SOCIETY

**Performance**
Earnings per share for the financial year 2024-25 is ₹ 23.92.

Market Cap (as on March 31, 2025) of the company was ₹98,587 Lakhs (BSE).

The board has also recommended a dividend @25% i.e. ₹ 2.50/- on the Equity Shares for the Financial year 2024-25.

**Value shared with Investor**
The Company regularly distributing Dividend amongst the shareholders.

### VALUE TO STAKEHOLDERS

**Performance**
There are more than One Lakh farmers associated with the Company and company do train the farmers to improve the productivity of farmers in advanced farming techniques.

**Value shared with Distributors and Suppliers**
The Company enhanced value for cane farmers through various guidance programs and training programs conducted to train and aware them in context of farming

### FARMERS AND THEIR IMPROVEMENT IN FARMING TECHNIQUES

**Performance**
The Company has produced 34.69 Lakhs Qtls of Sugar.
The Company has produced 2267.01 Lakhs KWH Cogenerated power.
The Company has produced the Ethanol at 665.57 Lakhs BL.

**Value shared with society and environment**
The Company is environmentally responsible and compliant. Benefit to society vide employment and training.

### REVENUE FROM OPERATIONS

**Performance**
The revenue of the Company for all its products as detailed below:

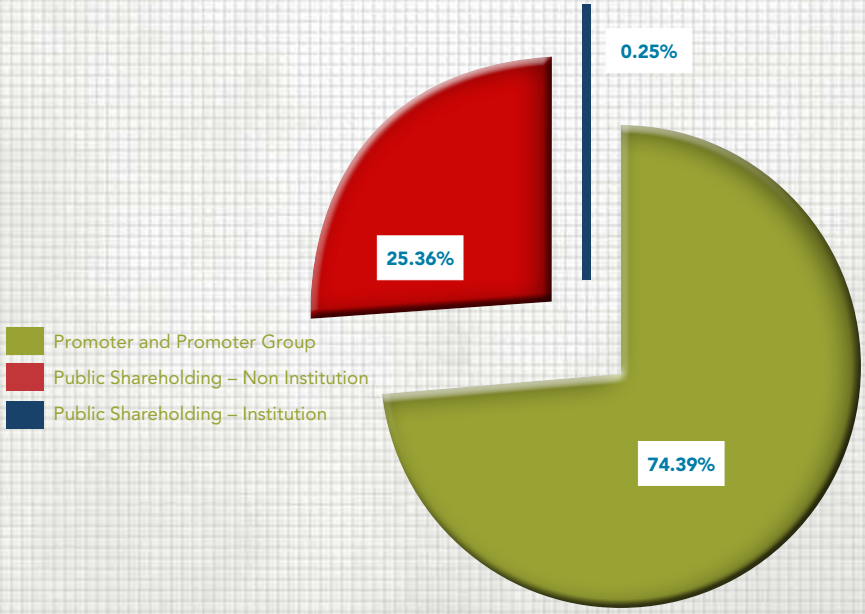
**Sugar:** ₹1,31,093 Lakhs
**Ethanol:** ₹39,275 Lakhs
**Power:** ₹ 4,636 Lakhs
**Others:** ₹ 2,659 Lakhs

**Value shared with society and environment**
The Company has acquired cane from farmers worth ₹ 1467.45 crore.





# Shareholding Pattern




| Shareholding/Shares Information | |
|---|---|
| Total Issued Capital (No.) | 3,81,38,120 |
| Promoter Holding (%) | 74.39% |
| Public Holding (%) | 25.61% |
| NSE Symbol | UTTAMSUGAR |
| BSE Script | 532729 |

# Notice of 30TH AGM

## NOTICE OF 30TH ANNUAL GENERAL MEETING

NOTICE is hereby given that the 30th Annual General Meeting of the Members of Company will be held on Friday, 19th September, 2025 at 12:00 Noon through Video Conferencing / Other Audio Visual Means to transact the following business (es):

### ORDINARY BUSINESS(ES):

1. **Adoption of Financial Statements**
   To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the financial year ended 31st March, 2025 together with the Reports of the Board of Directors and Auditors thereon.

2. **Adoption of Audited Consolidated Financial Statements**
   To receive, consider and adopt the Audited Consolidated Financial Statements of the Company for the financial year ended 31st March, 2025 and Reports of Auditors thereon.

3. **Declaration of Final Dividend on Preference Shares for the Financial Year ended March 31, 2025**
   i. To declare Final Dividend on 6.50% Non-Cumulative Redeemable Preference Shares (NCRPS) of Face Value of ₹ 100/- (Rupees One Hundred Only) for the Financial Year ended March 31, 2025.
   - To declare Final Dividend on 10.00% Non-Cumulative Redeemable Preference Shares (NCRPS) of Face Value of ₹ 100/- (Rupees One Hundred Only) for the Financial Year ended March 31, 2025.

4. **Declaration of Final Dividend on Equity Shares for the Financial Year ended March 31, 2025**
   To declare Final Dividend on Equity Shares at the rate of 25% [i.e. ₹ 2.50/- (Rupees Two and Fifty Paisa Only) per Equity Share of Face Value of ₹ 10/- (Rupees Ten Only)] for the Financial Year ended March 31, 2025.

5. **Appointment of Mr. Gurbachan Singh Matta (DIN: 02612602) as a Director liable to Retire by Rotation**
   To appoint Mr. Gurbachan Singh Matta (DIN: 02612602) who retires by rotation and is eligible for re-appointment.

### SPECIAL BUSINESS(ES):

6. **Re-appointment of Mr. Gurbachan Singh Matta (DIN: 02612602) as Non-Executive Non-Independent Director**
   To consider and if thought fit, to pass with or without modifications, the following resolution as **SPECIAL RESOLUTION (S) :-**

   **"RESOLVED THAT** pursuant to the provisions of Sections 149 and 152 and all other applicable provisions, if any, of the Companies Act, 2013 ("the Act") and the Companies (Appointment and Qualifications of Directors) Rules, 2014 and the applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification(s) or re-enactment thereof for the time being in force) and pursuant to the recommendations by the Nomination and Remuneration Committee and the Board of Directors, Mr. Gurbachan Singh Matta (DIN: 02612602), who was appointed as Non-Executive Non-Independent Director for a period of 5 (Five) years w.e.f. 30th September, 2020 to 29th September, 2025 and who is eligible for re-appointment under the provisions of the Companies Act, 2013, Rules made thereunder and Listing Regulations, be and is hereby re-appointed as Non-Executive Non-Independent Director for further term of 5 (Five) years from 30th September, 2025 to 29th September, 2030 and whose office shall be liable to retire by rotation."

   **"RESOLVED FURTHER THAT** pursuant to the provisions of Sections 149, 197 and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), Mr. Gurbachan Singh Matta (DIN: 02612602) be paid remuneration as approved by the members of the Company in the 26th Annual General Meeting of the Company and subject to such limits, prescribed or as may be prescribed from time to time."

   **"RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorized to do and perform all such acts, deeds, matters and things as may be considered desirable or expedient to give effect to this resolution."

7. **Re-appointment of Mr. Jasbir Singh (DIN: 08897793) as an Independent Director**
   To consider and if thought fit, to pass with or without modifications, the following resolution as **SPECIAL RESOLUTION (S) :-**

   **"RESOLVED THAT** pursuant to the provisions of Sections 149, 150, 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 ("the Act") and the Companies (Appointment and Qualifications of Directors) Rules, 2014 and the applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

(including any statutory modification(s) or re-enactment thereof for the time being in force) and pursuant to the recommendations by the Nomination and Remuneration Committee and the Board of Directors, Mr. Jasbir Singh (DIN: 08897793), who was appointed as Non-Executive Independent Director for a period of 5 (Five) years w.e.f. 30th September, 2020 to 29th September, 2025 and who is eligible for re-appointment under the provisions of the Companies Act, 2013, Rules made thereunder and Listing Regulations, be and is hereby re-appointed as Non-Executive Independent Director for the second tenure as Independent Director for 5 (Five) years from 30th September, 2025 to 29th September, 2030 and whose office shall not be liable to retire by rotation."

**"RESOLVED FURTHER THAT** pursuant to the provisions of Sections 149, 197 and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), Mr. Jasbir Singh (DIN: 08897793) be paid remuneration as approved by the members of the Company in the 26th Annual General Meeting of the Company and subject to such limits, prescribed or as may be prescribed from time to time."

**"RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorized to do and perform all such acts, deeds, matters and things as may be considered desirable or expedient to give effect to this resolution."

**8. Appointment of M/s N. K. Rastogi & Associates, Practicing Company Secretary as Secretarial Auditors of the Company.**

To consider and if thought fit, to pass with or without modifications, the following resolution as an **ORDINARY RESOLUTION (S):-**

**"RESOLVED THAT** pursuant to the provisions of Section 204 of the Companies Act, 2013 read with the rules made thereunder and Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations"), and other applicable provisions, if any, including any statutory modification(s) or re-enactment(s) thereof for the time being in force, and any other circulars issued by SEBI from time to time and pursuant to the recommendations of the Audit Committee and the Board of Directors, M/s N. K. Rastogi & Associates, Practicing Company Secretary (C.P. No. 3785 and Peer Review Certificate no. 1280/2021) be and are hereby appointed as the Secretarial Auditors of the Company to hold office for five consecutive years from the conclusion of 30th Annual General Meeting ('AGM') until the conclusion of the 35th AGM of the Company at such professional fees and re-imbursement of out of pocket expenses, if any, in each financial year, as mutually agreed between the Board of Directors and the Secretarial Auditors of the Company."

**"RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorized to do and perform all such acts, deeds, matters and things as may be considered desirable or expedient to give effect to this resolution."

**9. Remuneration of Cost Auditor**

To consider and if thought fit, to pass with or without modifications, the following resolutions as an **ORDINARY RESOLUTION (S):-**

**"RESOLVED THAT** pursuant to the provisions of Section 148 and all other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the remuneration of ₹ 3,75,000/- (Rupees Three Lakhs Seventy Five Thousand only) plus applicable taxes and reimbursement of out of pocket expenses for the Financial Year 2025-26 as approved by the Board of Directors on the recommendation of Audit Committee, to be paid to M/s M. K. Singhal & Co., Cost Accountants (Firm Registration No. 00074) to conduct the audit of the cost records of the Company be and is hereby ratified and confirmed."

**"RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorized to do and perform all such acts, deeds, matters and things as may be considered desirable or expedient to give effect to this resolution."

**By Order of the Board**
**For Uttam Sugar Mills Limited**

**(RAJESH GARG)**
**COMPANY SECRETARY & COMPLIANCE OFFICER**
**Membership No. FCS5841**

**Place : Noida**
**Date : 13th August, 2025**

## NOTES:

1. The relevant Explanatory Statement setting out all material facts relating to special business(es) contained in Item No. 6 to 9 as required under Section 102 of the Companies Act, 2013 and Secretarial Standards on General Meetings issued by the Institute of Company Secretaries of India. Additional information pursuant to Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in respect of Directors seeking appointment / re-appointment at the AGM are also forms a part of this Notice.
2. The Ministry of Corporate Affairs ('MCA'), vide its General Circular No. 20/2020 dated May 5, 2020 read with subsequent circulars issued from time to time, the latest one being General Circular No. 09/2024 dated September 19, 2024 ('MCA Circulars') and the circulars issued by the Securities and Exchange Board of India (MCA Circular and SEBI Circular collectively referred as 'Circulars') permitted holding of Annual General Meetings through VC/OAVM facility and dispensed physical presence of the members at the meeting. In compliance with the provisions of the Companies Act, 2013 ('Act'), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') and Circulars, the 30th AGM of the Company is being held through VC/OAVM facility. The deemed venue for the AGM shall be the Registered Office of the Company.
3. Members can attend and participate in the AGM through VC/OAVM only. The detailed procedure for participating through VC/OAVM facility is mentioned in Note No. 32 of the notice and also available at the Company's website at www.uttamsugar.in. Since the AGM will be held through VC/OAVM, the Route Map is not annexed to this Notice.
4. Since the AGM is being convened through VC/OAVM in terms of the Circulars, the physical attendance of Members has been dispensed with, there is no requirement for appointment of proxies. Accordingly, the facility for appointment of proxies by the members will not be available for the AGM and hence, the Proxy Form and Attendance Slip are not annexed to this Notice.
5. Corporate Members intending to allow their authorised representatives to attend the Meeting through VC/ OAVM are requested to send to the Company, certified true copy of the Board Resolution authorizing their authorized signatory(ies) to attend and vote on their behalf at this Annual General Meeting by e-mail at investorrelation@uttamsugar.in.
6. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
7. Any query related to Accounts and/or matters to be placed at AGM must be sent to Company's e-mail id i.e. investorrelation@uttamsugar.in.
8. The Company has paid the Annual Listing Fees for the year 2024-25 to the Stock Exchanges viz. BSE Limited and National Stock Exchange of India Limited on which the Company's Securities are presently listed.
9. The Board of Directors in their meeting held on 23rd May, 2025 had recommended Final Dividend on the Preference shares and Equity shares of the Company for the financial year 2024-25. The Record Date for determining the names of members eligible for Final Dividend, if approved by the members at the AGM, is Friday, 12th September, 2025.
10. The payment of such dividend, subject to deduction of tax at source, will be made by Thursday, 18th October, 2025. In this context please take note on the following :-
    - In terms of SEBI Circular dated December 09, 2020, the depository shall send SMS/email alerts regarding the details of the upcoming AGM to the demat holders atleast 2 days prior to the date of commencement of e-voting. Hence members are requested to update the mobile no./ email ID with their respective depository participants.
    - SEBI has made it mandatory for all Companies to use the bank account details furnished by the Depositories and the bank account details maintained by the RTA for payment of dividend to Members electronically. The Company has extended the facility of electronic credit of dividend directly to the respective bank accounts of the Member(s) through National Automated Clearing House (NACH) Real Time Gross Settlement (RTGS) NEFT etc.
    - This will facilitate the remittance of the dividend amount as directed by SEBI in the bank account electronically. Updation of e-mail IDs and Mobile No(s) will enable the Company in sending communication relating to credit of dividend, un-encashed dividend, etc. The Company or RTA cannot act on any request received directly from the Members holding shares in demat form for any change of bank particulars. Such changes are to be intimated only to the DPs of the Members.
11. Pursuant to the relevant provisions of Income Tax Act, 1961 as amended by Finance Act, 2020 ('IT Act'), dividend income is taxable in the hands of shareholders and the Company is required to deduct tax at source from dividend paid to shareholders at the prescribed rates under the IT Act. The shareholders are requested to complete and/or update their Residential Status, Permanent Account Number ('PAN'), Category as per the IT Act with their Depository Participant(s).

A resident individual shareholder holding a valid PAN and having total estimated tax liability as NIL can submit duly signed declaration in Form No. 15G/15H, to avail the benefit of non-deduction of tax at source by sending the documents through e-mail at investorrelation@uttamsugar.in and the same shall be submitted on or before Friday 12th September, 2025. Members are requested to note that in case their PAN is not registered, the tax will be deducted at a higher rate of 20%.

For resident shareholders (other than individual) holding a valid PAN and not subject to withholding tax under Section 194 of the IT Act, can submit duly signed declaration along with other documents as sought separately to avail the benefit of non-deduction of tax at source by sending the documents through e-mail at investorrelation@uttamsugar.in on or before Friday 12th September, 2025. Shareholders are requested to note that in case their PAN is not registered or invalid or inoperative, the tax will be deducted at a higher rate of 20%.

For a Non-resident shareholder including Foreign Portfolio Investors, applicable withholding tax rate is either 20% (plus applicable surcharge and 4% cess) as per the IT Act in or the tax rate as specified in the tax treaty, subject to providing necessary documents i.e. no permanent establishment and beneficial ownership etc., declaration, tax residency Certificate, Form 10F, any other document which may be required to avail the tax treaty benefits by sending the documents through e-mail at investorrelation@uttamsugar.in on or before Friday 12th September, 2025.

As per the NSDL Circular No. NSDL/CIR/II/03/2023 dated January 11, 2023, the Resident Non-Individual Members such as Insurance Companies, Mutual Funds, Alternative Investment Fund (AIF) and other domestic financial institutions established in India and Non-Resident Non Individual Members such as Foreign Portfolio Investors may submit the relevant forms, declarations and documents through their respective custodians who are registered with NSDL for tax services, on or before Friday 12th September, 2025.

The dividend approved by the members will be paid as per the mandate registered with the Company/ RTA or with their respective DPs. The Company or its RTA cannot act on any request received directly from the member(s) holding shares in electronic form for any change of address / bank particulars or bank mandates. Such changes are to be advised only to the DP by the members. For members, who have not updated their bank account details, dividend warrants / demand drafts / cheques will be sent out to their registered addresses. To avoid delay in receiving dividend, members are requested to update their KYC with their depositories where shares are held in dematerialized mode to receive dividend directly into their bank account on the payout date.

**12.** Members are requested to note that, dividends if not encashed for a consecutive period of 7 years from the date of transfer to Unpaid Dividend Account of the Company, are liable to be transferred to the Investor Education and Protection Fund ("IEPF"). The shares in respect of such unclaimed dividends are also liable to be transferred to the demat account of the IEPF Authority. In view of this, Members are requested to claim their dividends from the Company, within the stipulated timeline.

**13.** SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/ CIR/2022/8 dated 25th January, 2022 (subsumed as part of the SEBI Master Circular No. SEBI/HO/MIRSD/POD-1/P/ CIR/2024/37 dated 7th May 2024) has now decided that, with immediate effect, listed companies shall issue the securities in dematerialized form only, while processing investor service request pertaining to issuance of duplicate share certificate, claim from Unclaimed Suspense Account, renewal/ exchange of securities certificates, endorsement, sub- division/ splitting/ consolidation of share certificates, transmission and transposition. Further SEBI vide its circular no. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/65 dated May 18, 2022 has simplified the procedure and standardized the format of documentation for transmission of securities. The securities holder/ claimant are, accordingly, required to submit duly filled-up Form ISR-4, the format of which is hosted on the website of MUFG Intime India Private Limited, Registrar and share transfer agent (RTA).

Members holding shares in physical form are, accordingly, requested to consider converting their holding to dematerialized form.

**14.** The Securities and Exchange Board of India ('SEBI') has mandated the submission of Permanent Account Number ('PAN') by every participant in securities market. Members holding shares in electronic form are, therefore requested to submit their PAN to their DPs with whom they are maintaining their demat accounts.

**15.** SEBI vide Circular no. SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/72 dated June 08, 2023, advised RTAs of Company to set up a user-friendly online mechanism or portal for service requests/complaints. Pursuant to said circular, the Company's RTA launched an Investor Self-Service Portal, designed exclusively for the Investors named 'SWAYAM' (https://swayam.linkintime.co.in). 'SWAYAM' is a secure, user-friendly web-based application, developed by the Company's RTA, that empowers shareholders to effortlessly access various services. Shareholders may register on the aforesaid portal to avail the services.

**16.** The Securities and Exchange Board of India ('SEBI') has made it mandatory for the shareholders holding securities in physical form to furnish PAN, KYC and Nomination details by holders of physical securities to the Registrar and Transfer Agent ('RTA') of the Company.

In view of the above, shareholders of the Company holding securities in physical form are requested to provide following documents/details to RTA:

i. PAN, submit ISR-1;
ii. Nomination in Form No. SH-13 or submit declaration to 'Opt-out' in Form ISR-3;
iii. Contact details including Postal address with PIN code, Mobile Number, E-mail address : submit ISR-1;
iv. Bank Account details including Bank name and branch, Bank account number, IFS code : submit ISR-1;
v. Specimen signature : submit ISR-2.
vi. Any cancellation or change in nomination shall be provided in Form No.SH-14.

All of above required documents/details shall be provided to Company/RTA at investorrelation@uttamsugar.in and delhi@in.mpms.mufg.com and send the documents at the Corporate office of the company or at the address of RTA. The shareholders can download the forms mentioned in SEBI circular from the website of the RTA i.e. www.linkintime.co.in.

**17.** SEBI vide circular nos. SEBI/HO/OIAE/OIAE_IAD1/P/CIR/2023/131 dated July 31, 2023 and SEBI/HO/OIAE/OIAE_IAD-1/P/CIR/2023/135 dated August 4, 2023 read with master circular no. SEBI/HO/OIAE/OIAE_IAD1/P/ CIR/2023/145 dated July 31, 2023, as amended, has established a common Online Dispute Resolution Portal ('ODR Portal') for resolution of disputes arising in the Indian Securities Market. Pursuant to the said circulars, post exhausting the option to resolve their grievances with the RTA/ Company directly and through existing SCORES platform, the investors can initiate dispute resolution through the ODR Portal (https://smartodr.in/login).

**18.** Members who hold shares in physical form in multiple folios in identical name or joint holding in the same order of names are requested to send their share certificates to our RTA for consolidation into a single folio.

**19.** To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address/bank details or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.

## PROCEDURE FOR DISPATCH OF ANNUAL REPORT AND REGISTRATION OF E-MAIL ID

**20.** Pursuant to the circulars issued by Ministry of Corporate Affairs (MCA), the Notice of AGM alongwith Annual Report 2024-25 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company/ Depositories. Please take note that Notice and Annual Report 2024-25 has been uploaded on the website of the Company i.e. www.uttamsugar.in. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively and the AGM Notice is also available on the website of NSDL (agency for providing the e-Voting facility) i.e. www.evoting.nsdl.com.

**21.** As per the green initiative of Ministry of Corporate Affairs (MCA), members are requested to register/ update their e-mail address with depository if they are holding shares in demat mode or to the Registrar & Share Transfer Agent of the Company viz. MUFG Intime India Private Limited, if they are holding shares in physical mode in order to receive the various Notices and other Notifications from the Company in electronic form.

## DETAILS ABOUT E-VOTING AND VC/OAVM ARE AS UNDER: -

**22.** In compliance with the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended upto date and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and the Circulars issued by the Ministry of Corporate Affairs and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, the Company is pleased to provide facility of voting through electronic means i.e. remote e-voting in respect of the business(es) to be transacted at the 30th Annual General Meeting (AGM) as well as e-voting system on the date of the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as e-voting on the date of the EGM/AGM will be provided by NSDL.

**23.** The remote e-voting period commences on Tuesday, 16th September, 2025 (9:00 am) and ends on Thursday, 18th September, 2025 (5:00 pm). During this period members of the Company holding shares either in physical form or in dematerialized form, as on the cut-off date/record date i.e. Friday, 12th September, 2025 may cast their vote electronically. The remote e-voting module shall be disabled by NSDL for voting thereafter.

**24.** The voting rights of members shall be in proportion to their shares in the paid up equity share capital of the Company as on the cut-off date/record date i.e. Friday, 12th September, 2025. Members whose names are recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the Cut-off date shall be entitled to avail the facility of remote e-voting as well as e-voting system on the date of the AGM. Any recipient of the Notice, who has no voting rights as on the Cut-off date, shall treat this Notice as intimation only.

**25.** The facility for voting through e-voting system shall also be made available at the Meeting & Members attending the meeting who has not already cast their vote by remote e-voting shall be able to vote at the meeting through e-voting.

**26.** Further, the company has engaged NIVIS CORPSERVE LLP for providing video conferencing system through cisco webex and e-voting services through NSDL. In case any member required any assistance in respect of e-voting or joining of Meeting through VC/OAVM can contact at the following:-

- Ms. Divya Ahuja,
- Nivis Corpserve LLP,
- Contact No. 011-45201005.
- e-mail id info@nivis.co.in.

**27.** Mr. Naveen Kumar Rastogi, Practicing Company Secretary (Membership No. 3685) has been appointed as the Scrutinizer to scrutinize the remote e-voting process as well as the e-voting system on the date of the AGM, in a fair and transparent manner.

**28.** The results of voting will be declared within two working days from the conclusion of the AGM and the Resolutions will be deemed to be passed on the date of the AGM, subject to receipt of requisite number of votes. The declared Results, alongwith the Scrutinizer's Report, will be available forthwith on the Company's website i.e. www.uttamsugar.in under the section 'Investors Lounge' and on the website of NSDL i.e. www.evoting.nsdl.com. Such results will also be forwarded to the National Stock Exchange of India Limited & BSE Limited.

## PROCESS AND MANNER OF REMOTE E-VOTING AND E-VOTING DURING THE AGM

**29.** The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

**Step 1:** Access to NSDL e-Voting system at https://www.evoting.nsdl.com/

**Step 2:** Cast your vote electronically and join General Meeting on NSDL e-Voting system.

### STEP 1: ACCESS TO NSDL E-VOTING SYSTEM

**A) Login method for e-Voting for Individual shareholders holding securities in demat mode**

In terms of SEBI Circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Members are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

**Login method for Individual shareholders holding securities in demat mode is given below:**

| Type of shareholders | Login Method |
|---|---|
| **Individual Shareholders holding securities in demat mode with NSDL** | **1.** For OTP based login you can click on https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp.<br>You will have to enter your 8-digit DP ID,8-digit Client Id, PAN No., Verification code and generate OTP. Enter the OTP received on registered email id/mobile number and click on login. 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 i.e NSDL** and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.<br>**2.** Existing **IDeAS** user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the **"Beneficial Owner"** icon under **"Login"** which is available under **'IDeAS'** section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on **"Access to e-Voting"** under e-Voting services and you will be able to see e-Voting page. Click on company name or **e-Voting service provider i.e. NSDL** and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.<br>**If you are not registered, follow the below steps:**<br>a) Option to register is available at https://eservices.nsdl.com.<br>b) Select **"Register Online for IDeAS"** Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp.<br>**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 hold with 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 i.e. NSDL** and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.<br>**4.** Shareholders/Members can also download NSDL Mobile App "NSDL Speede" facility by scanning the QR code mentioned below for seamless voting experience.<br> |

| | |
|---|---|
| **Individual Shareholders holding securities in demat mode with CDSL** | 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 users to login Easi /Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then use your existing my easi username & password.<br>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, so that the user can visit the e-Voting service providers' website directly.<br>3. If the user is not registered for Easi/Easiest, option to register is available at CDSL website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option.<br>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. 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. |
| **Individual Shareholders (holding securities in demat mode) login through their depository participants** | You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Upon logging in, you will be able to see e-Voting option. 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 i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. |

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.**

| Login type | Helpdesk details |
|---|---|
| Individual Shareholders holding securities in demat mode with NSDL | Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at 022 - 4886 7000 and 022 - 2499 7000 or NIVIS CORPSERVE LLP at info@nivis.co.in or at 011-45201005. |
| Individual Shareholders holding securities in demat mode with CDSL | Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800-21-09911 or NIVIS CORPSERVE LLP at info@nivis.co.in or at 011-45201005. |

**B) Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.**

**How to Log-in to NSDL e-Voting website?**

1. 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.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

   Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at https://eservices.nsdl.com/ with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
4. Your User ID details are given below :

| Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical | Your User ID is: |
|---|---|
| a) For Members who hold shares in demat account with NSDL. | 8 Character DP ID followed by 8 Digit Client ID<br>For example if your DP ID is IN300*** and Client ID is 12****** then your user ID is IN300***12******. |
| b) For Members who hold shares in demat account with CDSL. | 16 Digit Beneficiary ID<br>For example if your Beneficiary ID is 12********** then your user ID is 12**********. |
| c) For Members holding shares in Physical Form. | EVEN Number followed by Folio Number registered with the company<br>For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***. |

5. Password details for shareholders other than Individual shareholders are given below:
   a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
   b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
   c) How to retrieve your 'initial password'?
      (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
      (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**
6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
   a) Click on **"Forgot User Details/Password?"** (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
   b) **"Physical User Reset Password?"** (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
   c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.com mentioning your demat account number/folio number, your PAN, your name and your registered address etc.

d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.

7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

**Step 2: Cast your vote electronically on NSDL e-voting system and join virtual meeting on NSDL e-voting system.**

**How to cast your vote electronically and join Meeting on NSDL e-voting system?**

1. After successful login at Step 1, you will be able to see the home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
2. After clicking on Active Voting Cycles, you will be able to see all the companies **"EVEN"** in which you are holding shares and whose voting cycle is in active status.
3. Select **"EVEN"** of the Company.
4. Now you are ready for e-voting as the Voting page opens.
5. Cast your vote by selecting appropriate options i.e., assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on **"Submit"** and also **"Confirm"** when prompted.
6. Upon confirmation, the message **"Vote cast successfully"** will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.
9. For joining virtual meeting, you need to click on **"VC/OAVM"** link placed under "Join **General Meeting".**

**Process for those shareholders whose e-mail ids are not registered with the depositories / Company for procuring user id and password and registration of e-mail ids for e-voting for the resolutions set out in this notice:**

1. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to investorrelation@uttamsugar.in. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at step 1 (A) i.e. **Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.**
2. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-Voting by providing above mentioned documents.
3. In terms of SEBI Circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

## 30. GENERAL GUIDELINES FOR SHAREHOLDERS

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to at naveen@nkrassociate.com with a copy marked to evoting@nsdl.co.in. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no. 022 - 4886 7000 or send a request at evoting@nsdl.co.in or contact Nivis Corpserve LLP, Ms. Divya Ahuja at info@nivis.co.in, or may call at 011-45201005.
4. Any person holding shares in physical form and non-individual shareholders, who acquires shares of the Company and becomes member of the Company after the notice is send through e-mail and holding shares as on the cut-off date i.e. Friday, 12th September, 2025, may obtain the login ID and password by sending a request at evoting@nsdl.co.in or to the Company at investorrelation@uttamsugar.in. However, if any shareholder is holding shares in demat mode and becomes member of the Company after the notice is send through e-mail and holding shares as on the cut-off date i.e. Friday, 12th September, 2025, you are requested to refer to the login method explained at **step 1 (A)** i.e. **Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.**
5. Statutory records/registers (as may be applicable) shall be open for inspection at the Registered Office of the Company during normal business hours (9:00 am to 5:00 pm) on all working days, up to and including the date of the Annual General Meeting of the Company.

## 31. THE INSTRUCTIONS FOR MEMBERS FOR E-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be 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 in the AGM.
3. Members 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.
4. The details of the person who may be contacted for any grievances connected with the facility for e-voting during the AGM shall be the same as mentioned above for remote e-voting.

## 32. INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER

1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for Access to NSDL e-Voting system.
2. After successful login, you can see link of "VC/OAVM" placed under **'join meeting'** menu against Company's name. You are requested to click on VC/OAVM link placed under Join Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed.
3. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
4. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the 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 for 1000 members on first come first serve basis. However, this number does not include the large Shareholders i.e., Shareholders holding 2% or more shareholding, Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first serve basis.
5. Members will be required to use Internet with a good speed to avoid any disturbance during the meeting. Members joining through Tablets/ Laptops / Mobile devices etc. are recommended to use stable Wi-Fi or LAN to mitigate any kind of glitches and for better experience.
6. Members who will participate in the AGM through VC/ OAVM can also pose question/ feedback through question box option. Such questions by the Members shall be taken up during the meeting or replied within seven (7) working days from the date of AGM by the Company suitably.

## 33. PROCEDURE TO RAISE QUESTIONS/SEEK CLARIFICATIONS WITH RESPECT TO ANNUAL REPORT AT THE 30TH AGM

1. Shareholders who would like to speak during the meeting must register their request mentioning their name, demat account number/folio number, e-mail id, mobile number and number of shares held on or before 15th September,

2025 with the Company at investorrelation@uttamsugar.in with subject line **"REGISTRATION FOR SPEAKER SHAREHOLDER (MENTION FOLIO NO./DPID-CLID)".**

2. Shareholders will be allowed to speak only when moderator of the meeting/ management will announce the name for speaking.
3. Shareholders will get confirmation on first cum first basis depending upon the provision made by the Company.
4. Other shareholders may ask questions to the panelist, via question answer box which will be available during the meeting in right side corner.

**34.** Members are requested to always quote their Folio No. / Client ID & DP ID in all correspondence with the Company's Registrars and the Company. Members are requested to send all communications relating to shares to the Registrar and Share Transfer Agent of the Company at the following address :-

**MUFG Intime India Private Limited**
Noble Heights, 1st floor,
Plot No NH-2, C-1 Block, LSC,
Near Savitri Market, Janakpuri,
New Delhi - 110058
Tel. :- 011-4941 1000
Telefax :- 011-4141 0591
E-mail: delhi@in.mpms.mufg.com

## APPOINTMENT / RE-APPOINTMENT OF DIRECTORS (ANNEXURE TO NOTICE)

(A brief resume/particulars in respect of the proposed appointment/re-appointment of Director is given below in terms of Regulation 36(3) of SEBI (LODR) Regulations, 2015 and Secretarial Standard on General Meetings)

| Name | Mr. Gurbachan Singh Matta | Mr. Jasbir Singh |
|---|---|---|
| **DIN** | 02612602 | 08897793 |
| **Date of Birth** | 24th March, 1948 | 20th August, 1947 |
| **Date of first Appointment on the Board** | 30th September, 2020 | 30th September, 2020 |
| **Qualifications** | B.Sc.(Hons.) & CAIIB | B.E (Mech), A.N.S.I. (Sugar Engg.) F.S.T.A., M.I.E. (India) |
| **Experience, Skills and Expertise in functional areas** | Mr. Matta is an ex-banker with over 53 years of experience. He was associated with Indian Overseas Bank since 1968 till 2005. In August 2005, he joined Punjab and Sind Bank and was promoted as Executive Director of the Bank in March 2006. He has also headed various committees for implementation of Basel II, Core Banking Solutions and Risk Management. He is also a visiting faculty at NIBSCOM (National Institute of Bank Studies and Corporate Management), Noida for lectures on various topics on the Banking Industry like Risk Management, Corporate Governance, Basel II norms, etc. | Mr. Jasbir Singh aged 77 years, holds degree in B.E (Mech), A.N.S.I (Sugar Engg.) F.S.T.A., M.I.E (India). Mr. Singh is having around 54 years of vast experience with various industries. He was Technical Advisor of National Federation of Co-operative Sugar Factories, New Delhi. He is also Director (Technical) with National Forum of Sugar Consultants, New Delhi. |
| **Directorship held in other Listed Companies** | NIL | NIL |
| **Resignation from other Listed Companies in last 3 years** | N.A. | N.A. |
| **Chairmanship/Membership in Committee across other Listed Companies** | NIL | NIL |
| **Number of Shares held in the Company** | NIL | NIL |
| **Terms and conditions of appointment / re-appointment along with details of remuneration sought to be paid** | Mr. Matta, being eligible, offers himself for re-appointment. It is proposed to re-appoint him for further tenure of 5 (Five) Years. There is no change in the remuneration payable to him. | Mr. Singh, being eligible, offers himself for re-appointment. It is proposed to re-appoint him as an Independent Director for second tenure of 5 (Five) Years. There is no change in the remuneration payable to him. |
| **Remuneration last drawn (Per Annum)** | ₹13.65 Lakhs | ₹13.65 Lakhs |
| **The number of Meetings of the Board attended** | 5 (Five) | 5 (Five) |
| **Relationship with other Directors, KMP and Manager** | None | None |

## Details of Shareholding of Non-Executive Directors of the Company

(Pursuant to Regulation 36(3) of SEBI (LODR), 2015)

| Sl. No. | Name of Directors | No. of Equity Shares held | No. of Equity Shares held as beneficial owner |
|---|---|---|---|
| 1 | Mr. Gurbachan Singh Matta | Nil | Nil |
| 2 | Mr. Jasbir Singh | Nil | Nil |
| 3 | Mr. Ravi Kumar | Nil | Nil |
| 4 | Mrs. Anju Sethi | Nil | Nil |

## EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013 ANNEXED AND FORMING PART OF THE NOTICE

### Item No. 6

Mr. Gurbachan Singh Matta (DIN: 02612602) was appointed as Non-Executive Non-Independent Director for a period of five years commencing from 30th September, 2020 to 29th September, 2025. Accordingly, his tenure is going to expire on 29th September, 2025.

As per the recommendation of the Nomination and Remuneration Committee in its meeting held on 13th August, 2025 and approval of the Board of Directors in their meeting held on 13th August, 2025, based on his skills, rich experience, knowledge and contributions to the management made by him during his tenure, the Board recommend the re-appointment of Mr. Gurbachan Singh Matta as a Non-Executive Non-Independent Director of the Company for a further term of five years from 30th September, 2025 to 29th September, 2030 as per the provisions of the Companies Act, 2013 and he shall be liable to retire by rotation as provided under Section 152(6) of the Companies Act, 2013. He, if appointed, will be entitled for such remuneration as approved by the members of the Company in the 26th Annual General Meeting of the Company, in which members have approved the payment of remuneration to all the Non-Executive Directors and said payment of remuneration shall be subject to such limits, prescribed or as may be prescribed from time to time.

The Company has also received a declaration from Mr. Gurbachan Singh Matta confirming that he is not disqualified from being appointed as Director in terms of Section 164 of the Companies Act, 2013, as amended from time to time. Further, he is not debarred from holding the office of Director pursuant to any Order issued by the Securities and Exchange Board of India (SEBI) or any other authority. In the opinion of the Board, he fulfills the conditions for his re-appointment specified in the Companies Act, 2013.

Pursuant to Secretarial Standards on General Meeting (SS-2), the summary of performance evaluation of Mr. Gurbachan Singh Matta is as follow:

Mr. Gurbachan Singh Matta is an ex-banker with over 53 years of experience. He was associated with Indian Overseas Bank since 1968 till 2005. In August 2005, he joined Punjab and Sind Bank and was promoted as Executive Director of the Bank in March 2006. He has also headed various committees for implementation of Basel II, Core Banking Solutions and Risk Management. He is also a visiting faculty at NIBSCOM (National Institute of Bank Studies and Corporate Management), Noida for lectures on various topics on the Banking Industry like Risk Management, Corporate Governance, Basel II norms, etc.

Further, as per the provisions of Regulation 17(1A) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as "the Listing Regulations"), no listed entity shall appoint a person or continue the directorship of any person as a Non-Executive Director who has attained the age of 75 (Seventy Five) years unless a special resolution is passed to that effect. As Mr. Gurbachan Singh Matta has already attained the age of 75 years, Special Resolution is required for his re-appointment pursuant to Regulation 17(1A). The Board of Directors recommends the resolution as set out in the Item No. 6 for approval of Members by way of Special Resolutions.

The copy of draft letter of appointment of Mr. Gurbachan Singh Matta setting out the terms and conditions of his re-appointment is available for inspection at the registered office of the Company during office hours on all working days from the date of dispatch of the Notice till the date of AGM. Pursuant to Regulation 36(3) of SEBI Listing Regulations and Para 1.2.5 of Secretarial Standard – 2 on General Meetings issued by the Institute of Company Secretaries of India (ICSI), requisite particulars of Mr. Gurbachan Singh Matta including his brief profile has already been provided under the heading "Details of Appointment / Re-Appointment of Directors at the forthcoming AGM (Annexure to the Notice)". A brief profile of Mr. Gurbachan Singh Matta has already been provided under the heading "Re-Appointment / Appointment of Directors (Annexure to Notice)".

Except, Mr. Gurbachan Singh Matta being the appointee, none of the other Directors and Key Managerial Personnel of the Company including their relatives are concerned or interested, financially or otherwise in the resolutions.

### Item No. 7

Mr. Jasbir Singh (DIN: 08897793) was appointed as Non-Executive Independent Director for a period of five years commencing from 30th September, 2020 to 29th September, 2025. Accordingly, his first tenure as Independent Director is going to expire on 29th September, 2025.

As per the recommendation of the Nomination and Remuneration Committee in its meeting held on 13th August, 2025 and approval of the Board of Directors in their meeting held on 13th August, 2025, based on his skills, rich experience, knowledge and contributions to the management made by him during his tenure, the Board recommend the re-appointment of Mr. Jasbir Singh as a Non-Executive Independent Director of the Company for the second tenure of five years as Independent Director commencing from 30th September, 2025 to 29th September, 2030 as per the provisions of the Companies Act, 2013 and he shall not be liable to retire by rotation as provided under Section 152(6) of the Companies Act, 2013. He, if appointed, will be entitled for such remuneration as approved by the members of the Company in the 26th Annual General Meeting of the Company, in which members have approved the payment of remuneration to all the Non-Executive Directors and said payment of remuneration shall be subject to such limits, prescribed or as may be prescribed from time to time.

The Company has also received the consent and requisite declaration from Mr. Jasbir Singh confirming that he is not disqualified from being appointed as Director in terms of Section 164 of the Companies Act, 2013, as amended from time to time. He has also given the declaration as per the provisions of the Act and SEBI Listing Regulations that he meets the criteria of independence as provided under Section 149(6) of the Act and Regulation 16(1)(b) of the SEBI Listing Regulations. Further, in terms of Regulation 25(8) of SEBI Listing Regulations, he has also confirmed that he is not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact his ability to discharge his duties. Further, he is not debarred from holding the office of Director pursuant to any Order issued by the Securities and Exchange Board of India (SEBI) or any other authority. In the opinion of the Board, he fulfills the conditions for his re-appointment specified in the Companies Act, 2013.

Pursuant to Secretarial Standards on General Meeting (SS-2), the summary of performance evaluation of Mr. Jasbir Singh is as follow:

Mr. Jasbir Singh aged 77 years, holds degree in B.E (Mech), A.N.S.I (Sugar Engg.) F.S.T.A., M.I.E (India). Mr. Singh is having around 54 years of vast experience with various industries. He was Technical Advisor of National Federation of Co-operative Sugar Factories, New Delhi. He is also Director (Technical) with National Forum of Sugar Consultants, New Delhi.

Further, as per the provisions of Regulation 17(1A) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as "the Listing Regulations"), no listed entity shall appoint a person or continue the directorship of any person as a Non-Executive Director who has attained the age of 75 (Seventy Five) years unless a special resolution is passed to that effect. As Mr. Jasbir Singh has already attained the age of 75 years, Special Resolution is required for his re-appointment pursuant to Regulation 17(1A). The Board of Directors recommends the resolution as set out in the Item No. 6 for approval of Members by way of Special Resolutions.

The copy of draft letter of appointment of Mr. Jasbir Singh setting out the terms and conditions of his re-appointment is available for inspection at the registered office of the Company during office hours on all working days from the date of dispatch of the Notice till the date of AGM. Pursuant to Regulation 36(3) of SEBI Listing Regulations and Para 1.2.5 of Secretarial Standard – 2 on General Meetings issued by the Institute of Company Secretaries of India (ICSI), requisite particulars of Mr. Jasbir Singh including his brief profile has already been provided under the heading "Details of Appointment / Re-Appointment of Directors at the forthcoming AGM (Annexure to the Notice)". A brief profile of Mr. Jasbir Singh has already been provided under the heading "Re-Appointment / Appointment of Directors (Annexure to Notice)".

The Board of Directors recommends the resolution as set out in the Item No. 7 for approval of Members by way of Special Resolutions.

Except, Mr. Jasbir Singh being the appointee, none of the other Directors and Key Managerial Personnel of the Company including their relatives are concerned or interested, financially or otherwise in the resolutions.

**Item No. 8**

In terms of the amended provisions of Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'Listing Regulations') vide SEBI Notification dated 12th December, 2024 and provisions of Section 204 of the Companies Act, 2013 ('Act'), the Company can appoint or reappoint an individual as Secretarial Auditor for not more than one term of five consecutive years or a Secretarial Audit firm as Secretarial Auditors for not more than two terms of five consecutive years with the approval of its shareholders in its Annual General Meeting. Further, a person/ partner of the firm eligible for appointment/re-appointment as a Secretarial Auditors shall be a Peer Reviewed Company Secretary.

Pursuant to the provisions of Sections 204 of the Companies Act, 2013 and Regulation 24A of the Listing Regulations and pursuant to the recommendations of the Audit Committee in its meeting held on 23rd May, 2025, after due deliberations and discussions on the expertise, experience, recommended to the Board, the appointment of M/s N. K. Rastogi & Associates, Practicing Company Secretary, (C.P. No. 3785 and Peer Review Certificate no. 1280/2021) as Secretarial Auditors of the Company for five consecutive years from the conclusion of 30th Annual General Meeting ('AGM') until the conclusion of the 35th AGM of the Company at such professional fees and applicable taxes and re-imbursement of out of pocket expenses, as mutually agreed between the Board of Directors and the Secretarial Auditors of the Company.

CS Naveen Kumar Rastogi, Proprietor of M/s N. K. Rastogi & Associates, is a seasoned Practicing Company Secretary with over two decades of experience in corporate compliance and governance. He has been operating his firm since 2001, offering expert secretarial and corporate advisory services to a diverse clientele. The firm is a peer-reviewed entity, recognized for maintaining high standards of professional ethics and quality as per the guidelines of the Institute of Company Secretaries of India (ICSI). Backed by dedicated team, the firm ensures timely and compliant delivery of services tailored to client needs.

He has been into providing of Core Services which include Corporate law advisory and compliance, Drafting and vetting of legal documents and resolutions, Assistance with board and general meeting procedures, filing and representation before the Registrar of Companies (ROC) and other regulatory authorities besides conducting Secretarial Audit of various Companies.

With a strong foundation in legal compliance and a client-centric approach, M/s N. K. Rastogi & Associates continues to support companies in maintaining sound corporate governance and statutory integrity.

Further, this is to inform the members that, beside the Secretarial Audit Services the Company would also obtain certain certifications under various regulations and other permissible non audit services as required from time to time. In this regard they will be paid separately on mutually agreed terms, as approved by the Board in consultation with the Audit Committee.

M/s N. K. Rastogi & Associates, Practicing Company Secretary have consented to their appointment as Secretarial Auditors and have confirmed that if appointed, their appointment will be accordance with Section 204 read with Regulation 24A of Listing Regulations. They have also confirmed that they are not disqualified to be appointed as Secretarial Auditors in terms of provisions of the Act & Rules made thereunder and SEBI LODR Regulations.

The Board of Directors recommends the resolution as set out in the Item No. 8 for approval of Members by way of Ordinary Resolutions.

None of the Directors and Key Managerial Personnel of the Company including their relatives is concerned or interested, financially or otherwise in the resolutions.

**Item No. 9**

The Board on the recommendation of the Audit Committee, has approved the re-appointment and remuneration of M/s M.K. Singhal & Co., the Cost Accountants as the Cost Auditors to conduct the audit of the cost records of the Company for the Financial Year 2025-26 as per the following details:

| Product | Factory |
|---|---|
| Sugar | Libberheri Unit, Barkatpur Unit, Khaikheri Unit & Shermau Unit |
| Power | Libberheri Unit, Barkatpur Unit, Khaikheri Unit & Shermau Unit |
| Ethanol Distillery | Barkatpur Unit & Libberheri unit |

In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014 as amended upto date, the remuneration payable to the Cost Auditors for the Financial Year 2025-26 is to be ratified by the shareholders by way of an Ordinary Resolution.

The Board of Directors recommends the resolution as set out in the Item No. 9 for approval of Members by way of Ordinary Resolution.

None of the Directors and Key Managerial Personnel of the Company including their relatives is concerned or interested, financially or otherwise in the resolutions.

**By Order of the Board**
**For Uttam Sugar Mills Limited**

**(RAJESH GARG)**
**COMPANY SECRETARY &**
**COMPLIANCE OFFICER**
**Membership No. FCS-5841**

**Place : Noida**
**Date : 13th August, 2025**

**Registered Office:**
Village Libberheri, Tehsil Roorkee,
Distt. Haridwar, Uttarakhand.
CIN: L99999UR1993PLC032518
Website : www.uttamsugar.in

# 30th Directors Report 2024-25



## DIRECTORS' REPORT

**The Shareholders of the Company,**

Your directors take pleasure in presenting this Thirtieth Annual Report together with the Audited Annual Financial Statements for the year ended 31st March, 2025.

### FINANCIAL RESULTS

The financial results of the Company for the year ended on 31st March, 2025 are as under:-

| PARTICULARS | (₹ in Lakhs) | |
|---|---|---|
| | Year ended 31.03.2025 | Year ended 31.03.2024 |
| Revenue from Operations | **1,79,340.97** | 2,04,696.65 |
| Profit before Depreciation & Tax | **16,843.12** | 21,862.39 |
| **Less:** | | |
| Depreciation | **4,459.69** | 3,980.56 |
| Profit before Tax | **12,383.43** | 17,881.83 |
| **Less:** Provision for Taxation | | |
| Current Tax | **2,700.00** | 4,123.15 |
| Income Tax for Earlier Year | **(20.70)** | 22.25 |
| Deferred Tax (Credit) | **580.72** | 515.52 |
| **Profit after Tax** | **9,123.41** | 13,220.91 |
| Total Other Comprehensive Income/(Loss) | **(82.25)** | (79.85) |
| **Profit for the year** | **9,041.16** | 13,141.06 |
| **Add:** Balance brought forward from Previous Year | **44,573.65** | 33,091.18 |
| **Less:** Amount transferred to Capital Redemption Reserve on redemption during the year | | |
| i) 58700 (213850 in FY 24) 6.50% Non-Cumulative Redeemable Preference Shares | **58.70** | 213.85 |
| ii) 203725 (266575 in FY 24) 10% Non-Cumulative Redeemable Preference Shares | **203.73** | 266.58 |
| **Less:** Impact of Deferred Tax on Land Revaluation reserve | **220.00** | - |
| **Less:** Impact of redemption of Preference Shares out of opening retained earning | **85.85** | 184.27 |
| **Less:** | | |
| i) Equity Dividend paid out of retained earnings | **953.45** | 953.45 |
| ii) Preference Dividend paid out of retained earnings | **15.02** | 40.44 |
| **Surplus transferred to Balance Sheet** | **52,078.06** | 44,573.65 |

### DIVIDEND

Your directors recommended a dividend at the prescribed rate on 6.50% Non-Cumulative Redeemable Preference shares and on 10% Non-Cumulative Redeemable Preference shares and 25% i.e., 2.50/- per Equity Share of ₹ 10/- each, for the year ended 31st March 2025, which is subject to the approval of Shareholders at the ensuing Annual General Meeting of the Company. The dividend, if approved at the forthcoming Annual General Meeting will be paid to Members whose names appear in the Register of Members as on Friday, 12th September, 2025.

### PERFORMANCE OF THE COMPANY

**Revenue from Operation** during the year under review, your Company's Revenue from Operations was ₹ 1,79,340.97 Lakhs as compared to ₹ 2,04,696.65 Lakhs in the previous financial year.

**EBITDA** during FY 2024-25 is ₹ 22,231.53 lakhs as compared to ₹ 27,435.80 lakhs during the previous FY, EBIDTA is lower as compared to previous FY is mainly on account of less allocation of quota of sugar sales besides lower cane crush in FY 2024-25 due to damage of crop on account of excessive rain and floods.

**Earning before tax** is at ₹ 12,383.43 lakhs as against ₹ 17,881.83 lakhs in previous year.

**Earnings after tax** is at ₹ 9,041.16 lakhs, as compared to the earnings after tax of previous FY of ₹ 13,141.06 lakhs.

## REVIEW OF OPERATIONS

### Sugar Division

Operational data of the Company for the financial year 2024-25 and 2023-24 are as under:-

| Financial Year | Cane crushed (In Lakhs Qtls.) | Sugar produced (In Lakhs Qtls.) | Recovery % |
|---|---|---|---|
| 2024-25 | 381.82 | 34.69 | 9.09* |
| 2023-24 | 404.98 | 42.83 | 10.53 |

- Includes impact of increase the diversion of sugar in ethanol through syrup/B Hy.

Following are the season wise data of Cane crushed and Sugar produced: -

| Crushing Season | Cane crushed (In Lakhs Qtls) | Sugar produced (In Lakhs Qtls) | Recovery %* |
|---|---|---|---|
| 2024-25 | 401.68 | 35.90 | 8.94 |
| 2023-24 | 325.36 | 34.23 | 10.53 |

*Recovery Equivalent to C Hy Molasses -11.28% in SS 2024-25 & 11.56% in SS 2023-24.

Lower recovery due to impact of pest & diseases attack in Cane crop.

### Major Highlights of FY 2024-25 and of SS 2024-25

- Sugarcane crushing in SS 2024-25 increased by around 23.46% from 325.36 lakhs Qtls to 401.68 lakhs Qtls. The increase in crush is mainly due to better yield of sugarcane besides favorable weather conditions.
- Net Recovery of Sugar during the season was 8.94% in SS 2024-25 as against 10.53% in SS 2023-24 with B Hy molasses/syrup. Recovery equivalent to C Hy molasses was 11.28% in SS 2024-25 as against 11.56% in SS 2023-24 slightly lower because of impact of pest & diseases attack in Cane Crop.
- During the sugar season 2024-25 9.42 Lakhs qtls of sugar diverted to ethanol as compare to 3.35 lakhs qtls during SS 2023-24 in the form of B Hy & syrup.
- During the current season all our four units operated through B Hy mollases besides Barkatpur & Libberheri also operated on syrup with B Hy mollases.
- During the FY 2024-25, your company has increased the installed cane crushing capacity at Khaikheri from 4700 TCD to 5500 TCD.
- During the FY 2024-25, company sold 675.38 Lakhs bulk litres industrial alcohol (including Ethanol) as compared to the 652.83 Lakhs bulk litres in the previous financial year.
- During the FY 2024-25, the EBITDA margin has decreased from 13.35% to 12.35% to total income mainly on account of lower sugar sales besides less cane crush in FY 2024-25.
- During the FY 2024-25, the PAT margin has decreased from 6.43% to 5.07%.
- Industrial Alcohol production of 6.66 crore litres in FY 2024-25 as against 6.83 crore litres in FY 2023-24, a decrease of 2% over previous year due to restrictions imposed by the Government of India on production of Ethanol from B Hy/Syrup.

The Company registered a gross turnover of Sugar of ₹ 1,31,093.95 Lakhs for the year ended 31st March, 2025 as against ₹ 1,56,408.10 Lakhs for the year ended 31st March, 2024– a decrease of gross turnover by 16.18 % due to less allocation of quota of sugar sales besides lower cane crush. Sale quantity of sugar decreased by 19%, however, the net sales realization of Sugar was better at ₹ 3984 per qtl during Current year as against ₹ 3856 per qtl in previous year.

During the current season, the Company commenced its crushing in all four Units in 1st week of November 2024. The sugar recovery was slightly on lower side as compared to previous season as crop effected by pest & diseases.

The Company's aggregate sugar cane crushing was 401.68 Lakhs qtls during the season 2024-25 as against 325.36 Lakhs qtls during the season 2023-24. The increase in cane crush is due to better cane development programme consisting of crop protection, change in sowing technique which resulted better yield of sugarcane.

The Company continued to focus on cane development activities, comprising of varietal replacement with proven high sugared varieties, change in pattern of sowing, ratoon management, encouraging use of Bio – fertilizers, Bio-pesticides, soil testing activities, crop protection etc. and modern agricultural practices due to which the recovery and crushing is expected to improve in the coming season. Apart from these activities, company is further strengthening the cane development activities by way of development of in-house agri research centre, integrated pest management programme, soil testing facilities, encouraging use of Bio-fertilizer, installation of Lab and Bio-pesticides and training facilities for the farmers & cane development staff.

- There is no change in cane price of SS 2024-25 and kept at the level of SS 2023-24. SAP for SS 24-25 were as under: -

**A) Uttar Pradesh**

| | |
|---|---|
| Early | 370/- Per Qtl |
| General | 360/- Per Qtl |

**B) Uttarakhand**

| | |
|---|---|
| Early Variety | 375/- Per Qtl |
| General Variety | 365/- Per Qtl |

- Society Commission remain same as it was in previous season at ₹ 5.50/- qtl for Sugar Season 2024-25 in both the states.
- For the sugar season of 2024-25, FRP increased at ₹ 340/quintal at a recovery of 10.25%. "With each increase of recovery by 0.1%, farmers will get an additional price of ₹ 3.32 while the same amount will be deducted on reduction of recovery by 0.1%," Factories whose recovery is lesser than 9.50, FRP fixed at 315.10/- qtl.
- Government of India has allocated export Quota of 10 lacs tons sugar which to be exported by 30.09.2025.

### Co-generation Division

During the period under review, your company produced 2,267.01 Lakhs KWH of power as compared to 2,820.11 Lakhs KWH of power in the year 2023-2024. Out of total production, your company exported 1,045.80 Lakhs KWH to UPPCL/UPCL for a total amount of ₹ 4,635.78 Lakhs against 1,374.14 Lakhs KWH for an amount of ₹ 5,862.03 Lakhs in the previous year. Power Production/Export decreased mainly due to reduction in steam consumption in our most of plants as only incidental power being exported in the state of UP because of very lower rate of power in UP.

### Distillery Division

Your company has two Distilleries with an installed capacity of 300 KLPD [250 KLPD at Barkatpur (Distt. Bijnor) in the State of Uttar Pradesh and 50 KLPD Libberheri (Distt. Haridwar) in the State of Uttarakhand] on the working of C Hy. In case of plant operate on B Hy, the plant capacity will be higher by 25%.

During the year under review 665.57 Lakhs bulk litres (BL) of industrial alcohol produced as compared to 683.26 Lakhs bulk litres in the year 2023-24 and your company sold 675.38 Lakhs bulk litres industrial alcohol (including of Ethanol) as compared to the 652.83 Lakhs bulk litres in the previous financial year.

$CO_2$ gas sold of 49.01 Lakhs kg amounting to ₹ 135.36 Lakhs during the year as compared to sales of 72.33 Lakhs kg amounting to ₹ 185.87 Lakhs in the previous year ending 31st March 2024 slightly dip in sales because of the gap of demand and supply.

During the year under review 66.22 lakhs KG of Potash amounting ₹ 100.00 lakhs sold as against 52.21 lakhs KG amounting ₹ 120.45 lakhs in previous financial year.

**Performance of Branded/Specialty Sugar Division during the last 07 Financial Year (Average/month): -**

From the above table, continuous growth being observed in the segment, in current year it was higher as compared to previous year. Our presence is increasing in all the sector like in General Trade, Modern Trade, HORECA, various companies etc.

Company is continuously focusing in the sales of specialty products consisting of sachet, icing, invert, cubes (both white & brown) etc. New major buyers added in HORECA sector like IRCTC, CCD, Starbucks, Mother Dairy etc.

## The Indian Sugar industry review

The Indian Sugar Season 2024-25 was characterized by few landmark statistics such as-

a) In the Sugar Season 2024-25 the total sugar production estimated as 258 lakhs tones which is lower than last season's figure of 316 lakhs tones.

b) Major reduction in sugar production, were observed in state of Maharashtra by 25%, Karnataka by 20%, Tamilnadu by 47% and UP by 10%.

c) Production is after netting of 35 Lakhs tones diverted in ethanol. India's net sugar production to drop 11-12% in SS 2024-25 due to lower cane crush besides drop in recovery.

d) Government allowed 1 MT sugar exports for SS 2024-25 which is to be exported by 30th September 2025.

e) State Advised Price (SAP) of UP & UK states of sugarcane for the sugar season 2024-25 remained unchanged at ₹370/- & ₹ 375/- per quintal respectively for early variety of sugarcane. In case of general variety, it is lesser by ₹ 10/-qtl.

f) Fair & Remunerative Price (FRP) of sugarcane for the sugar season 2024-25 has been revised to ₹340 per quintal from ₹315 per quintal in the previous season (basic recovery of 10.25%), premium of ₹ 3.32/- qtl, approved for every 0.1% increase in recovery over 10.25%.

g) FRP for the sugar season 2025-26 has been revised to ₹355 per quintal linked to basic recovery of 10.25%, premium of ₹ 3.46/- qtls for each 0.1% increase in recovery over 10.25%.

h) Domestic consumption of Sugar decreased which can be evident from less quota allocation besides lapsing of quota by some of the mills.

i) Closing stock estimated more than 5 million MT at the end of sugar season 2024-25 & the estimation of the production for 2025-26 is also better.

j) The intervention of the Government needed for the industry with respect to MSP which needs to be increased from ₹ 3100/- qtl as cost of production is very high as compare to MSP.

## The Indian Ethanol industry review

The Government of India has been implementing Ethanol Blended with Petrol (EBP) Programme throughout the country wherein Oil Marketing Companies (OMCs) sell petrol blended with ethanol. Under EBP Programme, Government has fixed the target of 20% blending of ethanol with petrol by 2025.

Further, with a view to enhance the ethanol production capacity in the country to achieve the blending targets set under EBP Programme, the Government has notified various ethanol interest subvention schemes from July 2018 to April 2022.

Due to effective Government policies, the supply of ethanol to Oil Marketing Companies (OMCs) has increased by more than 22 times to about 825 crore litres in Ethanol Supply Year (ESY) 2023-24 from 38 crore litres in ESY 2013-14. The blending percentage has also increased from 1.53% in ESY 2013-14 to targeted 15% in ESY 2023-24.

Through the sale of ethanol, the cash flows for sugar mills have improved resulting in prompt payment to cane farmers. In last 10 years, sugar mills have earned revenue of more than 94,000 crores from sale of ethanol which has added to the bottom line of sugar mills. Production of ethanol has led to proportionate reduction in the import of petrol or crude oil which has resulted in saving of foreign exchange for India.

Although India's ethanol industry is growing, the country still relies on oil imports, leaving it vulnerable to fluctuations in global markets. In response, the Indian government set ambitious goals in its National Policy on Biofuels to increase domestic bioethanol production and decrease reliance on foreign oil, aiming for increased blending with petroleum. To do so, India is facilitating and subsidizing entrepreneurs in setting up new distilleries or expanding existing ones, whether molasses-, syrup/cane juice grain-, or dual-feed-based.

To further encourage bioethanol production, the Government of India is promoting alternative feedstocks such as surplus grain, rather than exclusively damaged grain, to meet the feedstock needs. Additionally, India promotes the use of corn for multiple reasons: its high potential as a raw material for ethanol, its higher market price support for farmers, and its higher agricultural yield. Corn production is expected to rise by 10 million metric tons over the next 5 years – allowing for more conversion into ethanol.

Bioethanol producers are facing several challenges, with a struggle to keep up with increasing feedstock prices and low prices for DDGS from grain ethanol.

a) As per the latest reports from the Government of India, as of May 04, 2025, Oil Marketing Companies (OMCs) have secured around 465 Crore Liters of ethanol.

b) The sugar sector contributed around 212 Crore Liters, with the grain sector supplying the remaining 253 Crore Liters.

c) Overall, the percentage-wise contribution of Sugar Sector and Grain Sector stands at 46% & 54% respectively.

d) The current blending percentage achieved is 18.61%, as of May 04, 2025.

e) Monthly average ethanol blending of 19.70% achieved for the month of April-2025.

f) 1067 Crore liters' ethanol allocated for ESY 2024-25 so far.

The Government is in the final stage of finalizing the road map of E 20 and beyond, with the draft report nearly on completing stage. The report is expected to provide insight into the projected contribution of sugar-based ethanol in coming year besides to give clarity on introduction of Flexi/Hybrid and E85/E100 Fuel.

## UPDATE ON THE UTTAM DISTILLERIES LIMITED (SUBSIDIARY COMPANY)

During the year under review, the Company has acquired 53.77% stake in Uttam Distilleries Limited (UDL), consequent to which UDL has become Subsidiary company of Uttam Sugar Mills Ltd. w.e.f. 30th July, 2024. The Company has acquired further stake in UDL pursuant to the Share Subscription cum Transfer Agreement (SSTA) and accordingly, as on the date of this report, the company is holding 83.73% in UDL.

UDL is a closely held Company and it has set up a 40 KLPD Ethanol/ ENA distillery (installed 48 KLPD) under Interest Subvention scheme expandable upto 160 KLPD Ethanol/ ENA plant based on all types Grains at Bahadarabad, Dist. Haridwar (Uttarakhand). The Company has already commenced its Commercial production w.e.f. 28th March, 2024.

Being the Holding Company of UDL, the Company has prepared Consolidated Financial Results for the year ended 31.03.2025 along with Standalone Results and the same is annexed with this 30th Annual Report.

## SHARE CAPITAL

The paid-up equity share capital of the Company as at 31st March, 2025 stood as ₹ 38.14 Crores. During the year under review, the Company has not issued any Shares including shares with Differential Voting Rights/ Stock Options/Sweat Equity shares etc. Further, during the year under review the Company had redeemed 58,700 6.50% Non-Cumulative Redeemable Preference shares and 2,03,725 10.00% Non-Cumulative Redeemable Preference shares as per the terms of the issue.

## DEPOSITS

Your Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014. There were no unclaimed or unpaid deposits at the end of Financial Year i.e. 31st March, 2025.

## DIRECTORS / KEY MANAGERIAL PERSONNEL (KMP)

### Retirement by Rotation

In accordance with the provisions of the Companies Act, 2013 and the Articles of Association of the Company, Mr. Gurbachan Singh Matta (DIN: 02612602), Non-Executive Non-Independent Director of the Company is liable to retire by rotation and being eligible, offers himself for appointment. The Board recommends the appointment of Mr. Gurbachan Singh Matta as Director in the ensuing AGM of the Company.

### Changes in the Board/KMP (Appointment and Resignation)

During the year under review, Mr. Narendra Kumar Sawhney (DIN: 00109853) and Mrs. Rutuja Rajendra More (DIN: 07201928) ceased to be Directors of the Company w.e.f. 19th September, 2024 on completion of their second tenure as Independent Directors. The Board places on record its deep appreciation for the contributions of Mr. Narendra Kumar Sawhney and Mrs. Rutuja Rajendra More during their tenure as Independent Directors.

In compliance of provisions of section 149 of the Companies Act, 2013 and Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, to have an optimum combination of Board, Mrs. Anju Sethi (DIN: 10746144) has been appointed as Independent Director on the Board of the Company for a period of five years w.e.f 18th September, 2024 to 17th September, 2029. Mrs. Anju Sethi has also given declarations confirming that she meets the criteria of Independence as prescribed under the Companies Act, 2013 and SEBI (LODR) Regulations, 2015. The Company has also received the confirmation from Mrs. Anju Sethi that she has enrolled/registered herself in the databank of persons offering to become Independent Directors.

Mr. G. S. Matta (DIN: 02612602) was appointed as Non-Executive Director in the Non-Independent category for a period of five years commencing from 30th September, 2020 to 29th September, 2025. Since, the tenure of Mr. G. S. Matta is going to expire on 29th September, 2025, he may be re-appointed for further term of 5 (Five) years. Accordingly, Mr. G. S. Matta, Non-Executive Non-Independent Director being eligible is proposed to be re-appointed as Non-Executive Non-Independent Director of the Company for a further term of five years from 30th September, 2025 to 29th September, 2030 as per the provisions of the Companies Act, 2013.

Mr. Jasbir Singh (DIN: 08897793) was appointed as Non-Executive Independent Director for a period of five years commencing from 30th September, 2020 to 29th September, 2025. Since, the first tenure of Mr. Jasbir Singh is going to expire on 29th September, 2025, he may be re-appointed for the Second tenure of 5 (Five) years. Accordingly, Mr. Jasbir Singh, Non-Executive Independent Director being eligible is proposed to be re-appointed as Non-Executive Independent Director of the Company for the second tenure as Independent Director for five years from 30th September, 2025 to 29th September, 2030 as per the provisions of the Companies Act, 2013.

## Declaration/Disclosures of Directors

None of the directors of the company are disqualified under the provisions of the Companies Act, 2013 or under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

All the Directors have made necessary disclosures as required under the various provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

## DIRECTORS' RESPONSIBILITY STATEMENT

The Board of Directors acknowledges the responsibility for ensuring compliance with the provisions of Section 134(3)(c) read with Section 134(5) of the Companies Act, 2013 and state that:

i. in the preparation of the Annual Accounts for the year ended 31st March, 2025, the applicable Accounting Standards have been followed along with proper explanation relating to material departures; if any;

ii. they have selected appropriate accounting policies and have 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 as at 31st March, 2025 and of the profits of the Company for the year ended on that date;

iii. they have 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;

iv. they have prepared the annual accounts on a 'going concern' basis;

v. they have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and

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

## AUDITORS

Pursuant to the applicable provisions of the Act, the members of the Company at their 27th Annual General Meeting held on 23rd September, 2022, appointed M/s B.K. Kapur & Co., Chartered Accountants (FRN: 000852C) as Statutory Auditors of the Company for a term of five consecutive years from the conclusion of 27th Annual General Meeting (AGM) till the conclusion of 32nd AGM to be held in the year 2027.

Further, the Auditors of the Company have not reported any fraud in terms of the second proviso to Section 143(12) of the Companies Act, 2013 and therefore no detail is required to be disclosed under Section 134 (3)(ca) of the Companies Act, 2013.

## Clarification on Auditors' Observations

Your Directors wish to clarify the observations reported by the Statutory Auditors as under:-

1. Regarding observation in Para i (c) of Annexure 'A' to the Report relating to the title deeds of the immovable property not in the name of the Company in one case, your Directors wish to state that the necessary action is being taken by the Company for registration of such immovable property in the name of the Company and Statutory procedures are pending.
2. Regarding observation in Para ix (a) of Annexure 'A' to the Report, there are no delays in the repayment of interest/installments to the Bank/Others. However, relating to delays in the repayment of interest/principal amount of the soft loan due to Govt. of Uttarakhand, your Directors wish to state that company has made a representation to the State Govt. for waiver of the loan alongwith interest, which is under consideration.

## COST AUDITORS

As per the requirements of the Section 148 of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rules, 2014 and Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, your Company is required to maintain cost records and accordingly, such accounts are made and records have been maintained. The Board on the recommendation of the Audit Committee has re-appointed M/s M.K. Singhal & Company (Firm Regn. No. 00074), Cost Accountants, to audit the Cost Accounting records relating to Sugar, Co-generation and Ethanol Distillery for the Financial Year 2025-26.

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 Auditors has to be ratified by the members of the Company. The Board recommends the same for approval of members in the ensuing Annual General Meeting.

## SECRETARIAL AUDIT REPORT

Pursuant to the provisions of Section 204 of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, amended upto date and Regulation 24A of Listing Regulations and other applicable provisions, if any, M/s N. K. Rastogi & Associates (C.P. No. 3785 and Peer Review Certificate no. 1280/2021), Practicing Company Secretary has conducted the Secretarial Audit of the Company for the Financial Year 2024-25. The Secretarial Audit Report for the financial year ended 31st March, 2025 is attached and marked as **"Annexure-I"** and forms part of the Board's Report. The Secretarial Auditor Report does not contain any qualification, reservation or adverse remark.

Further, pursuant to the provisions of Section 204 of the Act and Regulation 24A of Listing Regulations, the Board of Directors, on the recommendations of the Audit Committee, in its meeting held on 23rd May, 2025 has recommended to the shareholders of the Company, an appointment of M/s N. K. Rastogi & Associates, Practicing Company Secretary (C.P. No. 3785 and Peer Review Certificate no. 1280/2021) as the Secretarial Auditors of the Company for term of 5 (five) consecutive years, i.e., to hold the office from conclusion of 30th Annual General Meeting ('AGM') until the conclusion of the 35th AGM of the Company. The Company has received the consent & eligibility certificate from M/s N. K. Rastogi & Associates, Practicing Company Secretary and that the appointment, if made, shall be in accordance with the applicable provisions of the Act and rules framed thereunder and Listing Regulations.

## MEETINGS

The details of Board Meetings and Committee Meetings held during the period under review are given in the Corporate Governance Report.

## AUDIT COMMITTEE

Pursuant to the provisions of Section 177 of the Companies Act, 2013 read with Rules made thereunder and Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has in place Audit Committee. The details of terms of reference, composition of the Audit Committee, number and dates of meetings held, attendance of members and other details are given separately in the attached Corporate Governance Report. The Audit Committee satisfies the requirements of Act and SEBI (LODR) Regulations, 2015. All recommendations made by the Audit Committee during the year were accepted by the Board.

## ANNUAL RETURN

Pursuant to the provisions of Section 134(3)(a) and Section 92(3) of the Companies Act, 2013 read with Rules made thereunder, the draft Annual Return of the Company for the Financial Year ended 31st March, 2025 is uploaded on the website of the Company and can be accessed at https://www.uttamsugar.in/policy.php?id=93.

## VIGIL MECHANISM/ WHISTLE BLOWER POLICY

Pursuant to the provisions of Section 177 of the Companies Act, 2013 read with Rules made thereunder and Regulation 22 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has in place a Vigil Mechanism/Whistle Blower Policy to deal with unethical behavior, victimization, fraud and other grievances or concerns, if any. The Policy allows the whistle-blowers to have direct access to the Chairman of the Audit Committee and also protects them from any kind of discrimination or harassment. The aforesaid policy can be accessed on the Company's website i.e. www.uttamsugar.in and weblink of the same is https://www.uttamsugar.in/adminpanel/product_image/fa759408dc42019cc63c579cb76cdad4Whistle%20Blower%20and%20Vigil%20Mechanism.pdf

## NOMINATION & REMUNERATION COMMITTEE

Pursuant to the provisions of Section 178 of the Companies Act, 2013 read with Rules made thereunder and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has in place Nomination & Remuneration Committee and the details of terms of reference, composition, number & dates of meetings held, attendance and other details are given separately in the attached Corporate Governance Report.

The Board on the recommendation of Nomination & Remuneration Committee framed a policy i.e. Nomination and Remuneration Policy for selection and appointment of Directors, senior managerial personnel and their remuneration, including criteria for determining qualifications, positive attributes, independence of a director. The aforesaid policy can be accessed on the Company's website i.e. www.uttamsugar.in and weblink of the same is https://www.uttamsugar.in/adminpanel/product_image/a4028de98d60f262a1139f4630770f60NRC%20Policy.pdf

## BOARD EVALUATION

As per the provisions of the Companies Act, 2013, a formal annual evaluation needs to be done by the Board of its own performance and of its committees and other individual directors. Pursuant to the provisions of the Act and the Listing Regulations, the Board has carried out the annual performance evaluation of the Board, Independent Directors, Non-Executive Directors, Executive Directors, Committees and the Chairman of the Board. The evaluation of Non-Independent Directors, Chairman and the Board as a whole was done at a separate meeting by the Independent Directors.

Accordingly, the above said evaluation was done based on criteria which includes among others, providing strategic perspective, Chairmanship of Board and Committees, attendance and preparedness for the meetings, contribution at meetings, effective decision making ability and role of the Committees. The detailed analysis of performance evaluation is incorporated under the head 'Nomination and Remuneration Committee' in the Corporate Governance Report.

## CREDIT RATING

Details of Credit Ratings assigned to the Company are given in the Corporate Governance Report.

## PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT, 2013

The Company has made investments in the Uttam Distilleries Limited (Subsidiary Company) of the Company in compliance of the provisions of Section 186 of the Companies Act, 2013. The Company has not given any loan or provided guarantee/security during the year under review in terms of Section 186 of the Companies Act, 2013.

## PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SECTION 188(1) OF THE COMPANIES ACT, 2013

All related party transactions entered during the year are negotiated on an arms-length basis and are in the ordinary course of business. There have been no materially significant related party transactions entered by the Company with the promoters, directors and key managerial personnel of the Company. Further, the suitable disclosure as required in IND AS-24 regarding Related Party Transactions has been made in the notes to financial statements. The Company's policy for Related Party Transactions is available on Company's website i.e. www.uttamsugar.in and weblink of the same is https://www.uttamsugar.in/adminpanel/product_image/75a4453036148e2695b605fa182bc676Policy%20on%20Related%20Party%20Transactions.pdf

## PARTICULARS OF EMPLOYEES

The particulars of employees as required under Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are attached with this Report and marked as **"Annexure-II".** During the year under review, no complaint / case was filed or was pending for redressal pursuant to Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

## CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars in respect of Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo as required under Section 134(3)(m) of the Companies Act, 2013, are given in a separate annexure attached hereto and forms part of this Report and marked as **"Annexure-III"**.

## COMPLIANCE OF SECRETARIAL STANDARDS OF ICSI

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

## INTERNAL FINANCIAL CONTROLS

The Company has an adequate system of internal control relating to the nature of the business of the Company. A detailed note has been provided under Management Discussion and Analysis Report. The Company has Audit Committee which ensures proper compliance with the provisions of the Companies Act, 2013 and Listing Regulations and also reviews the adequacy and effectiveness of the internal control systems.

## SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS

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

## CORPORATE SOCIAL RESPONSIBILITY (CSR)

In accordance with the requirements of Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, the Company has constituted a Corporate Social Responsibility (CSR) Committee. The details of composition of CSR committee are given in the Corporate Governance Report attached hereto. The CSR Committee has framed and finalised the CSR policy of the Company which was duly approved by the Board. The CSR policy of the Company can be accessed on the Company's website i.e. www.uttamsugar.in and weblink of the same is https://www.uttamsugar.in/adminpanel/product_image/0424a8ef8cc61264d7626252c95da411Corporate%20Social%20Responsibilty%20Policy.pdf

Annual report on CSR activities as required under the Companies (Corporate Social Responsibility Policy) Rules, 2014 has been appended as **"Annexure-IV"** and forms integral part of this Report.

## RISK MANAGEMENT POLICY

As per Regulation 21 of the SEBI Listing Regulations, the top 1000 listed entities, determined on the basis of market capitalization has to constitute a Risk Management Committee. The Company is not falling within the purview of Regulation 21 of the SEBI Listing Regulations, however, the Company has in place Risk Management Committee, which is responsible to review and combat the risk on periodical basis. A detailed note on Risk management committee and other details are comprised in Corporate Governance Report.

The Company has also in place Risk Management policy to identify and evaluate business risk and opportunity of Risk Management to minimize the adverse impact on business objectives and enhancement of company's competitive advantage. The policy facilitates to identify the risk at appropriate time and necessary steps to be taken to mitigate the risk. The detailed risk analysis and their mitigation are given in the Management Discussions and Analysis Report.

## DIVIDEND DISTRIBUTION POLICY

As per Regulation 43A of the SEBI Listing Regulations, the top 1000 listed entities, determined on the basis of market capitalization, have to frame Dividend Distribution Policy. The Company is not falling within the purview of Regulation 43A of the SEBI Listing Regulations, however, the Company has adopted a Dividend Distribution Policy which is available on the website of the Company i.e. www.uttamsugar.in and weblink of the same is https://www.uttamsugar.in/adminpanel/product_image/9b7edc8e1a257ff51f420395dbd01552UTTAM%20SUGAR%20MILLS%20LIMITED_DDP.pdf

## SUBSIDIARY/ASSOCIATE/JOINT VENTURE COMPANIES

The Company does not have any Associate and/or any Joint Venture Company, however, the Company has a Subsidiary Company viz. Uttam Distilleries Limited.

## MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY

Except those disclosed in this Annual Report, there are no material changes and commitments affecting the financial position of the Company between the end of the financial year i.e. 31st March, 2025 and the date of this Report.

## CHANGE IN THE NATURE OF BUSINESS

During the year, there was no material change in the nature of business of the Company.

## BUSINESS RESPONSIBILITY AND SUSTAINABILITY REPORT

Pursuant to the provisions of Regulation 34(2)(f) of the Listing Regulations, inter alia, provides that the annual reports of the top 1000 listed entities, shall include a Business Responsibility & Sustainability Report (BRSR). The Company is not falling within the purview of Regulation 34(2)(f) of the SEBI Listing Regulations, however, your Company has formulated a Policy on Business Responsibility ("Policy"), which lays down the broad principles to guide the Company in delivering its various responsibilities to its stakeholders.

Business Responsibility & Sustainability Report describing the initiatives taken by the Company from an environmental, social and governance perspective forms part of this Report and marked as **"Annexure-V"**.

## CORPORATE GOVERNANCE

The report on Corporate Governance as stipulated under Regulation 34 (3) read with Schedule V (C) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, forms an integral part of this Report and marked as **"Annexure-VI"**, which also includes a Certificate obtained from a Practicing Company Secretary pursuant to the said Regulations.

## MANAGEMENT DISCUSSION & ANALYSIS REPORT

A separate Report on Management Discussion and Analysis for the year under review, as stipulated under regulation 34(2)(e) read with Schedule V (B) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, is presented in a separate section and forms part of this Report and marked as **"Annexure-VII"**.

## THE DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016

The Company has not made or received any application under the provisions of IBC during the financial year. There is no proceeding pending under the IBC during the year.

## THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF OTS AND THE VALUATION DONE WHILE TAKING LOAN

The requirement to disclose the details of difference between amount of the valuation done at the time of onetime settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof, is not applicable.

## INDUSTRIAL RELATIONS

Industrial relations continued to remain cordial throughout the year under review.

## ACKNOWLEDGEMENT

Your Directors thank the Customers, Suppliers, Farmers, various Govt. Agencies, Banks and Shareholders for their continued support and co-operation. Further, your Directors also acknowledge the dedicated services rendered by all the employees of the Company.

**For and on behalf of the Board**
**For UTTAM SUGAR MILLS LIMITED**

**Place : Noida**
**Date : 13th August, 2025**

**(RAJ KUMAR ADLAKHA)**
**MANAGING DIRECTOR**
**(DIN : 00133256)**

**(SHANKAR LAL SHARMA)**
**EXECUTIVE DIRECTOR**
**(DIN : 09018381)**

## (Annexure – I)

## FORM NO. MR-3

## SECRETARIAL AUDIT REPORT

**FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2025**

**[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A of SEBI (LODR) Regulations, 2015 read with the guidance note of the Institute of Company Secretaries of India]**

To,
**The Members,**
**Uttam Sugar Mills Limited**
Village Libberheri,
Tehsil Roorkee,
District Haridwar,
Uttarakhand – 247 667

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s Uttam Sugar Mills Limited (CIN: L99999UR1993PLC032518)** (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 my 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 March 31st, 2025 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 March 31st, 2025 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 to the extent of Regulation 76 of SEBI (Depositories and Participants) Regulations, 2018;

(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;

(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 (Issue of Capital and Disclosure Requirements) Regulations, 2018 **(Not applicable as the Company has not issued any shares during the year);**

(d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 **(Not Applicable during the year under review);**

(e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 **(Not Applicable during the year under review);**

(f) 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 **(Not Applicable during the year under review);**

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 **(Not Applicable during the year under review);**

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 **(Not Applicable during the year under review);**

(i) The SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and

(j) The Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018.

(vi) Laws specifically applicable to the industry to which the Company specifically belongs, as identified by the management are:-

**Sugar**

a) The U.P. Sugarcane (Regulation of supply and Purchase) Act, 1953 and Rules, 1954;
b) Uttar Pradesh Sheera Niyantran Adiniyam, 1964;
c) Uttar Pradesh Sheera Niyantran Niyamavali 1974;
d) Food Safety And Standards Act, 2006;
e) Essential Commodities Act,1955;
f) The Export (Quality Control and Inspection) Act, 1963;
g) The Cost Accounting Records (Sugar Industry) Rules, 2011;
h) The Legal Metrology Act, 2009;
i) The Environmental Protection Act, 1986; and
j) The Factories Act, 1948.

**CO-Gen/Electricity**

a) The Electricity Act, 2003;
b) National Tariff Policy; and
c) Explosives Act, 1884.

Cost Accounting Records (Industrial Alcohol) Rules, 1997.

We have also examined compliance with the applicable clauses of the following:

a) Secretarial Standards issued by The Institute of Company Secretaries of India.
b) The Listing Agreements entered into by the Company with BSE Limited and National Stock Exchange of India Limited.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. 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 and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

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.

All decisions at the Board Meetings and Committee Meetings were taken unanimously and are captured and recorded as part of the minutes.

**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.

**We further report that** during the audit period following major events have happened in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.: -

a) The Company had declared the final dividend on 6.50% Non-Cumulative Redeemable Preference Shares (NCRPS) of Face Value of ₹ 100/- (Rupees One Hundred Only) for the Financial Year 2023-24 and the same has been paid within the due time.

b) The Company had declared the final dividend on 10.00% Non-Cumulative Redeemable Preference Shares (NCRPS) of Face Value of ₹ 100/- (Rupees One Hundred Only) for the Financial Year 2023-24 and the same has been paid within the due time.

c) The Company had declared the final dividend of ₹ 2.50 per equity share of face value of ₹ 10 each for the Financial Year 2023-24 and the same has been paid within the due time.

d) The Company has redeemed 58,700 6.50% Non-Cumulative Redeemable Preference shares and 2,03,725 10.00% Non-Cumulative Redeemable Preference shares during the Financial Year 2024-25.

Besides above, the company has not undertaken any other major activities like;

i) public/Right/Preferential issue of shares/debentures/ sweat equity/ESOP etc.

ii) buy-back of securities.

iii) major decisions have not been taken by the members in pursuance to section 180 of the Companies Act, 2013.

iv) merger/amalgamation/reconstruction, etc.

v) foreign technical collaborations.

**Disclosure**

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 N. K. Rastogi & Associates**
**Company Secretaries**

**Naveen Kumar Rastogi**
**FCS No. 3685**
**C. P. No. 3785**
**Proprietor**

**Place : Delhi**
**Date : 8th August, 2025**
**UDIN: F003685G000968154**





**Annexure – A**

**[Annexure to the Secretarial Audit Report of M/s Uttam Sugar Mills Limited for the Financial Year ended 31st March, 2025]**

1. Maintenance of secretarial record 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. Wherever required, we have obtained 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 N. K. Rastogi & Associates**
**Company Secretaries**

**Naveen Kumar Rastogi**
**FCS No. 3685**
**C. P. No. 3785**
**Proprietor**

**Place : Delhi**
**Date : 8th August, 2025**
**UDIN: F003685G000968154**

## (Annexure – II)

## PARTICULARS OF EMPLOYEES

### STATEMENT OF PARTICULARS OF EMPLOYEES AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014 AS AMENDED UPTO DATE

The information required under Section 197 of the Act and the Rules made thereunder in respect of employees of the Company are as follows:-

(a) The median remuneration of employees of the Company during the financial year was ₹ 4.29 Lakhs. The ratio of the remuneration of each Director to the Median Remuneration of the employees of the Company for the financial year 2024-25 are as under:

| Directors | Designation | Remuneration of Directors in Financial Year 2024-25 (₹ In Lakhs) | Ratio of Remuneration of each Director to the Median Remuneration of Employees |
|---|---|---|---|
| Mr. Raj Kumar Adlakha | Managing Director | 1125.58 | 262.10 |
| Mr. Shankar Lal Sharma | Whole-Time Director | 103.55 | 24.11 |
| Mr. Gurbachan Singh Matta | Non-Executive Non-Independent Director | 13.65 | 3.18 |
| Mr. Narendra Kumar Sawhney* | Independent Director | 6.58 | 1.53 |
| Mrs. Rutuja Rajendra More* | Independent Director | 6.38 | 1.49 |
| Mr. Jasbir Singh | Independent Director | 13.65 | 3.18 |
| Mr. Ravi Kumar | Independent Director | 4.45 | 1.04 |
| Mrs Anju Sethi# | Independent Director | 6.86 | 1.60 |

* Mr. Narendra Kumar Sawhney and Mrs. Rutuja Rajendra More ceased to be Independent Directors w.e.f. 19th September, 2024 due to expiration of their second tenure as Independent Directors.

# Mrs. Anju Sethi has been appointed as Independent Directors w.e.f. 18th September, 2024.

(b) The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary in the financial year:

| Name of Person | Designation | Remuneration of Directors, CFO & CS in Financial Year 2023-24 (₹ in Lakhs) | Remuneration of Directors, CFO & CS in Financial Year 2024-25 (₹ in Lakhs) | % Increase/ (Decrease) in remuneration |
|---|---|---|---|---|
| Mr. Raj Kumar Adlakha | Managing Director | 1068.42 | 1125.58 | 5.35 |
| Mr. Shankar Lal Sharma | Whole-Time Director | 83.12 | 103.55 | 24.56 |
| Mr. Gurbachan Singh Matta | Non-Executive Non-Independent Director | 13.75 | 13.65 | (0.73) |
| Mrs. Anju Sethi# | Independent Director | - | 6.86 | - |
| Mr. Jasbir Singh | Independent Director | 13.75 | 13.65 | (0.73) |
| Mr. Ravi Kumar | Independent Director | 4.25 | 4.45 | 4.71 |
| Mr. Sanjay Bhandari | Chief Financial Officer | 80.05 | 92.30 | 15.30 |
| Mr. Rajesh Garg | Company Secretary and Compliance Officer | 43.19 | 49.30 | 14.13 |

# Mrs. Anju Sethi has been appointed as Independent Directors w.e.f. 18th September, 2024, hence, her remuneration is not comparable.

(c) The percentage increase in the Median Remuneration of employees in the financial year was 8.16%.

(d) The number of permanent employees on the rolls of Company: The number of permanent employees and permanent workers on the rolls of Company during the year ended 31st March, 2025 was 844 (Other than Seasonal employees and Contractual Labour).

(e) Average percentage increase already made in the salaries of employees other than managerial personnel in the last financial year and its comparison with the percentage 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 increase in the salaries of employees in 2024-25 was 8.77%. Percentage increase in the Managerial Remuneration for the year was 6.73%. The payment of remuneration to Managerial Personnel was keeping in view the limits as laid down in the Companies Act, 2013 read with rules made thereunder and as per the approval given by the shareholders of the company in General Meeting. The increase in the remuneration of employees was in line with the HR policy of the Company.

(f) Affirmation that the remuneration is as per the Remuneration Policy of the Company:

The Company affirms that the remuneration paid during the year was as per the Remuneration Policy of the Company.

### STATEMENT OF PARTICULARS OF EMPLOYEES AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(2) OF THE COMPANIES (APPOINTMENT & REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

a) Name of top ten employees in terms of salary drawn are mentioned below:

| S. No. | Name of Employee (s) | Remuneration Drawn (₹ in Lakhs) | Designation | Nature of Employment | Qualification | Experience | Age in Years | Date of Commencement of Employment | Last Employment | Equity Share held (%) |
|---|---|---|---|---|---|---|---|---|---|---|
| 1 | Mr. Raj Kumar Adlakha | 1125.58 | Managing Director | Permanent | B.E. (Mech.) | 46 | 69 | N.A. | N.A. | 2134610 (5.60%) |
| 2 | Mr. Shankar Lal Sharma | 103.55 | Whole Time Director | Permanent | B.Com, C.A. | 28 | 51 | 04.07.2013 | Bhushan Steel Limited | Nil |
| 3 | Mr. Sanjay Bhandari | 92.30 | Chief Financial Officer | Permanent | C.A. | 39 | 59 | 27.01.2007 | Willard India Ltd. | Nil |
| 4 | Mr. Narpat Singh | 77.62 | Joint President – Barkatpur Unit | Permanent | B.A | 40 | 64 | 04.06.2018 | Oudh Sugar Mills Ltd. | Nil |
| 5 | Mr. Lokendra Singh Lamba | 62.50 | Sr. Vice President - Libberheri Unit | Permanent | B. Sc. (Ag.), Dip. In Comp. Application | 32 | 57 | 11.10.2014 | Bajaj Hindusthan Ltd. | Nil |
| 6 | Mr. Sukhvinder Jit Singh | 55.00 | Sr. Vice President Shermau Unit | Permanent | B.Sc, B.Tech (Sugar Tech) MBA | 33 | 52 | 01.06.2022 | Sharayu Agro Industries Ltd. | Nil |
| 7 | Mr. I. Rajarathinam | 53.70 | Vice President (Power Plant) | Permanent | B.E (Mech.) | 32 | 53 | 17.10.2008 | Birla Sugar | Nil |
| 8 | Mr. J. P. Tripathi | 50.00 | Vice President (Distillery) – Barkatpur Unit | Permanent | B.Sc, P.G DIFAT | 47 | 71 | 13.03.2013 | Sir Shadilal Dist. & Chem. Works | Nil |

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| 9 | Mr. Rajesh Garg | 49.30 | Company Secretary and Compliance Officer | Permanent | B.Com (Hons), LL.B FCS | 27 | 51 | 01.06.2001 | - | Nil |
| 10 | Mr. Vikas Thakur | 48.72 | Acting Unit Head - Khaikheri Unit | Permanent | B.Sc., PGDST (NSI) | 26 | 48 | 01.08.2018 | Ugar Sugar Works (Belgaon) | Nil |

**Note:** None of the above mentioned employee is relative of any Director of the Company.

b) Name of employee employed throughout the financial year and was in receipt of remuneration not less than One Crore and Two Lakh rupees: **Mr. Raj Kumar Adlakha (Managing Director) and Mr. Shankar Lal Sharma (Executive Director)**

c) Name of employee employed for a part of the financial year and was in receipt of remuneration not less than Eight Lakh and Fifty Thousand rupees per month: **Nil**

d) Name of the employee employed throughout the financial year or part thereof, was in receipt of remuneration in that year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the managing director or whole-time director or manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the company: **Nil**





## (Annexure III)

### Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

**[In Compliance with the provisions of Section 134 (3)(m) of The Companies Act, 2013 read with Rule 8 of Companies (Accounts) Rules, 2014]**

### (A) CONSERVATION OF ENERGY:-

**i) The steps taken or impact on conservation of energy:**

(i) In order to further reduce consumption of process steam from 45% to 40% at Khaikheri unit, we installed some more equipments like Falling Film Evaporators, Condensate Juice Heaters, Sugar Melter, Cigar System, Circulator for Pans etc. All the equipments are now being operated on fully automatic mode through field instruments and DCS.

(ii) In order to achieve additional saving of Bagasse, the diversion and application of muddy juice on mills from juice clarifier continued successfully during the season 2024-25 also, which enabled our distillery units to become self-sufficient for their requirement of bagasse as fuel for off season also.

(iii) Additional Bagasse saved is being used for the generation of green power, which was banked for utilization during off season of sugar plant for repair and maintenance / lighting purpose.

(iv) Power saving devices such as LED in place of Sodium Vapour Lamps, variable frequency drives in place of star delta starters and high mass towers to replace number of traditional lights and bulbs were further installed.

(v) Capacitor Banks were added to improve power factor in all the plants to further minimize power losses.

(vi) During season 2024-25, all the plants have adopted policy of Zero ground water extraction for process requirement, by utilizing surplus condensate water.

(vii) Additional power saving devices like Variable frequency drives (VFD) and HT/LT power capacitors were installed for power saving in all the plants wherever required.

**ii) The steps taken by the company for utilizing alternate sources of energy:**

a) All the four sugar factories have bagasse based co-generation power plants, partly used for captive consumption and balance being exported to U.P. / Uttarakhand Power Corporation Ltd.

b) All the hot vessels, boiler parts, turbine parts insulated with best insulation material to avoid wastage of heat energy.

c) Bagasse based renewable co-generation power plants are smoothly running and power being utilized to run the plants. Surplus power being exported to power grid and partially banked for off season needs of the plants.

d) Additional bagasse savings is being done by diverting muddy juice on mills which help in operation of distilleries and generation of addition green power.

e) Process surplus water being utilized for plant and agriculture irrigation in place of tube well water.

**iii) The capital investment on energy conservation equipments : ₹1647.00 Lakhs**

### (B) TECHNOLOGY ABSORPTION:-

i) The efforts made towards technology absorption :- Not Applicable

ii) The benefits derived like product improvement, cost reduction, product development or import substitution:- Not Applicable

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

iv)

| | |
|---|---|
| (a) The details of technology imported | Nil |
| (b) The year of import | Not Applicable |
| (c) Whether the technology been fully absorbed | Not Applicable |
| (d) If not fully absorbed, areas where absorption has not taken place and the reasons thereof | Not Applicable |

v) Expenditure incurred on Research & Development - NIL

## CONSERVATION OF ENERGY

### (C) FOREIGN EXCHANGE EARNINGS AND OUTGO:

(₹ in Lakhs)

| PARTICULARS | Period Ended | |
|---|---|---|
| | 31.03.2025 | 31.03.2024 |
| Earnings:- Export Sales | - | - |
| Outgo:- a) Travelling Foreign | 6.26 | 4.96 |
| b) Plant & Machinery | - | - |

## (Annexure IV)

### Annual Report on Corporate Social Responsibility

**[In Compliance of Section 135 of Companies Act, 2013 and the Companies (Corporate Social Responsibility Policy) Rules, 2014]**

### 1. BRIEF OUTLINE ON CSR POLICY OF THE COMPANY:

Uttam Sugar Mills Limited (USML) is committed to contribute towards Corporate Social Responsibility. The Company has taken various steps to meet society's expectations and welfare of the people. The company implemented the social activities in the neighboring villages of Company's factories/other areas for the welfare of the general public living therein. The Company has in place a Corporate Social Responsibility (CSR) Committee as per the requirement of the Companies Act, 2013 and the Companies (Corporate Social Responsibility Policy) Rules, 2014, amended time to time.

The Board of Directors (Board) adopted the CSR Policy which is available on the Company's website.

### 2. THE COMPOSITION OF CSR COMMITTEE:-

| S. No. | Name of Directors | 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. | Mr. Raj Kumar Adlakha | Managing Director | 1 | 1 |
| 2. | Mr. Shankar Lal Sharma | Whole-Time Director | 1 | 1 |
| 3. | Mr. Narendra Kumar Sawhney* | Non-Executive & Independent Director | 1 | 1 |
| 4. | Mrs. Anju Sethi# | Non-Executive & Independent Director | 1 | NA |

* Mr. Narendra Kumar Sawhney Ceased to be member of the committee due to cessation of his tenure w.e.f. 19.09.2024.
\# Mrs. Anju Sethi inducted as member in the committee w.e.f. 19.09.2024.

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:
   The CSR policy of the Company has been displayed on the website of the Company and is available at the following web link:
   https://www.uttamsugar.in/adminpanel/product_image/0424a8ef8cc61264d7626252c95da411Corporate%20Social%20Responsibilty%20Policy.pdf
4. Provide the executive summary along with web-link(s) of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8, if applicable: **Not Applicable**
5. a) Average net profit of the Company as per section 135(5): ₹ **17766.66 Lakhs**
   b) Two percent of average net profit of the Company as per Section 135(5): ₹**355.33 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: ₹ **31.28 Lakhs**
   e) Total CSR obligation for the financial year [(b)+(c)-(d)]: ₹**324.05 Lakhs**
6. a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project): ₹ **394.13 Lakhs**
   b) Amount spent in Administrative Overheads: **NIL**
   c) Amount spent on Impact Assessment, if applicable: **Not Applicable**
   d) Total amount spent for the Financial Year [(a)+(b)+(c)]: ₹ **394.13 Lakhs**
   e) CSR amount spent or unspent for the financial year:

| Total Amount Spent for the Financial Year (₹ in Lakhs) | Amount Unspent (in ₹) | | | | |
|---|---|---|---|---|---|
| | 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 | Date of transfer | Name of the Fund | Amount | Date of transfer |
| ₹394.13 Lakhs | N.A. | N.A. | N.A. | N.A. | N.A. |

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 section 135(5) | 355.33 |
| (ii) | Total amount spent for the Financial Year | 394.13 |
| (iii) | Excess amount spent for the financial year [(ii)-(i)] | 38.80 |
| (iv) | Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any | Nil |
| (v) | Amount available for set off in succeeding financial years [(iv)-(iii)] | 38.80 |

**Note:** The amount available for set off from previous financial years in succeeding financial years is : **₹43.29 Lakhs**

7. Details of Unspent CSR amount for the preceding three financial years: **Not Applicable**

| Sl. No. | Preceding Financial Year | Amount transferred to Unspent CSR Account under section 135 (6) (₹ in Lakhs) | Balance Amount in Unspent CSR Account under sub-section (6) of section 135 (in ₹) | Amount Spent in the Financial Year (in ₹) | Amount transferred to a Fund as specified under Schedule VII as per second proviso to sub-section (5) of section 135, if any | | Amount remaining to be spent in succeeding Financial Years (in ₹) | Deficiency, if any |
|---|---|---|---|---|---|---|---|---|
| | | | | | Amount (in ₹) | Date of transfer | | |
| 1. | | | | | | | | |
| 2. | | | | | | | | |
| 3. | | | | | | | | |
| | Total | | | | | | | |

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: **No**

If Yes, enter the number of Capital assets created/ acquired: **Not Applicable**

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year: **Not Applicable**

| 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 | | |
|---|---|---|---|---|---|---|---|
| | | | | | CSR Registration Number, if applicable | Name | Registered address |
| - | - | - | - | - | - | - | - |

(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 section 135(5): **Not Applicable**

**A responsibility statement of the CSR Committee:**
The Committee confirms that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company.

**For and on behalf of the Board**
**For UTTAM SUGAR MILLS LIMITED**

**(SHANKAR LAL SHARMA)**
**EXECUTIVE DIRECTOR**
**(DIN : 09018381)**

**(RAJ KUMAR ADLAKHA)**
**MANAGING DIRECTOR**
**(DIN : 00133256)**

**Place : Noida**
**Date : 13th August, 2025**

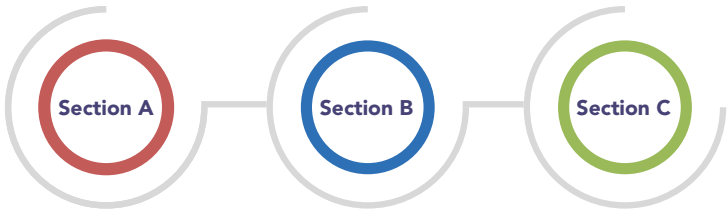
## (Annexure V)

## BUSINESS RESPONSIBILITY & SUSTAINABILITY REPORT (BRSR)

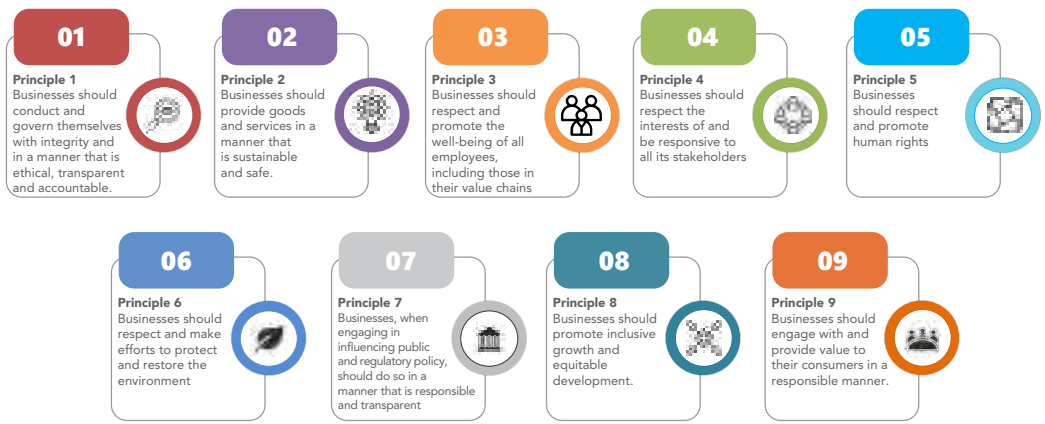
### For the Financial Year 2024-25

Regulation 34(2)(f) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ("the Listing Regulations"), prescribe that the Top 1000 companies based on market capitalization, are required to have "Business Responsibility and Sustainability Report" as part of their Annual Report. The Company is not falling within the purview of Regulation 34(2)(f) of the SEBI Listing Regulations, however, your Company has formulated a Policy on Business Responsibility ("Policy"), which lays down the broad principles to guide the Company in delivering its various responsibilities to its stakeholders. Business Responsibility & Sustainability Report describing the initiatives taken by the Company from an environmental, social and governance perspective for the financial year 2024-25 is given hereunder.

Uttam Sugar's Business Responsibility and Sustainability Report (BRSR) is a comprehensive account of its business performance and impacts. The BRSR is in accordance with clause (f) of sub regulation (2) of Regulation 34 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. The Company's business performance and impacts are disclosed based on the 9 Principles as mentioned in the National Guidelines on Responsible Business Conduct (NGRBC), reflecting Company's commitment towards responsible and sustainable business practices. This report consists of various section and principles which shows Company's commitment towards a responsible social citizen.




### NGRBC PRINCIPLES



## SECTION A: GENERAL DISCLOSURES

### I. Details of the Listed entity

| | | |
|---|---|---|
| 1. | **Corporate Identity Number (CIN) of the Company:** | L99999UR1993PLC032518 |
| 2. | **Name of the Listed Entity:** | Uttam Sugar Mills Limited |
| 3. | **Year of incorporation** | 04-10-1993 |
| 4. | **Registered Office address:** | Village Libberheri, Tehsil Roorkee, District Haridwar Uttarakhand-247667 |
| 5. | **Corporate Office Address** | A-2E, 3rd Floor, CMA Tower Sector-24 Noida -201301 |
| 6. | **E-mail Id:** | investorrelation@uttamsugar.in |
| 7. | **Telephone** | 0120-4525000 |
| 8. | **Website:** | www.uttamsugar.in |
| 9. | **Financial Year for which reporting is being done:** | 2024-25 |
| 10. | **Name of the Stock Exchange(s) where shares are Listed** | National Stock Exchange of India Limited (NSE) and Bombay Stock Exchange Limited (BSE) |
| 11. | **Paid-up Capital** | ₹ 38,13,81,200 |
| 12. | **Name and contact details (telephone, email address) of the person who may be contacted in case of any queries on the BRSR report** | **Mr. Rajesh Garg**<br>(Company Secretary and Compliance Officer)<br>Tel: 0120 4525000<br>Email: investorrelation@uttamsugar.in |
| 13. | **Reporting boundary**<br>**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)** | The disclosures made under this report are on a Standalone basis for Uttam Sugar Mills Limited. |
| 14. | **Name of assurance provider** | Not Applicable |
| 15. | **Type of assurance obtained** | Not Applicable |

### II. Products/services

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

| S. No. | Description of main activity | Description of business activity | % of turnover of the entity (FY'25) |
|---|---|---|---|
| 1. | Sugar Production | Manufacturing sugar by processing sugarcane through a highly controlled process | 75.28 |
| 2. | Power Generation | Generation of Power (Co-generation) | 2.61 |
| 3. | Distillery and allied products | Manufacturing of Industrial Alcohol | 22.11 |

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

| S.No. | Product/Service | NIC Code | % of total turnover contributed |
|---|---|---|---|
| 1. | Sugar Production | 10721 | 75.28 |
| 2. | Power Generation | 35106 | 2.61 |
| 3. | Distillery and allied products | 11019 | 22.11 |

### III. Operations

**18. Number of locations where plants and/or operations/offices of the entity are situated:**

| Location | Number of plants | Number of offices | Total |
|---|---|---|---|
| National | Four plants as detailed below:-<br>**Unit –1 : Libberheri**<br>(Sugar, Co-generation & Distillery)<br>**Unit – 2 : Barkatpur**<br>(Sugar, Co-generation & Distillery)<br>**Unit –3 : Khaikheri**<br>(Sugar & Co-generation)<br>**Unit – 4 : Shermau**<br>(Sugar & Co-generation) | One in Noida | Five |
| International | Currently, Uttam Sugar Mills Limited does not have international operations. | | |

**19. Markets served by the entity:**

**(a) Number of Locations**

| Locations | Number |
|---|---|
| National (No. of States) | As of March 31, 2025, the Company is selling its products across India in all its states. |
| International (No. of Countries) | During the year, no Direct export made by the Company. |

**(b) What is the contribution of exports as a percentage of the total turnover of the entity?**

The Contribution of exports as a percentage of the total turnover of the entity is Nil.

**(c) A brief on types of customers**

At Uttam Sugar Mills Limited, we have a different range of customers across our different product lines.

**Sugar –** The Company is engaged in manufacturing of sugar including of Sulphur-less Refined Sugar, Double Refined, packed in small packaging, Natural Brown Sugar, Liquid Sugar, Pharma Sugar, Icing Sugar, Sachet Sugar, Cubes, Candy etc. Our sugar which being produced are regularly matched with NSI standard and norms. Similarly, we are complying and following up all the rules and regulations of FSSAI and our sugar being packed in very hygienic conditions with complying of packaging rules.

**Co-gen –** Company is having the facility of Bagasse based Co-generation of Power which is a great alternative to Fossil Fuels and reduces the gas emission to safeguard the environment. The Power generation based on Bagasse is a renewal source of Energy. The said power is used for captive consumption as well as surplus power is being exported to Uttar Pradesh Power Corporation Ltd (UPPCL) and Uttarakhand Power Corporation Limited under the Power Purchase Agreement with them.

**Ethanol –** Molasses is generated as by-product during the manufacturing of Sugar. It is the raw material for manufacture of Industrial Alcohol and Ethanol besides syrup is also being used for manufacturing of Industrial Alcohol. The production of Alcohol and Ethanol is being done at Distillery where the company has ensured Zero Liquid Discharge (ZLD) by the latest process of concentration of Spent Wash through Multi Effect Evaporators and incineration of concentrated Spent Wash through Slop Fired Boilers. Ethanol being supplied to Pubic Oil Marketing Companies for blending with Petrol under the Ethanol Blending Programme (EBP) of Central Government of India. Ethanol is ECO Friendly fuel and helps to save foreign exchange also by reducing import of crude oil.

**Liquid Carbon Dioxide and Potash –** During the distillery operations, we produced the $CO_2$ and Potash from the Ash of Incineration Boiler and same being sold.

## IV. Employees

**20. Details as at the end of the Financial Year:**

**(a) Employees and workers (including differently abled):**

| S. No. | Particulars | Total (A) | Male | | Female | |
|---|---|---|---|---|---|---|
| | | | No. (B) | % (B/A) | No. (C) | % (C/A) |
| | **EMPLOYEES** | | | | | |
| 1. | Permanent (D) | 523 | 511 | 97.71% | 12 | 2.29% |
| 2. | Other than Permanent (E) | 0 | 0 | 0 | 0 | 0 |
| **3.** | **Total employees (D + E)** | 523 | 511 | 97.71% | 12 | 2.29% |
| | **WORKERS** | | | | | |
| 4. | Permanent (F) | 321 | 321 | 100.00% | 0 | 0 |
| 5. | Other than Permanent (G) | 2412 | 2411 | 99.96% | 1 | 0.04 |
| **6.** | **Total Workers (F + G)** | 2733 | 2732 | 99.96% | 1 | 0.04 |

**(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) | We do not have any differently abled employee. | | | | |
| 2. | Other than Permanent (E) | | | | | |
| **3.** | **Total Employees (D + E)** | | | | | |
| | **DIFFERENTLY ABLED WORKERS** | | | | | |
| 4. | Permanent (F) | We do not have any differently abled worker. | | | | |
| 5. | Other than Permanent (G) | | | | | |
| **6.** | **Total Workers (F + G)** | | | | | |

**21. Participation/Inclusion/Representation of women**

**Employees and Workers (including differently abled):**

| Particulars | Total (A) | No. and Percentage of Females | |
|---|---|---|---|
| | | No. (B) | % (B / A) |
| Board of Directors | 6 | 1 | 16.67% |
| Key Management Personnel | 2 | 0 | 0% |

**22. Turnover rate for permanent employees and workers**

| | FY 2024-25 (Turnover rate in current FY) | | | FY 2023-24 (Turnover rate in previous FY) | | | FY 2022-23 (Turnover rate in the year prior to the previous FY) | | |
|---|---|---|---|---|---|---|---|---|---|
| | Male | Female | Total | Male | Female | Total | Male | Female | Total |
| Permanent Employees | 7.91% | 0.26% | 8.17% | 8.15% | 0 | 8.15% | 11.19% | 0.11% | 11.30% |
| Permanent Workers | 8.02% | 0 | 8.02% | 5.82% | 0 | 5.82% | 8.29% | 0 | 8.29% |

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

**23. (a) Names of holding / subsidiary / associate companies / joint ventures**

| S.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) |
|---|---|---|---|---|
| 1 | Uttam Distilleries Limited | Subsidiary | 53.77%* | No |

*As on 31.03.2025

## VI. CSR Details

**24. (i) Whether CSR is applicable as per section 135 of Companies Act, 2013: (Yes/No)**

Yes, Corporate Social Responsibility is applicable on our Company. As a Responsible corporate, Company is committed to contribute towards Corporate Social Responsibility. The Company has taken various steps to meet society's expectations and welfare of the people. The company implemented the social activities in the neighboring villages of Company's factories/other areas for the welfare of the general public living therein.

**(ii) Turnover –** ₹179340.97 Lakhs

**(iii) Net worth –** ₹77372.09 Lakhs

## VII. Transparency and Disclosures Compliances

**25. 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) | FY 2024-25 (Current Financial Year) | | | FY 2023-24 (Previous Financial Year) | | |
|---|---|---|---|---|---|---|---|---|
| | | | 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, we do have a redressal mechanism in place for the communities that allow communities to complain about their grievance. | https://www.uttamsugar.in/grievance.php | No complaints were received in financial year 2024-25. | | | No complaints were received in financial year 2023-24. | | |
| Investors (other than shareholder) | Yes, the Company has an effective investor redressal mechanism. Investors with concerns can contact Mr. Rajesh Garg (Company Secretary and Compliance Officer) Tel: 0120 – 4525000 Email: investorrelation@uttamsugar.in | https://www.uttamsugar.in/grievance.php | No complaints were received in financial year 2024-25. | | | No complaints were received in financial year 2023-24. | | |

| Stakeholder group from Whom complaint is received | Grievance Redressal Mechanism in Place (Yes/No) | (If yes, then provide web-link for grievance redress policy) | FY 2024-25 (Current Financial Year) | | | FY 2023-24 (Previous Financial Year) | | |
|---|---|---|---|---|---|---|---|---|
| | | | 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 |
| Shareholders | Yes, concerned shareholders can contact Mr. Rajesh Garg (Company Secretary and Compliance Officer) at Tel: 0120 – 4525000 Email: investorrelation@uttamsugar.in Or Shareholders may also contact M/s. MUFG Intime India Private Limited (Registrar & Share Transfer Agents – RTA) at Tel. :- 011-4941 1000 Email: delhi@in.mpms.mufg.com. | https://www.uttamsugar.in/grievance.php | No complaints were received in financial year 2024-25. | | | No complaints were received in financial year 2023-24. | | |
| Employees and Workers | Yes, the Company has in place an effective Whistleblower policy that covers all its employees and directors, providing them with a channel to raise their concerns. The policy's primary goal is to provide necessary safeguards to protect the interest of all the employees and its workers. | https://www.uttamsugar.in/adminpanel/product_image/fa759408dc-42019cc63c-579cb76cdad-4Whistle%20Blower%20and%20Vigil%20Mechanism.pdf | No complaints were received in financial year 2024-25. | | | No complaints were received in financial year 2023-24. | | |
| Customers | Yes, the Company has a grievance redressal mechanism in place for all of its customers. Customers can communicate their grievance to the Company. | | No complaints were received in financial year 2024-25. | | | No complaints were received in financial year 2023-24. | | |
| Value Chain Partners | Yes, the Company has a grievance redressal mechanism in place for all of its value chain partners. | | No complaints were received in financial year 2024-25. | | | No complaints were received in financial year 2023-24. | | |

**26. 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.

| S. No. | Material issue identified | Indicate whether risk or opportunity (R/O) | Rationale for identifying the risk / opportunity | In case of risk, approach to adapt or mitigate | Financial implications of the risk or opportunity (Indicate positive or negative implications) |
|---|---|---|---|---|---|
| 1 | Raw Material Sourcing | Risk | Sugar industry is an agro based industry and its main raw material is sugarcane. In any year, if there is a shortfall in sugarcane production on account of adverse climatic conditions, the amount of sugar produced by the sugar mills is affected adversely. Apart from climatic conditions, the sugar cane crop may also be impacted by the occurrence of crop disease. Proper water management through irrigation during the formative stage of the cane is critical to the sucrose content and overall quality of the cane. In case the quality /quantity of cane is affected by any of the aforementioned conditions, we may not be able to optimally utilize our crushing capacity. This will directly affect our profitability. | We always make sure that sugarcane is sourced on time. When the sugar season begins we source best quality of sugar cane for which we conduct training of farmers. When the season of harvest begins we procure the sugarcane on time.<br><br>Out of our four sugar manufacturing units three is located in the state of Uttar Pradesh and one is in Uttarakhand. All the units have been located at the places where risk associated with sugar cane sourcing is minimum. | **Negative**<br>In case of poor procurement of sugar cane, financials of the company can be impacted. Inefficient procurement practices in raw materials can lead to higher procurement costs and affect profit margins. |
| 2 | Raw material (Sugarcane availability) | Risk<br><br>Opportunity | Effect of climate change on agriculture produce, cyclic nature of sugar industry (demand supply cycle), Farmers shifting to other crops and urbanization.<br><br>Opportunity to increase the sugarcane yield, recovery, Allotment of Additional Cane Area by the Government. | Sourcing of sugarcane produced through sustainable farming practices, Timely payment to farmers. | **Negative**<br><br>**Positive** |
| 3 | Ethanol | Opportunity | Government encouraging the blending of ethanol in petrol and also provide various benefits to increase indigenous production of ethanol. Beyond 20% blending allowable by the Govt, which will further improve the results of the segment. | Not Applicable. | **Positive**<br>Higher profitability alongwith increase in proportion of more stable segment i.e. Ethanol in revenue mix. |
| 4 | Water Management | Risk | Water being a finite resource will pose a risk to the operations of our business. | Uttam Sugar Mills Limited has implemented several measures to mitigate the risks associated with water management.<br>The company has taken various measures to reduce water consumption in the manufacturing process of Sugar.<br>In Sugar units, Company is operating with zero ground water extraction.<br>The Company has also implemented rainwater harvesting systems to store rainwater for use in its manufacturing process. | **Negative** |

| S. No. | Material issue identified | Indicate whether risk or opportunity (R/O) | Rationale for identifying the risk / opportunity | In case of risk, approach to adapt or mitigate | Financial implications of the risk or opportunity (Indicate positive or negative implications) |
|---|---|---|---|---|---|
| 5 | Waste Management | Opportunity | Sustainable waste management practices and recycling can improve environmental performance and reduce dependency on virgin raw materials, while also potentially increasing financial returns. | To do Better our waste segregation and collection processes to improve the efficiency of the process.<br><br>All waste generated being used for different purposes. | **Positive**<br>Uttam's efforts are channelized towards low waste generation in their operations so that cost can be reduced and efficiency can be increased.<br>Further, proper waste management can lead to increased efficiency in the use of raw materials, as waste can be recycled or reused in production processes and also being used for different purposes. |
| 6 | Consumer Welfare | Opportunity | To distinguish ourselves as market leaders and most the preferred consumer brand. | Uttam has established strong market connects and build legacy brands that ensure consumer welfare is ensured | **Positive**<br>Goodwill amongst consumers will convert into product sales. |
| 7 | Health & Safety of employee and workers | Risk | This can lead to decreased productivity. Health and safety risks can result in employee injuries and illness impacting productivity and increase in other related cost. Hazardous operations, employee safety is crucial. | Many efforts and initiatives have been put in place to ensure employee health and safety. We always provide our employees with safety gear and equipment to make sure they are safe. | **Neutral**<br>Any cost put towards employee health and safety will yield positive results in the long term. |
| 8 | Human Capital Development | Opportunity | Development of employees and workers through training and skill-building programs can lead to increased productivity and operational efficiency. Well-trained employees/ workers are better equipped to maintain quality standards and adhere to safety protocols, reducing the risk of product defects, recalls, and related expenses. | Not Applicable | **Positive** |
| 9 | Climate Risk | Risk | Climate Change can have adverse impact on our business and not having a correct strategy or its right implementation will severely affect the business continuity. | Though, we do not have any mitigation measures to tackle climate change related risk. However, we make sure that our production process is not hampered, and timely production and delivery of products is ensured. | **Negative**<br>Substantial Impact on profitability of the company. |
| 10 | Energy & Emissions | Opportunity | Processes and Systems are in place to ensure maximum energy efficiency and reducing emissions. This will also result in reduce its operational costs, improve its environmental impact, and potentially benefit from incentives and carbon credits. | At Uttam, we have taken various steps to reduce the greenhouse gas emissions (GHG)and increase usage of Solar panels, LEDs etc. to manage energy efficiently.<br>Additionally, under the power purchase agreement we are generating revenue by selling excess energy back to the grid. | **Positive**<br>Any cost, put for improving the energy management and processes to reduce the GHG Emissions will fetch positive outcomes and reduced cost in the long run. |
| 11 | Regulatory Compliance | Opportunity | Regulatory compliance provides, an increase in the efficiency of products, reduce risks, enables competitive advantage, and creates new business opportunities. Regulatory compliant businesses are less likely to face legal or regulatory action, and damage to reputation. | Not Applicable. | **Positive**<br>We at Uttam, make sure that our Company shall be a regulatory compliant Company.<br>Regulatory compliant businesses are less likely to face legal or regulatory action, and damage to reputation. |
| 12 | Corporate Governance | Risk | The Indian Sugar industry is highly regulated, with policies related to pricing, export, and import. Therefore, Good corporate governance practices ensures that the company avoiding legal issues and penalties. | To strengthen our governance framework, we have developed and implemented internal SOPs across all functional areas, tailored to meet the specific needs of our industry. We at Uttam always ensures transparency and compliance. We regularly provide training sessions for employees and workers on ethical conduct, code of conduct of the Company. | **Negative** |
| 13 | CSR | Opportunity | Need Assessment done prior to project execution gives us the voice and stance of the community along with their consent to operate. | Uttam Sugar is taking all the possible steps in respect of Uttam's CSR initiatives. | **Positive**<br>The benefits of our CSR endeavors bring to the community generates goodwill and enhances our reputation thereby having long term financial benefits. |

## 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.

| S. No. | Principle Description |
|---|---|
| Principle 1 | Businesses should conduct and govern themselves with integrity, and in a manner that is Ethical, Transparent and Accountable. |
| Principle 2 | Businesses should provide goods and services in a manner that is sustainable and safe. |
| Principle 3 | Businesses should respect and promote the well-being of all employees, including those in their value chains. |
| Principle 4 | Businesses should respect the interests of and be responsive to all its stakeholders. |
| Principle 5 | Businesses should respect and promote human rights. |
| Principle 6 | Businesses should respect and make efforts to protect and restore the environment. |
| Principle 7 | Businesses, when engaging in influencing public and regulatory policy, should do so in a manner that is responsible and transparent. |
| Principle 8 | Businesses should promote inclusive growth and equitable development. |
| Principle 9 | Businesses should engage with and provide value to their consumers in a responsible manner. |

| Disclosure Questions | | P1 | P2 | P3 | P4 | P5 | P6 | P7 | P8 | P9 |
|---|---|---|---|---|---|---|---|---|---|---|
| **Policy and management processes** | | | | | | | | | | |
| **1.** | a. Whether your entity's policy/policies cover each principle and its core elements of the NGRBCs. (Yes/No) | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes |
| | b. Has the policy been approved by the Board? (Yes/No) | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes |
| | c. Web Link of the Policies, if available | All the policies are available on the website of the Company and link for the same are given below: https://www.uttamsugar.in/policy.php?policy=usml-various-policies | | | | | | | | |
| **2.** | Whether the entity has translated the policy into procedures. (Yes / No) | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes |
| **3.** | Do the enlisted policies extend to your value chain partners? (Yes/No) | No, the enlisted policies do not extend to our value chain partners. However, value chain partners always been encouraged for the industry best practices and standards for value chain activities. | | | | | | | | |
| **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) mapped to each principle. | | | | | | | | | |
| | NA | | | | | | | | | |

| Disclosure Questions | | P1 | P2 | P3 | P4 | P5 | P6 | P7 | P8 | P9 |
|---|---|---|---|---|---|---|---|---|---|---|
| **5.** | Specific commitments, goals and targets set by the entity with defined timelines, if any. | We are committed towards the ESG factors as given below,<br><br>**A. Environmental:**<br>We have already started accounting our Scope 1&2 emissions and will be using this as a baseline to reduce our emissions in a phased manner and we plan to initiate the understanding of our Scope 3 emissions using a similar approach. We also aim to further reduce our ground water consumption in due course.<br><br>**i) Waste Management**<br>• Uttam's efforts are channelized towards low waste generation in their operations so that cost can be reduced and efficiency can be increased.<br>• Proper waste management can lead to increased efficiency in the use of raw materials, as waste can be recycled or reused in production processes and also being used for different purposes.<br><br>**ii) Water Management**<br>• Uttam has implemented several measures to mitigate the risks associated with water management.<br>• We have taken various measures to reduce water consumption in the manufacturing process of Sugar. In Sugar units, Company is operating with zero ground water extraction.<br><br>**iii) Energy & Emissions**<br>• At Uttam, we have taken various steps to reduce the greenhouse gas emissions (GHG) and increase usage of Solar panels, LEDs etc. to manage energy efficiently.<br>• Additionally, under the power purchase agreement we are generating revenue by selling excess energy back to the grid.<br><br>**B. Social:**<br>As a responsible corporate citizen, Uttam Sugar is committed to engaging with local communities and promoting social and economic development. To fulfil this commitment, we have set targets to enhance our engagement with the communities where we operate and address their concerns in business decision making by setting up a robust mechanism. We aim to work closely with local stakeholders to create sustainable development opportunities that benefit both the community and our business. We also aim to increase the percentage of employees and workers who receive regular training and development opportunities, and also expand our efforts to provide training and development and awareness programs to our value chain partners, including suppliers and farmers.<br><br>**i) Employees Health Measures**<br>Uttam Sugar's health measures compromised the following:<br>• Organization of Medical Camps in different villages and campus..<br>• Frequent health checks of employees deputed in challenging work zones.<br>• Group Personnel Accident Policy for Workers.<br><br>**ii) Employees Safety Measures**<br>Uttam Sugar's safety measures compromised the following:<br>• Compulsory On-site use of Personal Protective Equipment (PPE).<br>• Ongoing training on the use of PPEs, material handled and safety precautions.<br>• Incorporation of fire safety measures within units.<br>• Periodic safety audits, resulting in almost zero safety incidences.<br><br>**iii) Customers**<br>Uttam has established strong market connects and build legacy brands that ensure consumer welfare is ensured. Company has made regular communication with customers to Understand their evolving needs and desires and Provide them with higher-quality, energy efficient sustainable products.<br><br>**iv) Communities**<br>The Company engaged with Communities around its manufacturing locations through CSR interventions that enhanced their prosperity.<br><br>**C) Governance:**<br>At Uttam, we are committed to upholding ethical and sustainable business practices and are committed to take a re-look at our current policies to ensure these policies serve as a guide for all our business activities, with a structure of transparently and regular monitoring and reporting on our progress.<br><br>**i) Corporate Governance**<br>• To strengthen our governance framework, we have developed and implemented internal SOPs across all functional areas, tailored to meet the specific needs of our industry.<br>• We at Uttam always ensures transparency and compliance. We regularly provide training sessions for employees and workers on ethical conduct, code of conduct of the Company.<br><br>**ii) Regulatory Compliance**<br>• Regulatory compliance provides, an increase in the efficiency of products, reduce risks, enables competitive advantage, and creates new business opportunities.<br>• We at Uttam, make sure that our Company shall be a regulatory compliant Company.<br>• Regulatory compliant businesses are less likely to face legal or regulatory action, and damage to reputation.<br><br>**iii) Corporate Social Responsibility**<br>• Uttam Sugar is taking all the possible steps in respect of Uttam's CSR initiatives.<br>• The benefits of our CSR endeavors are contributing for bringing social and economic change to the underprivileged sections of the society in an equitable and sustainable manner.<br><br>**iv) Board of Directors**<br>• The Company's strategic direction is steered by a distinguished Board of Directors, consisting of accomplished professionals, esteemed industrialists and influential thought leaders. | | | | | | | | |

| | | |
|---|---|---|
| 6. | Performance of the entity against the specific commitments, goals, and targets along with reasons in case the same are not met. | In this report, we have provided an overview of our current performance across various indicators related to business responsibility and sustainability. While we have disclosed our current performance, we recognize the need for continued improvement in these areas. As such, we are committed to setting specific goals and targets to guide our efforts towards achieving a more sustainable and responsible business model.<br>We are in the process of setting specific goals and targets. We plan to begin sharing our progress towards these goals in next year's report. |
| **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) –<br><br>At Uttam Sugar, our approach to sustainability is characterized by our efforts on water conservation, energy use reduction, resource efficiency, waste minimization, impacting lives of local communities and conducting business responsibly. We are committed to enhancing our sustainability performance through a prioritization of the 12 material topics, which includes our ethanol and industrial alcohol production, categorized under the pillars of sustainable production, environmental conservation, and empowerment of the local communities. We impact lives of local communities by undertaking various Corporate Social Responsibility projects around our manufacturing units with specific focus on education, skill development and employability/ entrepreneurship to improve livelihood and overall development of the communities we serve. | |
| 8. | Details of the highest authority responsible for implementation and oversight of the Business Responsibility policy/ policies. | Mr. Shankar Lal Sharma, Executive Director is responsible for overseeing the implementation of the policies. |

| Disclosure Questions | | P1 | P2 | P3 | P4 | P5 | P6 | P7 | P8 | P9 |
|---|---|---|---|---|---|---|---|---|---|---|
| 9. | Does the entity have a specified Committee of the Board/ Director responsible for decision making on sustainability related issues?<br>(Yes/No). If yes, provide details. | No. We have not constituted ESG committee yet. However, at Uttam Sugar, we embrace our role as a responsible corporate citizen, with an increased emphasis on ESG Principles that reinforce our commitment to all the stakeholders. Our approach to sustained is characterized by our efforts on water conservation, energy efficiency, resource efficiency, waste minimization, impacting lives of local communities and conducting business responsibly. We are committed to enhancing our sustainability performance through a prioritization of the 12 material topics, which includes our ethanol and industrial alcohol production, categorized under the pillars of sustainable production, environmental conservation, and empowerment of the local communities. We impact lives of local communities by undertaking various Corporate Social Responsibility projects around our manufacturing units with specific focus on education, skill development and employability/ entrepreneurship to improve livelihood and overall development of the communities we serve.<br>Shri Shankar Lal Sharma, Executive Director is responsible for decision making on sustainability related issues. | | | | | | | | |

## 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) | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | P1 | P2 | P3 | P4 | P5 | P6 | P7 | P8 | P9 | P1 | P2 | P3 | P4 | P5 | P6 | P7 | P8 | P9 |
| Performance against above policies and follow up action | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | The policies are reviewed quarterly. | | | | | | | | |
| Compliance with statutory requirements of relevance to the principles, and rectification of any non-compliances | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | The compliance is checked quarterly and policies are updated as and when required. | | | | | | | | |

| 11. Has the entity carried out independent assessment/ evaluation of the working of its policies by an external agency? | P1 | P2 | P3 | P4 | P5 | P6 | P7 | P8 | P9 |
|---|---|---|---|---|---|---|---|---|---|
| | No, we haven't carried out any independent assessments / evaluations by any external agency. | | | | | | | | |

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

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

## SECTION C: PRINCIPLE WISE PERFORMANCE DISCLOSURE

**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 covered by the awareness programmes |
|---|---|---|---|
| Board of Directors | - | - | - |
| Key Managerial Personnel | - | - | - |
| Employees other than BoD and KMPs | 47 | - On health and safety measures<br>- On Skill upgradation<br>- Code of Conduct | 87.95% |
| Workers | 63 | - Health, Safety & Human Rights | 85.67% |

**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 based on materiality as specified in Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and as disclosed on the entity's website]:**

**Monetary**

| | NGRBC Principle | Name of the regulatory/ enforcement agencies/judicial institutions | Amount (In Million) | Brief of the Case | Has an appeal been preferred? (Yes/No) |
|---|---|---|---|---|---|
| Penalty/ Fine | | | Nil | | |
| Settlement | | | Nil | | |
| Compounding Fee | | | Nil | | |

**Non-Monetary**

| | NGRBC Principle | Name of the regulatory/ enforcement agencies/judicial institutions | Amount (In Million) | Brief of the Case | Has an appeal been preferred? (Yes/No) |
|---|---|---|---|---|---|
| Imprisonment | | | Nil | | |
| Punishment | | | Nil | | |

**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 intitutions |
|---|---|
| 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.**

Though, USML does not have a dedicated anti-corruption or anti-bribery policy, its operations are governed as per the Company's Code of Conduct and Ethics including Whistle blower policy. The document is applicable to all the employees who must abide by the values of the company. The code compels the employees to be ethical, accountable and transparent in their day-to-day office work and addresses issues beyond corruption and bribery. It also lays down additional provisions for the board members as well as Key Management Personnel (KMP) for compliance with the code.

Web link to our code of conduct: https://www.uttamsugar.in/adminpanel/product_image/ec4a6e8ef4b581227ff1526626dfd5c3Code%20of%20Conduct%20&%20Ethics%20for%20Board.pdf.

Weblink to our Whistle Blower Policy: https://www.uttamsugar.in/adminpanel/product_image/fa759408dc42019cc63c579cb76cdad4Whistle%20Blower%20and%20Vigil%20Mechanism.pdf.

**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 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
|---|---|---|
| Directors | Nil | Nil |
| KMPs | | |
| Employees | | |
| Workers | | |

**6. Details of complaints about conflict of interest:**

| | FY 2024-25 (Current Financial Year) | | FY 2023-24 (Previous Financial Year) | |
|---|---|---|---|---|
| | Number | Remarks | Number | Remarks |
| Number of complaints received in relation to issues of Conflict of Interest of the Directors | Nil | | Nil | |
| Number of complaints received in relation to issues of Conflict of Interest of the KMPs | Nil | | Nil | |

**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.**

Since, there were no complaints regarding corruption and conflict of interests of Directors/KMP, no corrective actions were required to be taken in the current year.

**8. Number of days of accounts payables (Accounts payable *365) / Cost of goods/services procured) in the following format:**

| | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
|---|---|---|
| Number of days of accounts payables | 52 | 48 |

**9. Open-ness of business**

**Provide details of concentration of purchases and sales with trading houses, dealers, and related parties along-with loans and advances & investments, with related parties, in the following format:**

| Parameter | Metrics | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
|---|---|---|---|
| Concentration of Purchases | a. Purchases from trading houses as % of total purchases | NA | NA |
| | b. Number of trading houses where purchases are made from | NA | NA |
| | c. Purchases from top 10 trading houses as % of total purchases from trading houses | NA | NA |
| Concentration of Sales | a. Sales to dealers / distributors as % of total sales | 90.26% | 86.65% |
| | b. Number of dealers / distributors to whom sales are made | 129 | 160 |
| | c. Sales to top 10 dealers/ distributors as % of total sales to dealers / distributors | 67.93% | 60.95% |
| Share of RPTs in | a. Purchases (Purchases with related parties / Total Purchases) | 0.25% | 0.33% |
| | b. Sales (Sales to related parties / Total Sales) | 0.95% | 0.09% |
| | c. Loans & advances (Loans & advances given to related parties / Total loans & advances) | NA | NA |
| | d. Investments (Investments in related parties / Total Investments made) | 100.00% | 100.00% |

**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 |
|---|---|---|
| We conduct awareness programs through physical meetings to educate the farmers. We introduce the farmers with the latest techniques and best agri practices which improves the sugarcane yield better. We also provide the farmers with pesticides and fertilizers so that the same can be easily available to farmers. | | |

**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.**

The Company has a code of conduct for senior management and directors in place to manage conflict of interests among them which can be accessed through https://www.uttamsugar.in/adminpanel/product_image/ec4a6e8ef4b581227ff1526626dfd5c3Code%20of%20Conduct%20&%20Ethics%20for%20Board.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.**

| | FY 2024-25 (Current Financial Year | FY 2023-24 (Previous Financial Year) | Details of improvements in environmental and social impacts |
|---|---|---|---|
| R&D | NIL | NIL | - |
| Capex | NIL | NIL | - |

**2. a. Does the entity have procedures in place for sustainable sourcing? (Yes/No)**

Yes, the company has procedures in place for sustainable sourcing. The company is procuring basic raw material i.e. Sugarcane from all the farmers including nearby/local farmers.

**b. If yes, what percentage of inputs were sourced sustainably?**

Yes, 100% of inputs were sourced locally. We procure raw material from every local/nearby farmers.

**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) (b) E-waste (c) Hazardous waste and (d) other waste.**

The production of Sugar from Sugarcane is indeed an eco- friendly virtuous cycle. All joint and by products generated during the process of sugar manufacture are productively utilized viz. bagasse is utilized for power generation; molasses is utilized to produce distillery products and other wastes generated like press mud and ash generated from incineration boilers are utilized for manufacture of organic manure as well as of Potash. The Company has laid down comprehensive guidelines on waste management for all its units, which cover hazardous as well as non-hazardous waste and monitoring of performance for each unit, is carried out on a regular basis. Thus, the by-products and waste generated out of manufacturing processes are mostly recycled.

**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.**

Extended Producer Responsibility (EPR) is applicable to the entity's activities - Yes. We have fulfilled our targets (Waste Collection) as per the norms of the CPCB. EPR plan has been submitted to the CPCB.

### Leadership Indicators

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

No.

**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.**

No.

**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 | |
|---|---|---|
| | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
| Bagasse | Almost 100% of the bagasse, generated from cane crushing operations, and spent wash, generated from distillery operations, are used as fuels for generating clean and green energy. | |
| Molasses | Almost 100% of the molasses generated through cane crushing operation is utilized to manufacture ethanol. | |

**4. Of the products and packaging reclaimed at end of life of products, amount (in metric tons) reused, recycled, and safely disposed off.**

| | FY 2024-25 (Current Financial Year) | | | FY 2023-24 (Previous Financial Year) | | |
|---|---|---|---|---|---|---|
| | Re-Used | Recycled | Safely Disposed | Re-Used | Recycled | Safely Disposed |
| Plastics (Including packaging) | - | 334.00 | 696.00 | - | 575.30 | 648.70 |
| E-waste | - | 0.0052 | - | - | 0.015 | - |
| Hazardous waste | - | 1.42 | - | - | 1.41 | - |

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

Yes, we reclaim our product in cases where the moisture content of sugar is questioned, and we replace the product with the help of our sales team.

| Indicate product category | Reclaimed products and their packaging materials as % of total products sold in respective category |
|---|---|
| Reprocessed Sugar (Qtls) | 8009 |
| Reprocessed Sugar (%) | 2.23% |

**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 | % of employees covered by | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | Total (A) | 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 | 511 | 511 | 100 | 511 | 100 | 0 | 0 | 0 | 0 | 0 | 0 |
| Female | 12 | 12 | 100 | 12 | 100 | 12 | 100 | 0 | 0 | 0 | 0 |
| **Total** | **523** | **523** | **100** | **523** | **100** | **12** | **2.29** | **0** | **0** | **0** | **0** |
| **Other Than Permanent Employees** | | | | | | | | | | | |
| Male | Nil | | | | | | | | | | |
| Female | | | | | | | | | | | |
| **Total** | | | | | | | | | | | |

**(b) Details of measures for the well-being of workers:**

| Category | % of workers covered by | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | Total (A) | 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 Workers** | | | | | | | | | | | |
| Male | 321 | 321 | 100 | 321 | 100 | 0 | 0 | 0 | 0 | 0 | 0 |
| Female | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| **Total** | **321** | **321** | **100** | **321** | **100** | **0** | **0** | **0** | **0** | **0** | **0** |
| **Other Than Permanent Workers** | | | | | | | | | | | |
| Male | 2411 | 605 | 25.08 | 605 | 25.08 | 0 | 0 | 0 | 0 | 0 | 0 |
| Female | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| **Total** | **2412** | **605** | **25.08** | **605** | **25.08** | **0** | **0** | **0** | **0** | **0** | **0** |

**(c) Spending on measures towards well-being of employees and workers (including permanent and other than permanent) in the following format –**

| | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
|---|---|---|
| Cost incurred on well-being measures as a % of total revenue of the company | 0.17% | 0.16% |

**2. Details of retirement benefits.**

| Benefits | FY 2024-25 (Current Financial Year) | | | FY 2023-24 (Previous Financial Year) | | |
|---|---|---|---|---|---|---|
| | No. of employees covered as a % of total employees | No. of workers covered as a % of total workers | Deducted and deposited with the authority (Y/N/N.A.) | No. of employees covered as a % of total employees | No. 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% | NA | 100% | 100% | NA |
| ESI | Employee State Insurance (ESI) is not applicable for our employees and workers because we are a seasonal industry. | | | | | |

**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.**

Yes, the offices of Uttam Sugar are accessible to all its employees including persons with disabilities.

**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.**

Uttam Sugar Mills Limited is committed to provide equal opportunities for all the employees regardless of their background or identity. The Company has not yet prepared formal equal opportunity policy, But Company's Code of Conduct provides guidance in this regard.

Web link to our code of conduct: https://www.uttamsugar.in/adminpanel/product_image/ec4a6e8ef4b581227ff1526626dfd5c3Code%20of%20Conduct%20&%20Ethics%20for%20Board.pdf.

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

| Gender | Permanent employees | | Permanent workers | |
|---|---|---|---|---|
| | Return to work rate | Retention rate | Return to work rate | Retention rate |
| Male | Not applicable, as in the current financial year none of the personnel have taken parental leave. | | | |
| Female | | | | |
| **Total** | | | | |

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

| | (If yes, then give details of the mechanism in brief) |
|---|---|
| Permanent Workers | The Company has a whistle blower and protection policy in place which provides guidance to raise a complaint in case of any concerns. |
| Other than Permanent Workers | Not Applicable. Non-permanent workers at Uttam plants are contracted via a 3rd party and their grievance redressal mechanism rests with the contractors. |
| Permanent Employees | The Company has a whistle blower and protection policy in place which provides guidance to raise a complaint in case of any concerns. |
| Other than Permanent Employees | Not Applicable. All Employees working in Uttam are permanent employees. |

**Note:** We have also set up suggestion boxes at our every manufacturing units and other offices so that every employee/worker whether permanent or otherwise can raise his/her complaint and also give their valuable suggestions.

**7. Membership of employees and workers in association(s) or Unions recognized by the listed entity:**

| Category | FY 2024-25 (Current Financial Year) | | | FY 2023-24 (Previous Financial Year) | | |
|---|---|---|---|---|---|---|
| | 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** | 523 | 0 | 0 | 521 | 0 | 0 |
| Male | 511 | 0 | 0 | 509 | 0 | 0 |
| Female | 12 | 0 | 0 | 12 | 0 | 0 |
| **Total Permanent Workers** | 321 | 25 | 7.79 | 331 | 29 | 8.76 |
| Male | 321 | 25 | 7.79 | 331 | 29 | 8.76 |
| Female | 0 | 0 | 0 | 0 | 0 | 0 |

**8. Details of training given to employees and workers:**

| Category Benefits | FY 2024-25 (Current Financial Year) | | | | | FY 2023-24 (Previous Financial Year) | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 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 | 511 | 511 | 100 | 511 | 100 | 509 | 509 | 100 | 509 | 100 |
| Female | 12 | 12 | 100 | 12 | 100 | 12 | 12 | 100 | 12 | 100 |
| **Total** | **523** | **523** | **100** | **523** | **100** | **521** | **521** | **100** | **521** | **100** |
| **Workers** | | | | | | | | | | |
| Male | 2732 | 605 | 22.14 | 605 | 22.14 | 2687 | 840 | 31.26 | 840 | 31.26 |
| Female | 1 | 0 | 0 | 0 | 0 | 1 | 0 | 0 | 0 | 0 |
| **Total** | **2733** | **605** | **22.14** | **605** | **22.14** | **2688** | **840** | **31.26** | **840** | **31.26** |

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

| Category | FY 2024-25 (Current Financial Year) | | | FY 2023-24 (Previous Financial Year) | | |
|---|---|---|---|---|---|---|
| | Total (A) | No. (B) | % (B/A) | Total (A) | No. (B) | % (B/A) |
| **Employees** | | | | | | |
| Male | 511 | 511 | 100 | 509 | 509 | 100 |
| Female | 12 | 12 | 100 | 12 | 12 | 100 |
| **Total** | **523** | **523** | **100** | **521** | **521** | **100** |
| **Workers** | | | | | | |
| Male | 2732 | 752 | 27.53 | 2687 | 890 | 33.12 |
| Female | 1 | 0 | 0 | 1 | 0 | 0 |
| **Total** | **2733** | **752** | **27.53** | **2688** | **890** | **33.12** |

**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, what is the coverage of such a system?**

**Yes,** we have an occupational health and safety management system which ensures safety of our employees working in plants and are engaged in hazardous activities. We have displayed precautionary advisory on the signboards at our every plant to guide all individuals in respect of hazardous areas and other risk related zones and we have also made it mandatory for all personnel to wear a helmet before entering the premises as it is crucial for individual safety.

**(b) What are the processes used to identify work-related hazards and assess risks on a routine and non-routine basis by the entity?**

To identify work related hazards and protect our employees safe, we conduct on–site visits to the plants to identify any hazards that exist, and we fill out work permits before beginning the work. We also provide our employees with safety gear like helmets, gloves, and Personal Protective Equipment (PPE) to ensure that they are protected and safe as they work in hazardous areas.

**(c) Whether you have processes for workers to report the work-related hazards and to remove themselves from such risks.**

Yes, the Company has processes for workers to report the work-related hazards and to remove themselves from such risks. We provide training to our workers who are engaged in management of hazardous operations in order to ensure that they are aware of the hazards and thereby minimize the hazard related risks for them.

**(d) Do the employees/ workers of the entity have access to non-occupational medical and healthcare services?**

Yes.

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

| Safety Incident/Number | Category | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
|---|---|---|---|
| Lost Time Injury Frequency Rate (LTIFR) (per one million person hours worked) | Employees | - | - |
| | Workers | - | - |
| Total recordable work-related injuries | Employees | - | - |
| | Workers | 8 | 7 |
| No. of fatalities | Employees | - | - |
| | Workers | - | - |
| High consequence work-related injury or ill-health (excluding fatalities) | Employees | - | - |
| | Workers | 13 | 9 |

**12. Describe the measures taken by the entity to ensure a safe and healthy workplace.**

Uttam Sugar emphasizes on the importance of maintaining a safe and healthy workplace for all its employees. The Company has in place a Health and Support Wellness program at every manufacturing units where it offers a range of reliable self-help resources. Additionally, the Company offers personalized help from professional counselors such as psychological counselor supporting physical health, mental health and e-workshops on topics like parenting, relationship etc.

The Company conducts awareness sessions covering safety aspects. Trainings related to Hazardous operations and Total Productive Maintenance are provided. During the year, there were no fatalities of any employee whilst on duty.

We also conduct periodic plant safety inspections, coupled with audits to enhance process effectiveness and compliance and as a part of our responsibility towards our employees and workers we have instilled a behavioral safety program across manufacturing facilities to ensure safety and security of the unit concerned.

**13. Number of complaints on the following made by employees and workers**

| | FY 2024-25 (Current Financial Year) | | | FY 2023-24 (Previous Financial Year) | | |
|---|---|---|---|---|---|---|
| | 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 | - | Nil | Nil | - |
| Health & Safety | Nil | Nil | - | Nil | Nil | - |

**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 | We make sure that all rules are followed, and precautions are taken to make the workplace safe and healthy for our employees and always in good working conditions. |
| Working Conditions | |

**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.**

We ensure to address any safety related incidents and we also carry out safety audits in order to ensure assessment of the workplace in terms of health and 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).**

- Employees (Yes) - Workers (Yes)

**2. Provide the measures undertaken by the entity to ensure that statutory dues have been deducted and deposited by the value chain partners.**

We make sure that all the statutory dues have been deducted and deposited by the value chain partners.

**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 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 | |
|---|---|---|---|---|
| | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
| 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)**

There are no transition assistance programs to facilitate continued employability and management of career endings resulting from retirement or termination of employment.

**5. Details on assessment of value chain partners:**

| | % Of your plants and offices that were assessed (by entity or statutory authorities or third parties) |
|---|---|
| Health and safety conditions | No assessment has been carried out for any of the value chain partners for health and safety and working conditions. |
| Working conditions | |

**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.**

Not Applicable, since, we do not carry out any assessment for our 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.**

Any individual or group of individuals or institution that adds value to the business of the Company is identified as a core stakeholder. Uttam Sugar Mills Limited has recognized both, internal stakeholder which includes employees and external stakeholder which includes external channels such as regulators, investors and community.

We regularly engage with stakeholders through an active sharing of relevant information, and we ensure a two-way communication with all our stakeholders to ensure effective business growth.

**2. List of 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 |
|---|---|---|---|---|
| Farmers | No | SMS, pamphlets, cumulative meetings Notice Board, announcements | whenever required | Training and awareness on agricultural practices, distribution of fertilizer and pesticides |
| Shareholders | No | Company website, One-to-one meeting, Annual General Meeting, Stock Exchange updates | Annually/ Quarterly/need based | Financial performance, Disclosures in the public domain, Ethics and compliance, Sound Corporate Governance practices |
| Technology Vendors | No | Emails/SMS | As required | System upgradation/ routine check up |
| Customers | No | Feedback and Survey, Meetings | As required | To increase institutional sales, better product development, obtain customer feedback on existing supplies Concerns and Redressal of grievances |
| Employees | No | Notice Board, WhatsApp, Verbal communication, Email | Quarterly basis | Training and Development, General Discussions, and briefings. |
| General Communities | No | Community meetings, pamphlets | On Need basis | Engagement and involvement in decision making |
| Government | No | Emails, Advocacy meetings with local / state / national government and seminars, media releases, conferences, membership with industry bodies | On going | Changes in regulatory frameworks, employment, environmental measures, policy advocacy, local infrastructure, proactive engagement |

### 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.**

We maintain a constant and proactive engagement with our key stakeholders that enables us to communicate our strategy and performance. We practice continuous communication and engagement to align expectations. The board is regularly aligned on various developments and feedback on the same is sought from them.

**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 stakeholder engagement included consultation of ESG topics. The materiality assessment conducted identified a list of material topics that are the most relevant and applicable for Uttam and actions are to be taken on them. We ensure that we take inputs received from stakeholders and integrate them into our processes and policies. We also ensure that we address the concerns of Farmers and always try to improve their lives through our CSR initiatives in the nearby villages.

**3. Provide details of instances of engagement with, and actions taken to, address the concerns of vulnerable/ marginalized stakeholder groups.**

Farmers are one of the most important stakeholders for our business and we ensure that we maintain cordial relationships with them and ensure that their grievances and issues are addressed effectively. We take number on initiatives on regular basis to address concerns of farmers.

## 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:**

| Category | FY 2024-25 (Current Financial Year) | | | FY 2023-24 (Previous Financial Year) | | |
|---|---|---|---|---|---|---|
| | Total (A) | No. of employees / workers covered (B) | % (B/A) | Total (C) | No. of employees / workers covered (D) | % (D/C) |
| **Employees** | | | | | | |
| Permanent | 523 | 523 | 100 | 521 | 521 | 100 |
| Other than permanent | 0 | 0 | 0 | 0 | 0 | 0 |
| **Total Employees** | 523 | 523 | 100 | 521 | 521 | 100 |
| **Workers** | | | | | | |
| Permanent | 321 | 321 | 100 | 331 | 331 | 100 |
| Other than permanent | 2412 | 2412 | 100 | 2357 | 2357 | 100 |
| **Total Workers** | 2733 | 2733 | 100 | 2688 | 2688 | 100 |

**Note:** Currently, we have a Code of Conduct in place which covers the aspects of human rights. The employees are mandated to abide by these policies before joining the company. Additionally, extracts of the Factory Act prohibiting child/bonded Labour and minimum wages are displayed in factory premises for perusal of all direct/indirect employees.

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

| Category | FY 2024-25 (Current Financial Year) | | | | | FY 2023-24 (Previous Financial Year) | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 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** | | | | | | | | | | |
| Male | 511 | 0 | 0 | 511 | 100 | 509 | 0 | 0 | 509 | 100 |
| Female | 12 | 0 | 0 | 12 | 100 | 12 | 0 | 0 | 12 | 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** | | | | | | | | | | |
| Male | 321 | 0 | 0 | 321 | 100 | 331 | 0 | 0 | 331 | 100 |
| Female | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| **Other than Permanent** | | | | | | | | | | |
| Male | 2411 | 0 | 0 | 2411 | 100 | 2356 | 0 | 0 | 2356 | 100 |
| Female | 1 | 0 | 0 | 1 | 100 | 1 | 0 | 0 | 1 | 100 |

**3. (a) Details of remuneration/salary/wages, in the following format:**

Median Remuneration / Wages (₹ In Lakhs)

| | Male | | Female | |
|---|---|---|---|---|
| | Number | Median remuneration/ salary/ wages of respective category | Number | Median remuneration/ salary/wages of respective category |
| Board of Directors (BoD) | 6 | 16.67 | 1 | 6.86 |
| Key Managerial Personnel | 2 | 70.80 | - | - |
| Employees other than BoD and KMP | 507 | 5.47 | 12 | 6.67 |
| Workers other than BoD and KMP | 321 | 3.54 | - | - |

**(b) Gross wages paid to females as % of total wages paid by the entity, in the following format:**

| | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
|---|---|---|
| Gross wages paid to females as % of total wages | 1.55% | 1.24% |

**Note:** The above tables does not include seasonal and contractual employees.

**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)**

The Company's HR department is handling all the matters related to human rights including complaints and grievances raised by the individuals. The Company also have in place code of conduct and Whistle Blower Policy and every employee abide by the same and we are also committed towards our both the codes.

**5. Describe the internal mechanisms in place to redress grievances related to human rights issues.**

At Uttam, guidance on human rights issues is covered as a part of its Code of Conduct. The Company has a Whistle Blower Policy that allows and encourages its stakeholders to raise concerns about the violations against the Code of Conduct. Additionally, employees can report issues to the Chairman of the Audit Committee.

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

| | FY 2024-25 (Current Financial Year) | | | FY 2023-24 (Previous Financial Year) | | |
|---|---|---|---|---|---|---|
| | 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 complaints were received regarding any of these human rights related issues in both FY 2024-25 and FY 2023-24. | | | | | |
| Discrimination at workplace | | | | | | |
| Child Labour | | | | | | |
| Forced Labour/Involuntary Labour | | | | | | |
| Wages | | | | | | |
| Other human rights related issues | | | | | | |

**7. Complaints filed under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, in the following format:**

| | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
|---|---|---|
| Total Complaints reported under Sexual Harassment on of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (POSH) | **0** | 0 |
| Complaints on POSH as a % of female employees / workers | **0** | 0 |
| Complaints on POSH upheld | **0** | 0 |

**8. Mechanisms to prevent adverse consequences to the complainant in discrimination and harassment cases.**
The Whistle Blower & Protection policy mentions a clause on confidentiality of complainant/ protection against victimization. There were no cases reported on sexual harassment and discrimination, however if any such situation arises, the complainant can submit a complaint to his or her supervisor and audit committee of the Board, which investigate the matter and provides a satisfactory resolution to the complainant.

**9. Do human rights requirements form part of your business agreements and contracts? (Yes/No)**
Yes.

**10. Assessments of the year**

| | % Of your plants and offices that were assessed (by entity or statutory authorities or third parties) |
|---|---|
| Child labour | We do not conduct any assessment, however the respective officers at plants and offices has keep a vigilance that no child labour/forced labour is practiced and no harassment/discrimination should take place at the respective plants and offices. |
| Forced/involuntary labour | |
| Sexual harassment | |
| Discrimination at Workplace | |
| Wages | |

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

**Leadership Indicators**

**1. Details of a business process being modified / introduced because of addressing human rights grievances/ complaints.**
No such grievances on Human Rights violations.

**2. Details of the scope and coverage of any Human rights due diligence conducted.**
We do not conduct due diligence regarding human rights issues; however, we are responsible for the protection of all our stakeholders who are required to follow the code of conduct of USML.

**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, our offices /premises are accessible to differently abled visitors.

**4. Details on assessment of value chain partners:**

| | |
|---|---|
| Sexual harassment | We do not assess our value chain partners for any of these issues, but we make sure that they adhere to our policies and code of conduct. |
| Discrimination at workplace | |
| Child labour | |
| Forced/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. No concerns have been reported in the current reporting cycle. Hence, no corrective actions were required.

**Principle 6: Businesses should respect and make efforts to protect and restore environment.**

**Essential Indicators**

**1. Details of total energy consumption (in Joules or multiples) and energy intensity, in the following format:**

| Parameter | Unit | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
|---|---|---|---|
| **From Renewable sources** | | | |
| Total electricity consumption (A) (Bagasse +Slop+ Corporate offices) | GJ | 693307.79 | 806219.29 |
| Total fuel consumption (B) (Diesel) | GJ | 647.41 | 352.56 |
| Energy consumption through other sources (C) | GJ | 10422.29 | 8180.65 |
| **Total energy consumption (A+B+C)** | GJ | **704377.49** | **814752.50** |
| **From non-renewable sources** | | | |
| Total electricity consumption (D) | | - | - |
| Total fuel consumption (E) | | - | - |
| Energy consumption through other sources (F) | | - | - |
| **Total energy consumed from non- renewable sources (D+E+F)** | | - | - |
| **Total energy consumed (A+B+C+D+E+F)** | | **704377.49** | **814752.50** |
| **Energy intensity per rupee of turnover** (Total energy consumption/ Revenue from Operations) | **GJ/INR** | 0.00003938 | 0.0000398 |
| **Energy intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP)** (Total energy consumed / Revenue from operations adjusted for PPP) | | 0 | 0 |
| **Energy intensity in terms of physical output** | | NA | NA |
| Energy intensity (optional) – the relevant metric may be selected by the entity | | NA | NA |

**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 assessment/evaluation/assurance has been carried out by an external agency.

**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.** Not Applicable.

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

| Parameter | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
|---|---|---|
| **Water withdrawal by source (in kiloliters)** | | |
| (i) Surface water: | NIL | NIL |
| (ii) Groundwater | 393528.00 | 431173.00 |
| (iii) Third party water | Nil | Nil |
| (iv) Seawater / desalinated water | Nil | Nil |
| (v) Others | Nil | Nil |
| **Total volume of water withdrawal (in kilolitres) (i + ii + iii + iv + v)** | 393528.00 | 431173.00 |
| **Total volume of water consumption (in kilolitres)** | 393528.00 | 431173.00 |
| **Water intensity per rupee of turnover** (Total water consumption / Revenue from operations) | 0.00002194 | 0.00002106 |
| **Water intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP)** (Total water consumption / Revenue from operations adjusted for PPP) | NA | NA |
| **Water intensity in terms of physical output** | NA | NA |
| **Water intensity (optional) –** the relevant metric may be selected by the entity | NA | NA |

**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, there are no independent assessments currently being done by any third party.

**4. Provide the following details related to water discharged:**

| Parameter | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
|---|---|---|
| **Water discharge by destination and level of treatment (in kiloliters)** | | |
| **(i) To Surface water** | | |
| - No treatment | | - |
| - With treatment – discharge after secondary & tertiary treatment | 436754.00 | 578350.00 |
| **(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** | | |
| - No treatment | - | - |
| - With treatment – please specify level of treatment | - | - |
| **Total water discharged (in kiloliters)** | 436754.00 | 578350.00 |

**5. Has the entity implemented a mechanism for Zero Liquid Discharge? If yes, provide details of its coverage and implementation.**

Yes, we have implemented zero liquid discharge (ZLD) process at all our distilleries to ensure that no industrial effluents are released into the environment.

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

| | Parameter | Please specify unit | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
|---|---|---|---|---|
| 1. | **Sugar Unit, Libbereheri** | | | |
| | NOx | $Mg/nm^3$ | 44.75 | 52.48 |
| | Sox | $Mg/nm^3$ | 16.75 | 21.20 |
| | Particulate Matter (PM) | $Mg/nm^3$ | 94.25 | 108.10 |
| | Others-Carbon Mono oxide (CO) | $Mg/nm^3$ | 0.0295 | 0.035,0.032 |
| 2. | **Sugar Unit, Shermau** | | | |
| | NOx | $Mg/nm^3$ | 16.00 | 17.00 |
| | Sox | $Mg/nm^3$ | 9.20 | 10.00 |
| | Particulate Matter (PM) | $Mg/nm^3$ | 78.8 | 78.00 |
| | Others-Carbon Mono oxide (CO) | $Mg/nm^3$ | N.D | 0.24 |
| 3. | **Sugar Unit, Barkatpur** | | | |
| | NOx | $Mg/nm^3$ | 7.60 | 12.60 |
| | Sox | $Mg/nm^3$ | 7.00 | 7.40 |
| | Particulate Matter (PM) | $Mg/nm^3$ | 76.8 | 92.80 |
| | Others-Carbon Mono oxide (CO) | $Mg/nm^3$ | N.D | N.D |
| 4. | **Sugar Unit, Khaikheri** | | | |
| | NOx | $Mg/nm^3$ | 12.70 | 12.50 |
| | Sox | $Mg/nm^3$ | 9.10 | 8.60 |
| | Particulate Matter (PM) | $Mg/nm^3$ | 48.00 | 79.60 |
| | Others- Carbon Mono oxide (CO) | $Mg/nm^3$ | N.D | N.D |
| 5. | **Distillery Unit, Libberheri** | | | |
| | NOx | $Mg/nm^3$ | 43.6 | 22.20 |
| | Sox | $Mg/nm^3$ | 6.90 | BDL |
| | Particulate Matter (PM) | $Mg/nm^3$ | 114 | 47.60 |
| | Others- Carbon Mono oxide (CO) | $Mg/nm^3$ | 33.80 | 14.10 |
| 6. | **Distillery Unit, Barkatpur** | | | |
| | NOx | $Mg/nm^3$ | 20.22 | - |
| | Sox | $Mg/nm^3$ | 13.89 | - |
| | Particulate Matter (PM) | $Mg/nm^3$ | 45.26 | 42.82 |
| | Others- Carbon Mono oxide (CO) | $Mg/nm^3$ | - | - |

**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.**

No, there are no independent assessments currently being done by any third party.

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

| Parameter | Please specify unit | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
|---|---|---|---|
| **Total Scope 1 Emissions** (Break-up of the GHG into CO2, CH4, N2O, HFCs, PFCs, SF6, NF3, if available) | tCO2eq/Mwh | 22 | 22 |
| **Total Scope 2 Emissions** (Break-up of the GHG into CO2, CH4, N2O, HFCs, PFCs, SF6, NF3, if available) | tCO2eq/Mwh | - | - |
| **Total Scope 1 and Scope 2 emissions** | tCO2eq/Mwh | 22 | 22 |
| **Total Scope 1 and Scope 2 emissions per rupee of turnover** (Total Scope 1 and Scope 2 GHG emissions / Revenue from operations) | tCO2eq/Mwh/ Rupee | 0.00 | 0.00 |
| **Total Scope 1 and Scope 2 emission intensity per rupee of turnover adjusted or Purchasing Power Parity (PPP)** (Total Scope 1 and Scope 2 GHG emissions / Revenue from operations adjusted for PPP) | | NA | NA |
| **Total Scope 1 and Scope 2 emission intensity in terms of physical output** | | NA | NA |
| **Total Scope 1 and Scope 2 emission intensity (optional)** – the relevant metric may be selected by the entity | | NA | NA |

**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 independent assessment/ evaluation/assurance has been carried out by an external agency.

**8. Does the entity have any project related to reducing Greenhouse Gas emissions? If yes, then provide details.**

We have not initiated any project. However, we have been fulfilling the applicable regulations and have taken measures to reduce and control emissions in each reporting cycle.

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

| Parameter | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
|---|---|---|
| **Total Waste generated (in metric tonnes)** | | |
| Plastic waste (A) | 1030 | 1224 |
| E-waste (B) | 0.0052 | 0.015 |
| Bio-medical waste (C) | - | - |
| Construction and demolition waste (D) | - | - |
| Battery Waste (E) | - | - |
| Radioactive waste (F) | - | - |
| Other Hazardous waste. Please specify, if any. (G)-**oil and grease** | 1.42 | 1.41 |
| Other Non-hazardous waste generated (H). Please specify, if any. (Break-up by composition i.e., by materials relevant to the sector) | - | - |
| **Total (A+B + C + D + E + F + G + H)** | 1031.43 | 1225.43 |
| **Waste intensity per rupee of turnover** (Total waste generated / Revenue from operations) | 0.0000575 | 0.0000598 |
| **Waste intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP)** (Total waste generated / Revenue from operations adjusted for PPP) | - | - |
| **Waste intensity in terms of physical output** | - | - |
| **Waste intensity (optional) –** the relevant metric may be selected by the entity | - | - |

| For each category of waste generated, total waste recovered through recycling, re-using or other recovery operations (in metric tonnes) | | |
|---|---|---|
| **Category of waste** | | |
| (i) Recycled | 334.00 | 575.30 |
| (ii) Re-used | - | - |
| (iii) Other recovery operations | - | - |
| **Total** | **334.00** | **575.30** |

| For each category of waste generated, total waste disposed by nature of disposal method (in metric tonnes) | | |
|---|---|---|
| **Category of waste** | | |
| (i) Incineration | - | - |
| (ii) Landfilling | - | - |
| (iii) Other disposal operations | 696.00 | 648.70 |
| **Total** | **696.00** | **648.70** |

**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 independent assessment/ evaluation/assurance has been carried out by an external agency.

**10. 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 production of Sugar from Sugarcane is an eco- friendly virtuous cycle. All the by-products generated during the manufacturing process are to be productively utilised viz. bagasse is utilised for power generation; molasses is utilised to produce distillery products and other wastes generated like press mud and ash generated from incineration boilers are utilised for manufacture of organic manure as wells as of Potash. The Company has also issued guidelines to every units of the Company on the waste management to monitor performance for each unit on a regular basis.

**11. 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 is being complied with? (Y/N) If no, the reasons thereof and corrective action taken, if any. |
|---|---|---|---|
| None of our operations/ offices are located in or around ecologically sensitive areas where environmental approvals / clearances are required. | | | |

**12. 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 in public domain (Yes / No) | Relevant Web link |
|---|---|---|---|---|---|
| NIL | | | | | |

**13. 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 |
|---|---|---|---|---|
| Yes, we are following all applicable environmental laws, regulations, and guidelines in India. | | | | |

## Leadership Indicators

**1. Water withdrawal, consumption, and discharge in areas of water stress (in kiloliters):**

**For each facility / plant located in areas of water stress, provide the following information:**

The Company has operations in 4 locations,

1. Village Libberheri, Tehsil Roorkee, District Haridwar Uttarakhand
2. Village Barkatpur, Tehsil Najibabad District Bijnor (U.P.)
3. Village Khaikheri Tehsil & District Muzaffarnagar (U.P.)
4. Village Shermau, Tehsil Nakur, District Saharanpur (U.P.)

**I. Name of the area:** we do not have operations in water stressed areas.

**II. Nature of operations:** Sugar Manufacturing

**III. Water withdrawal, consumption, and discharge in the following format:**

| Parameter | FY 2024-25 (Current Financial Year) | FY 2023-24 (Current Financial Year) |
|---|---|---|
| **Water withdrawal by source (in kiloliters)** | | |
| (i) Surface water | Not Applicable, since we don't have operation in water stressed area. | |
| (ii) Groundwater | | |
| (iii) Third party water | | |
| (iv) Seawater / desalinated water | | |
| (v) Others (Recycled) Recovered water from Treated Effluent | | |
| **Total volume of water withdrawal (in kiloliters)** | | |
| **Total volume of water consumption (in kiloliters)** | | |
| **Water intensity per rupee of turnover (Water consumed / turnover)** | | |
| Water intensity (optional) – the relevant metric may be selected by the entity | | |
| **Water discharge by destination and level of treatment (in kiloliters)** | | |

| Parameter | FY 2024-25 (Current Financial Year) | FY 2023-24 (Current Financial Year) |
|---|---|---|
| **(i) Into Surface water** | | |
| - No treatment | Not Applicable, since we don't have operation in water stressed area. | |
| - With treatment – please specify level of treatment | | |
| **(ii) Into Groundwater** | | |
| - No treatment | Not Applicable, since we don't have operation in water stressed area. | |
| - With treatment – please specify level of treatment | | |
| **(iii) Into Seawater** | | |
| - No treatment | Not Applicable, since we don't have operation in water stressed area. | |
| - With treatment – please specify level of treatment | | |
| **(iv) Sent to third parties** | | |
| - No treatment | Not Applicable, since we don't have operation in water stressed area. | |
| - With treatment – please specify level of treatment | | |
| **(v) Others** | | |
| - No treatment | Not Applicable, since we don't have operation in water stressed area. | |
| - With treatment – please specify level of treatment | | |

**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 independent assessment/ evaluation/assurance has been carried out by an external agency.

**2. Please provide details of total Scope 3 emissions & its intensity, in the following format:**

At present, we do not calculate the scope 3 emissions.

| Parameter | Unit | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
|---|---|---|---|
| Total Scope 3 emissions* (Break-up of the GHG into CO2, CH4, N2O, HFCs, PFCs, SF6, NF3, if available) | Metric tonnes of CO2 equivalent | We are not determining scope 3 emissions till now but this is our target to determine details of total scope 3 emission and its intensity in the meantime. | |
| **Total Scope 3 emissions per rupee of turnover** | Metric tonnes of CO2 equivalent | | |
| **Total Scope 3 emission intensity (optional) –** the relevant metric may be selected by the entity | Metric tonnes of CO2 equivalent | | |

*Scope 3 emissions pertains to the greenhouse gas emissions through our supply chain activities.

**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 independent assessment/ evaluation/assurance has been carried out by an external agency.

**3. With respect to the ecologically sensitive areas reported at Question 11 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.**

Since we do not have any operations in ecologically sensitive areas as mentioned above in essential indicator question 11, assessment of direct and indirect impact of our operations on biodiversity is not applicable to us.

**4. 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. | Use of released emissions to operate distillery unit | Latest emission control technology (ESP) is installed along with boiler.<br>To reduce ambient air pollution caused by suspended particulate matter, we added wet scrubbers (benchmark below 150 PPM and target below 100 PPM).<br>Condensate being processed through CPU and being reused in process. | Saving in fuel and ground water extraction and reducing in emission.<br>Environmental innovation, employee awareness building, reduced emissions, and sustainable technology adoption.<br>Condensate reused resulting which reduction in ground water extraction. |
| 2. | Effluent Management | MEE is installed to concentrate the distillery effluents and generate slop which is being used as supplementary fuel in boiler.<br>Effluent generated in plant treated by ETP plant by achieving all parameters as per CPCB guidelines and treated water is being used for irrigation.<br>Condensate being processed through CPU and being reused in process. | Saving in fuel and ground water extraction and reducing in emission.<br>Through the treatment of wastewater that is usually released into the environment is reduced thus improving the environment's health.<br>Condensate reused resulting which reduction in ground water extraction. |
| 3. | Renewable Energy Initiative | Bagasse being used continuously for power generation.<br>USML invested in advance equipment and technology to conserve electricity and use it judiciously. As a long-term hedge, the organization has generated proprietary renewable (co-generated) power. The USML have sold 1374.14 Lakh kwh in FY- 2023-24 and 1045.80 Lakh kwh in FY- 2024-25.<br>USML also switched from using incandescent lights to LEDs in order to save more energy. | Saving in fuel and improve the renewable energy sources.<br>Energy conservation and sustainable operations. |
| 4. | Sulphate removal from Spray Pond and cooling tdower water overflow | In distillery CPU is installed to treat all weak effluents and recycle it to process.<br>In sugar unit syrup is not clarified by SO2 gas, so there is no sulphates residue in cooling tower overflow water.<br>In sugar unit syrup is not clarified by SO2, so there is no sulphate residue in cooling tower.<br>In sulphitation sugar plant some sulphur dissolve in cooling water & during discharge of excess water from these cooling tower it create environmental concerns. USML Barkatpur install a Lamella clarifier to remove the sulphatges effectively.<br>Condensate being processed through CPU and being reused in process. | Saving in fuel and ground water extraction and reducing in emission.<br>Discharged water as per the CPCB norms, with no negative environmental impacts.<br>No negative environment impact.<br>The water discharge is as per CPCB norms & having no negative environmental impacts.<br>Condensate reused resulting which reduction in ground water extraction. |
| 5. | Zero-Ground Water Extraction | The Company is strengthening its environment commitment through a zero-ground water extraction focus through enhanced treatment and recycling. | It will boost water conservation practices and environment sustainability. |

5. **Does the entity have a business continuity and disaster management plan? Give details in 100 words/ web link.**
There is a Disaster Management plan and onsite emergency plan for each unit of the Company. The plan aims to contain the incident, reduce casualties, and prevent further injuries, implement migratory measures, conduct a swift and efficient relief and rescue operation without needless delay, hasten the return of normalcy, and ensure that every member of the emergency operation, including the response team and employees, is aware of their respective responsibilities in an emergency. Additionally, each unit has a manufacturing license and all other necessary approvals for commercial operation.

6. **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?**
Not applicable.

7. **Percentage of value chain partners (by value of business done with such partners) that were assessed for environmental impacts.**
Not applicable.

8 a. **Green credits generated or procured by the entity:** We did not generate or procure any green credits during the reporting period.

b. **Green credits generated or procured by top ten value chain partners (in terms of value of purchases and sales respectively):** None of the top ten value-chain partners generated or procured green credits during the reporting period.

**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.**
We are affiliated with 3 trade and industry chambers including Indian Sugar Mills Association, UP Sugar Mills Association, UP Sugar Mills Co Gen Association.

b. **List the top 10 trade and industry chambers/ associations (determined based on the total members of such a 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) |
|---|---|---|
| 1. | Indian Sugar Mills Association (ISMA) | National |
| 2. | UP Sugar Mill Association (UPSMA) | State |
| 3. | UP Sugar Mills Co-Gen Association | State |

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 corrective action has been carried out for anti-competitive conduct since we do not have any cases pertaining to the same during the reporting cycle. | | |

### Leadership Indicators

1. **Details of public policy positions advocated by the entity:**

| S.No. | Public policy advocated | Method resorted for such advocacy | Whether information available in the public domain? (Yes/No) | Frequency of Review by Board (Annually/Half yearly/ Quarterly / Others – please specify) | Web Link, if available |
|---|---|---|---|---|---|
| We do not engage in public policy advocacy. | | | | | |

**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 |
|---|---|---|---|---|---|
| Not applicable, as there were no projects that required Social Impact Assessments as per applicable law. | | | | | |

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, as there were no projects that require rehabilitation and resettlement (R&R) as per applicable law in the current year. | | | | | | |

3. **Describe the mechanisms to receive and redress grievances of the community.**
Yes, Company has provided the mechanisms to receive and redress grievances of the community. Details of the grievance cell is available on the website of the Company and the web link of the same is https://www.uttam-sugar.in/grievance.php

4. **Percentage of input material (inputs to total inputs by value) sourced from suppliers:**
The Company procures sugarcane from the local/nearby farmers in the neighboring area of the sugar mills through the government system.

| Parameters | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
|---|---|---|
| Directly sourced from MSMEs/ small producers (Farmers)* | 100% | 100% |
| Directly from within India | 100% | 100% |

**All the sugarcane is procured from MSME/Small producers (farmers) within the district and neighboring districts.*

5. **Job creation in smaller towns – Disclose wages paid to persons employed (including employees or workers employed on a permanent or non-permanent / on contract basis) in the following locations, as % of total wage cost.**

| Location | FY 2024-25 (Current Financial Year) | FY 2023-24 (Previous Financial Year) |
|---|---|---|
| Rural | 95.80% | 96.29% |
| Semi-urban | - | - |
| Urban | - | - |
| Metropolitan | 4.20% | 3.70% |

(Place to be categorized as per RBI Classification System - rural / semi-urban / urban / metropolitan)

### 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 |
|---|---|
| Since, as there were no projects that required Social Impact Assessments as per law, no corrective actions to mitigate the negative impacts of the same have been taken. | |

**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) |
|---|---|---|---|
| We are not carrying any CSR projects in aspirational districts. | | | |

**3. (a) Do you have a preferential procurement policy where you give preference to purchase from suppliers comprising marginalized /vulnerable groups? (Yes/No)**

The Company being from the sugar industry major suppliers are the farmers. Hence Company is procuring all the sugarcane from the farmers.

**(b) From which marginalized /vulnerable groups do you procure?**

We procure 100% of cane from farmers.

**(c) What percentage of total procurement (by value) does it constitute?**

100% of our procurement are from local farmers from within the districts or neighboring districts.

**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 |
|---|---|---|---|---|
| We do not engage in intellectual property based on traditional knowledge. | | | | |

**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 |
|---|---|---|
| Corrective action is not applicable since we do not engage in any intellectual property activities. | | |

**6. Details of beneficiaries of CSR Projects:**

| S.No. | CSR Project | No. of persons benefited from CSR Projects | % Of beneficiaries from vulnerable and marginalized groups |
|---|---|---|---|
| Not Applicable as we do not have any CSR projects. All the CSR initiatives have been undertaken by the Company in the Neighboring villages/districts in which our company operates resulting in benefit to the locals/ general public. | | | |

Weblink to CSR policies: https://www.uttamsugar.in/adminpanel/product_image/0424a8ef8cc61264d7626252c95da411Corporate%20Social%20Responsibilty%20Policy.pdf

## 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.**

The consumer can reach out to the company in multiple modes. For any Grievance the consumers can contact the Company through telephonically or through e-mails. Consumers can also raised their issues to the sales representative or channel partner with whom the customer is dealing. We make sure that all the grievance raised by the consumers through any mode of communication are tackled and addressed appropriately.

**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 | 100% |
| Safe and responsible usage | 100% |
| Recycling and/or safe disposal | 100% |

**3. Number of consumer complaints in respect of the following:**

We generally do not receive complaints with respect to the parameters mentioned, as we ensure & maintain ethics, transparency and accountability in all our business operations-

| | FY 2024-25 (Current Financial Year) | | | FY 2023-24 (Previous Financial Year) | | |
|---|---|---|---|---|---|---|
| | Received during the year | Pending resolution at end of year | Remarks | Received during the year | Pending resolution at end of year | Remarks |
| Data privacy | No complaints were received. | | | | | |
| Advertising | | | | | | |
| Cyber-security | | | | | | |
| Delivery of essential services | | | | | | |
| Restrictive Trade Practices | | | | | | |
| Unfair Trade Practices | | | | | | |

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

There are no instances of product recalls or forced recalls on account of safety issue.

**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.**

**No,** although we don't currently have a formal cybersecurity framework or policy in place. Our servers are restricted to internal use only and protected by a firewall. We take such measures on regular interval so that cyber security can remain intact. We have installed firewalls and server to further secure our operations.

**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 consumers; re-occurrence of instances of product recalls; penalty / action taken by regulatory authorities on safety of products / services.**

No known data breach / incident related to Customer data. Hence, not applicable. However, on a continuous basis, the Company keeps enhancing its IT Security Posture as part of Cyber Security preparedness, by implementing tools, practices, policies, awareness etc.

**7. Provide the following information relating to data breaches:**

**a. Number of instances of data breaches along with impact.**

We have not received any reports of data breaches since our system is cloud-based and limited to our premises only.

**b. Percentage of data breaches involving personally identifiable information of customers.**

Not Applicable.

### Leadership Indicators

**1. Channels / platforms where information on products and services of the entity can be accessed (provide web link, if available).**

Our website can be accessed for product-related details. Here is the weblink to our - Products: http://www.uttamsugar.in/product.php?category_name=for-industry-usage

**2. Steps taken to inform and educate consumers about safe and responsible usage of products and/or services.**

Apart from the labels that give out specific information related to our products, website of the Company, Social media platforms etc are used to communicate about safe and responsible usage of products.

**3. Mechanisms in place to inform consumers of any risk of disruption/discontinuation of essential services.**

We have established robust mechanisms to monitor and manage any potential risks of disruption or discontinuation of our essential services. In case of any such risk, we inform our customers through various channels, includ-

ing our website and direct communication. This helps us to ensure that our customers are well informed and can take the necessary steps to mitigate any potential impact. Additionally, we continuously review and update our contingency plans to ensure that we are always prepared to manage any unexpected disruptions.

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.**

   **No,** we follow the regulation/bye laws for the product packaging and information to be contained in the product packaging.

5. **Did your entity carry out any survey about 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)**

   **No,** we have not conducted any surveys on customer satisfaction as of now.





## (Annexure – VI)

# CORPORATE GOVERNANCE REPORT 2024-25

## 1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Uttam Sugar Mills Limited is committed to produce high quality sugar and value added by-products and strives for continuous improvement in all its activities. Uttam's Management strives to create long term value for its Shareholders. We also believe in good Corporate Governance which is essential for achieving long term corporate goals. We are committed to implement sound Corporate Governance practices to ensure transparency in the operations.

Your Company is fully compliant with all the provisions of the Companies Act, 2013, Listing Regulations, and other applicable rules & bye laws. The disclosures as required in para C of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are as follows:-

## 2. BOARD OF DIRECTORS

### A. Composition of the Board:-

The Board of Directors of the Company comprises of 6 (Six) Directors at present. Out of them two are Executive Directors and Four are Non-Executive Directors. The Board of the Company is duly constituted as per the requirements of the Companies Act, 2013 read with rules made thereunder and Listing Regulations. The composition and category of Directors of the Company during the year are as follows:

| Name of Director(s) | Designation | Category |
|---|---|---|
| Mr. Raj Kumar Adlakha | Managing Director | Promoter & Executive |
| Mr. Shankar Lal Sharma | Whole-Time Director | Non-Promoter & Executive |
| Mr. Gurbachan Singh Matta | Director | Non-Executive & Non-Independent |
| Mr. Jasbir Singh | Director | Non-Executive & Independent |
| Mr. Ravi Kumar | Director | Non-Executive & Independent |
| Mrs. Anju Sethi# | Director | Non-Executive & Independent |
| Mr. Narendra Kumar Sawhney* | Director | Non-Executive & Independent |
| Mrs. Rutuja Rajendra More* | Director | Non-Executive & Independent |

*Mr. Narendra Kumar Sawhney and Mrs. Rutuja Rajendra More ceased to be Independent Directors w.e.f. 19th September, 2024 due to expiration of their second tenure as Independent Directors.

#Mrs. Anju Sethi has been appointed as Independent Director w.e.f. 18th September, 2024.

All the Directors have given disclosures of Interest as required in the Companies Act, 2013 and rules made there under.

As per the requirement of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, all the Independent Directors on the Company's Board are Non-Executive Directors.

### B. Attendance of each Director at Board Meetings and last AGM:-

During the Financial Year 2024-25, 5 (Five) Board Meetings were held and all the meeting of the Board were convened as per the requirements of the Companies Act, 2013 and other applicable laws. Director's attendance at the Board meetings and in the Last AGM is as follows:-

| Name of Director(s) | No. of Board Meetings Attended | Attendance at Last AGM held on 18th September, 2024 |
|---|---|---|
| Mr. Raj Kumar Adlakha | 5 | Yes |
| Mr. Shankar Lal Sharma | 5 | Yes |
| Mr. Gurbachan Singh Matta | 5 | Yes |
| Mr. Jasbir Singh | 5 | Yes |
| Mr. Ravi Kumar | 5 | Yes |
| Mrs. Anju Sethi | 2 | N.A. |

**C. Number of other companies in which any director of the Company is a director and Membership/ Chairmanship of committees:**

Details of Directorship in other Companies and chairmanship/membership in other Committees are as follows:-

| Name of Director(s) | No. of Other Directorships and Committee Memberships/Chairmanships | | | |
|---|---|---|---|---|
| | Directorship in Other Listed Company | Other Directorships | Membership (s) of Committees# of other Companies | Chairmanship(s) of Committees# of other Companies |
| Mr. Raj Kumar Adlakha | - | 12 | - | - |
| Mr. Shankar Lal Sharma | - | 1 | - | - |
| Mr. Gurbachan Singh Matta | - | - | - | - |
| Mr. Ravi Kumar | 2* | - | 2 | 1 |
| Mr. Jasbir Singh | - | - | - | - |
| Mrs. Anju Sethi | | - | - | - |

#Represents Audit Committee and Stakeholders Relationship Committee.

*Mr. Ravi Kumar is also an Independent Director in Indian Glycols Limited and Himatsingka Seide Limited.

**D. Details of Board Meetings held during the year ended 31st March, 2025:**

The Details of the meetings of Board of Directors held during the year are as follows:

| S. No. | Date of Meetings | No. of Directors Present |
|---|---|---|
| 1. | 06.05.2024 | 7 |
| 2. | 14.08.2024 | 7 |
| 3. | 26.08.2024 | 7 |
| 4. | 14.11.2024 | 6 |
| 5. | 14.02.2025 | 6 |

All the Board meetings were duly convened within the time gap as allowed by MCA/SEBI.

**E. Relationships Between Directors:**

No Director is related to any other Director and Key Managerial Personnel on the Board in terms of the definition of 'relative' given under the Companies Act, 2013.

**F. Details of shareholding of Directors are as under:**

The details of shareholding of Directors in the Company are as under:

| S. No. | Name of Directors | Shareholding |
|---|---|---|
| 1. | Mr. Raj Kumar Adlakha | 21,34,610 Eq. Shares |
| 2. | Mr. Shankar Lal Sharma | Nil |
| 3. | Mr. Gurbachan Singh Matta | Nil |
| 4. | Mr. Jasbir Singh | Nil |
| 5. | Mr. Ravi Kumar | Nil |
| 6. | Mrs. Anju Sethi | Nil |

**G. Familiarization Programme for Independent Directors**

The Company has a Familiarization programme Module ("the programme") for the Independent Directors ("ID") of the Company. The said programme has been duly adopted by the Board of Directors pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This programme seeks to familiarize the Independent Directors with the company, their roles, rights, responsibilities in the company, nature of the industry in which the company operates and business model of the company etc. In terms of Regulation 25 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations"), one such familiarization programme was conducted during the year on the date of the Board Meeting. Details of Familiarization Programme for Independent Directors is also placed on the website i.e. www.uttamsugar.in and can be accessed at this weblink https://www.uttamsugar.in/adminpanel/product_image/5919cdaca08f9099b26b1b89ec96c25cFamilarisation%20Prgrm%202024-25.pdf.

**H. Skill/Expertise/Competence of the Board of Directors**

| S. No. | Name of Directors | Skill, Expertise and Competence |
|---|---|---|
| 1. | Mr. Raj Kumar Adlakha | Mr. Raj Kumar Adlakha holds degree in B. E. (Mech). Mr. Adlakha is having more than 46 years of industrial experience in managing the operations of industrial undertakings. He was instrumental in setting up of our four sugar manufacturing units, Co-generation Unit and two Distillery Unit under his leadership. |
| 2. | Mr. Shankar Lal Sharma | Mr. Shankar Lal Sharma is a Chartered Accountant and also holds degree in Bachelor of Commerce. Mr. Sharma is having overall 28 years of experience in different areas like commercial, Accounting, Administration, Production planning, Internal control, Legal, Marketing, Plant operation, Project management, Cost control and Cane management etc. He has a vast experience in various industries viz. Oil, Cement, Paper, Steel and Sugar. |
| 3. | Mr. Gurbachan Singh Matta | Mr. Matta is an ex-banker with over 53 years of experience. He was associated with Indian Overseas Bank since 1968 till 2005. In August 2005, he joined Punjab and Sind Bank and was promoted as Executive Director of the Bank in March 2006. He has also headed various committees for implementation of Basel II, Core Banking Solutions and Risk Management. He is also a visiting faculty at NIBSCOM (National Institute of Bank Studies and Corporate Management), Noida for lectures on various topics on the Banking Industry like Risk Management, Corporate Governance, Basel II norms, etc. |
| 4. | Mr. Jasbir Singh | Mr. Jasbir Singh aged 77 years, holds degree in B.E (Mech), A.N.S.I (Sugar Engg.) F.S.T.A., M.I.E (India). Mr. Singh is having around 54 years of vast experience with various industries. He was Technical Advisor of National Federation of Co-operative Sugar Factories, New Delhi. He is also Director (Technical) with National Forum of Sugar Consultants, New Delhi. |
| 5. | Mr. Ravi Kumar | Mr. Ravi Kumar, a seasoned banker with 33 years of experience across Corporate Banking, project finance, credit delivery, Credit Monitoring, risk assessment & risk mitigation, stress asset management etc. He was part of the top management of IDBI Bank Ltd. till April 2021 and was managing portfolio of large/mid corporate group. The role included leading, strategising, directing, controlling, monitoring and overseeing all facets of the large corporate portfolio of the Bank. During his long stint with IDBI, he has worked in various leadership positions with IDBI and handled relationships of various large groups, sectors and industries. |

| | | |
|---|---|---|
| 6. | Mrs. Anju Sethi | Mrs. Anju Sethi is an ex-banker with over 37 years of experience. She was associated with Punjab National Bank since 1980 till 2016. She retired from the Punjab National Bank in the year 2016 as an Assistant General Manager. After retirement, she was a visiting faculty for management students in Ghaziabad colleges like ITES and IMS. After onset of covid, took online classes in economics. |

**I.** The Board is of the opinion that all Independent Directors fulfill the conditions specified in the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015 and are independent of the management.

**J.** During the year under review, none of the Independent Directors resigned from the Board of the Company before the expiry of their term.

## 3. AUDIT COMMITTEE

### A. Terms of Reference:-

The Audit Committee has been constituted pursuant to the provisions of Section 177 of the Companies Act, 2013 and Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Company's Audit Committee is entrusted with the matters as specified in Section 177 of the Companies Act, 2013 and Part C of schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

### B. Composition, Name of Members and Chairperson:-

The following Directors are the present members of Audit Committee:-

| S. No. | Name | Designation | Category |
|---|---|---|---|
| 1. | Mr. Ravi Kumar* | Chairman | Non-Executive & Independent |
| 2. | Mr. Jasbir Singh | Member | Non-Executive & Independent |
| 3. | Mr. Gurbachan Singh Matta | Member | Non-Executive & Non-Independent |

*Mr. Ravi Kumar inducted in the Committee w.e.f. 19.09.2024 in place of Mr. Narendra Kumar Sawhney, who ceased to be member due to expiration of his second tenure as Independent Director.

All the Members are financially literate and possess sound knowledge of accounts, audit, finance etc.

### C. Meetings and Attendance:-

During the Financial Year 2024-25, 4 (Four) Audit Committee Meetings were held on 06.05.2024, 14.08.2024, 14.11.2024 and 14.02.2025. The attendance of the members is as follows:-

| S. No. | Name | Attendance |
|---|---|---|
| 1. | Mr. Ravi Kumar | 2 |
| 2. | Mr. Jasbir Singh | 4 |
| 3. | Mr. Gurbachan Singh Matta | 4 |

Mr. Rajesh Garg, Company Secretary & Compliance Officer acts as secretary to the committee.

## 4. NOMINATION & REMUNERATION COMMITTEE

### A. Terms of Reference:-

The Nomination and Remuneration Committee has been constituted pursuant to the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Company's Nomination & Remuneration committee is entrusted with the matters as specified in Section 178 of the Companies Act, 2013 and para A of Part D of schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

### B. Composition, Name of Members and Chairman:-

The following Directors are the present members of Nomination and Remuneration Committee:-

| S. No. | Name | Designation | Category |
|---|---|---|---|
| 1. | Mr. Jasbir Singh | Chairman | Non-Executive & Independent |
| 2. | Mr. Gurbachan Singh Matta | Member | Non-Executive & Non-Independent |
| 3. | Mrs. Anju Sethi* | Member | Non-Executive & Independent |

* Mrs. Anju Sethi inducted in the Committee w.e.f. 19.09.2024 in place of Mr. Narendra Kumar Sawhney, who ceased to be member due to expiration of his second tenure as Independent Director.

### C. Meetings and attendance:-

During the Financial Year 2024-25, 2 (Two) Nomination and Remuneration Committee meetings were held on 26.08.2024 and 14.02.2025. The attendance of the members are as follows:-

| S. No. | Name | Attendance |
|---|---|---|
| 1. | Mr. Jasbir Singh | 2 |
| 2. | Mr. Gurbachan Singh Matta | 2 |
| 3. | Mrs. Anju Sethi | 1 |

### D. Performance evaluation criteria:-

The criteria for performance evaluation was determined by Nomination and Remuneration Committee and includes attendance and preparedness for the meetings, contribution at meetings, effective decision making ability and providing strategic perspective. The committee also considered involvement of each director in their respective meetings and decision making thereof. The committee also take parameters such as level of engagement, independence of judgment, competition challenges and meeting the risk management compliances, due diligence, financial controls, safeguarding the interest of the company and its minority shareholders. The Criteria framed by Nomination and Remuneration Committee was also duly adopted by the Board.

In view of the above criteria, the Nomination and Remuneration Committee during the year has done the annual performance evaluation of the Board, Independent Directors, Non-executive Directors, Executive Directors, Committees and the Chairman of the Board. The committee also reviewed the declaration received from the Directors of the Company and confirmed that none of the Directors becomes disqualified under the Companies Act, 2013, rules made there under and under Listing Regulations. The Report on Performance Evaluation as prepared by the committee was submitted to the Board and Board took note of the same.

## 5. STAKEHOLDER'S RELATIONSHIP COMMITTEE

### A. Terms of Reference:-

Pursuant to the provisions of Section 178 of the Companies Act, 2013 read with Rules made thereunder and Regulation 20 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has in place Stakeholders Relationship Committee.

### B. Composition, Name of Members and Chairman:-

The following Directors are the present members of Stakeholders Relationship Committee:-

| S. No. | Name | Designation | Category |
|---|---|---|---|
| 1. | Mr. Gurbachan Singh Matta | Chairman | Non-Executive & Non-Independent |
| 2. | Mr. Jasbir Singh | Member | Non-Executive & Independent |
| 3. | Mr. Shankar Lal Sharma* | Member | Executive |

* Mr. Shankar Lal Sharma inducted in the Committee w.e.f. 19.09.2024 in place of Mr. Narendra Kumar Sawhney, who ceased to be member due to expiration of his second tenure as Independent Director.

### C. Meetings and attendance:-

During the Financial Year 2024-25, 4 (Four) Stakeholders Relationship Committee Meetings were held on 06.05.2024, 14.08.2024, 14.11.2024 and 14.02.2025. The attendance of the members are as follows:-

| S. No. | Name | Attendance |
|---|---|---|
| 1. | Mr. Gurbachan Singh Matta | 4 |
| 2. | Mr. Jasbir Singh | 4 |
| 3. | Mr. Shankar Lal Sharma | 2 |

### D. Shareholders Complaints:-

During the year 2024-25, no complaint was received from Shareholders and there were no pending complaints as on 31st March, 2025. Other details pertaining to the Stakeholders Relationship Committee are given below:

| | | |
|---|---|---|
| a) | Name of Chairman heading the Committee | Mr. Gurbachan Singh Matta (Non-Executive Non-Independent Director) |
| b) | Name & Designation of Compliance Officer | Mr. Rajesh Garg (Company Secretary and Compliance Officer) |
| c) | Number of shareholders' complaints received so far | NIL |
| d) | Number of complaints not solved to the satisfaction of shareholders | NIL |
| e) | Number of pending complaints | NIL |

## 6. RISK MANAGEMENT COMMITTEE

As per Regulation 21 of SEBI (LODR) Regulations, 2015, the risk management committee was constituted by the Board of Directors on 16th May, 2022 comprising of combination of Executive Director, Independent Director and Chief Financial Officer. The Risk Management committee is responsible to review, in particular, the Risk Management Policy of the Company, the effectiveness and adequacy of the Risk Management Systems of the Company.

### A. Terms of Reference:-

The terms of reference of Risk Management Committee are in conformity with the requirements of Regulation 21 of the Listing Regulations which, inter alia, includes:

a) Formulation of a detailed risk management policy which shall include:
   - framework for identification of internal and external risks specifically faced by the listed entity, 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;
   - Measures for risk mitigation including systems and processes for internal control of identified risks;
   - Business continuity plan

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

c) Keeping the board of directors informed about the nature and content of its discussions, recommendations and actions to be taken.

### B. Composition, Name of Members and Chairman:-

The following Directors are the present members of Risk Management Committee:-

| S. No. | Name | Designation | Category |
|---|---|---|---|
| 1. | Mr. Shankar Lal Sharma | Chairman | Executive |
| 2. | Mrs. Anju Sethi* | Member | Non-Executive & Independent |
| 3. | Mr. Sanjay Bhandari | Member | Chief Financial Officer |

*Mrs. Anju Sethi inducted in the Committee w.e.f. 19.09.2024 in place of Mr. Narendra Kumar Sawhney, who ceased to be member due to expiration of his second tenure as Independent Director.

### C. Meetings and attendance:-

During the Financial Year 2024-25, 2 (Two) Risk Management Committee Meetings were held on 06.05.2024 and 14.11.2024;

| S. No. | Name | Attendance |
|---|---|---|
| 1. | Mr. Shankar Lal Sharma | 2 |
| 2. | Mrs. Anju Sethi | 1 |
| 3. | Mr. Sanjay Bhandari | 2 |

## 7. SENIOR MANAGEMENT PERSONAL (SMP)

The Particulars of Senior Management Personal are as follows:-

| S. No. | Name | Designation |
|---|---|---|
| 1 | Mr. Sanjay Bhandari | Chief Financial Officer |
| 2 | Mr. Rajesh Garg | Company Secretary and Compliance Officer |
| 3 | Mr. Narpat Singh | Joint President – Barkatpur Unit |
| 4 | Mr. Lokendra Singh Lamba | Sr. Vice President - Libberheri Unit |
| 5 | Mr. Sukvinder Jit Singh | Sr. Vice President Shermau Unit |
| 6 | Mr. I. Rajarathinam | Vice President (Power Plant) |
| 7 | Mr. Vikas Thakur | Acting Unit Head – Khaikheri Unit |
| 8 | Mr. J.P Tripathi | Vice President (Distillery Barkatpur Unit) |
| 9 | Mr. Rajendra Prasad Joshi | Vice President ( Distillery Libberheri Unit) |
| 10 | Mr. J. N. Sharma | Technical Advisor |

## 8. CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE

The Company has in place a Corporate Social Responsibility (CSR) Committee as per the requirement of the Companies Act, 2013 and the Companies (Corporate Social Responsibility Policy) Rules, 2014, amended time to time. The CSR Policy has been framed by the Committee which can be accessed from the website of the Company.

The following Directors are the present members of CSR Committee:-

| S. No. | Name | Designation | Category |
|---|---|---|---|
| 1. | Mr. Raj Kumar Adlakha | Chairman | Promoter & Executive |
| 2. | Mr. Shankar Lal Sharma | Member | Non-Promoter & Executive |
| 3. | Mrs. Anju Sethi* | Member | Non-Executive & Independent |

* Mrs. Anju Sethi inducted in the Committee w.e.f. 19.09.2024 in place of Mr. Narendra Kumar Sawhney, who ceased to be member due to expiration of his second tenure as Independent Director.

The Committee is also responsible to recommend the amount of expenditure to be incurred on the CSR activities and monitoring the implementation of the CSR Policy of the Company from time to time as specified in Schedule VII of the Companies Act, 2013. The schedule containing the details of amount spent on the CSR activities is annexed with the Directors report.

During the year one meeting of the Corporate Social Responsibility Committee was held on 26th August, 2024 Mr. Raj Kumar Adlakha, Mr. Shankar Lal Sharma and Mr. Narendra Kumar Sawhney attended the said Meeting.

## 9. REMUNERATION OF DIRECTORS

The Company has in place a remuneration policy which is guided by the principles and objectives as enumerated in Section 178 of the Companies Act, 2013 and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Managing Director and Whole Time Director are the Executive Directors on the Board. The remuneration to the Executive Directors is within the scale approved by the shareholders.

The Company has not paid any sitting fees to Executive Directors for any Board / Committee Meetings attended by them. All Non-Executive Directors were paid sitting fees for the Board / Audit Committee Meetings attended by them during the Financial Year 2024-25. Apart from sitting fee Company is paying monthly remuneration to each Non-Executive Director including Independent Directors of the Company for their active guidance and participation in steering the company's affairs. The remuneration to the Non-Executive Directors including Independent Director is within the scale approved by the shareholders.

**Details of remuneration and Sitting fee paid to the Directors for the year ended 31st March, 2025 are as under:-**

The remuneration paid to Managing Director, Whole-Time Director and all other Non-Executive Directors including Independent Directors of the Company for the financial year ended on 31st March, 2025 are as follows:-

**(₹ in Lakhs)**

| S. No. | Name of the Directors | Salary | Perquisites / Benefits | Commission / Bonus | Sitting Fee | Total | Service Contracts |
|---|---|---|---|---|---|---|---|
| 1. | Mr. Raj Kumar Adlakha | 408.00 | 17.58 | 700.00 | - | 1125.58 | Re-appointed as Managing Director by the shareholders of the Company in the 28th AGM upto 31st March, 2027. |
| 2. | Mr. Shankar Lal Sharma | 64.04 | 39.51 | - | - | 103.55 | Re-appointed as Executive Director by the shareholders of the Company in the 28th AGM upto 31st December, 2026. |
| 3. | Mr. Gurbachan Singh Matta | 12.00 | - | - | 1.65 | 13.65 | Appointed as Non-Executive Non-Independent Director by the shareholders of the Company in the 26th AGM upto 29th September, 2025. Proposed for re-appointment in this AGM for further term of 5 (Five) Years upto 29th September, 2030. |
| 4. | Mr. Jasbir Singh | 12.00 | - | - | 1.65 | 13.65 | Appointed as Non-Executive Independent Director by the shareholders of the Company in the 26th AGM upto 29th September, 2025. Proposed for re-appointment in this AGM for further term of 5 (Five) Years upto 29th September, 2030. |
| 5. | Mr. Ravi Kumar | 3.00 | - | - | 1.45 | 4.45 | Appointed as Non-Executive Independent Director by the shareholders of the Company in the 27th AGM upto 09th August, 2027. |
| 6. | Mrs. Anju Sethi | 6.37 | - | - | 0.50 | 6.87 | Appointed as Non-Executive Independent Director by the shareholders of the Company in the 29th AGM upto 17th September, 2029. |

**Disclosures as required under Schedule V of the Companies Act, 2013 & SEBI (LODR) Regulations, 2015**

a) The remuneration paid to Managerial Personnel and Non-Executive Directors are mentioned above. There are no other benefits given to the Directors.
b) There are no performance linked incentives given to the directors of the Company.
c) There is no notice period and severance fees payable to the Directors.
d) The Company has not issued any stock options during the financial year under review.

## 10. GENERAL BODY MEETINGS

**a) Details of last three Annual General Meetings and Special Resolutions Passed therein:**

| Meeting | Date | Venue of AGM | Time | Special Resolutions Passed |
|---|---|---|---|---|
| 27th AGM | 23.09.2022 | Through video conferencing/Other Audio Visual Means | 12:00 Noon | ➢ Appointment of Mr. Ravi Kumar (DIN: 02362615) as an Independent Director. |
| 28th AGM | 22.09.2023 | Through video conferencing/Other Audio Visual Means | 12:00 Noon | ➢ Re-Appointment of Mr. Shankar Lal Sharma (DIN: 09018381), Whole Time Director and Approval of remuneration.<br>➢ Re-appointment of Mr. Raj Kumar Adlakha (DIN: 00133256), Managing Director and Approval of remuneration. |
| 29th AGM | 18.09.2024 | Through video conferencing/Other Audio Visual Means | 12:00 Noon | ➢ Appointment of Mrs. Anju Sethi (DIN: 10746144) as an Independent Director. |

**b) Resolution passed through Postal Ballot**

During the financial year i.e. 2024-25, the Company has not passed any Special Resolution through Postal Ballot. No resolution is proposed to be passed in the ensuing AGM through postal ballot.

## 11. MEANS OF COMMUNICATION

The Company is publishing financial results (unaudited/ audited), notices, advertisements and other official news in the "The Financial Express" and "Veer Arjun" (vernacular language) regularly. The results have also displayed/ uploaded on the Company's website i.e. www.uttamsugar.in.

## 12. GENERAL SHAREHOLDER INFORMATION

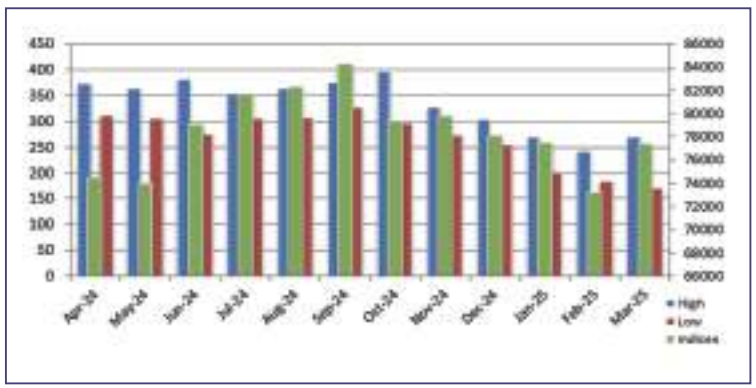
| | | |
|---|---|---|
| a) | AGM Date, time and venue | Friday, 19th September, 2025 at 12:00 Noon through Video Conferencing/ Other Audio Video Means. |
| b) | Financial Year | 1st April, 2024 to 31st March, 2025 |
| | Financial Calendar 2025-26 (Tentative Schedule)<br>**Results for quarter ending:**<br>i. 30th June, 2025<br>ii. 30th September, 2025<br>iii. 31st December, 2025<br>iv. 31st March, 2026 | <br><br>On or before 14th day of August, 2025<br>On or before 14th day of November, 2025<br>On or before 14th day of February, 2026<br>On or before 30th day of May, 2026 |

| | | |
|---|---|---|
| | Record Date | Friday, 12th September, 2025 |
| c) | Dividend Payment Date | Will be paid within 30 days of AGM |
| d) | Listing on Stock Exchange | **National Stock Exchange of India Limited**<br>Exchange Plaza, Bandra - Kurla Complex,<br>Bandra (E), Mumbai – 400 051<br>**BSE Limited**<br>1st Floor, Phiroze Jeejeebhoy Towers,<br>Dalal Street, Mumbai – 400 001<br>**Note:** Your Company has already paid the Listing fees to both the Stock Exchanges for the F.Y. 2024-25 & F.Y. 2025-26. |
| e) | Stock Code<br>**National Stock Exchange of India Ltd**<br>**BSE Limited** | <br>UTTAMSUGAR<br>532729 |

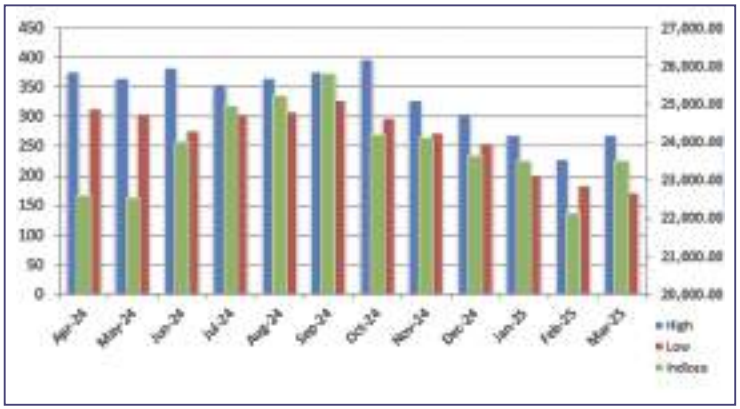
f) Market Price Data High/ Low during each month of the Financial Year 2024-25:
(BSE Limited and NSE)

| | BSE | | NSE | |
|---|---|---|---|---|
| Month | High (₹) | Low (₹) | High (₹) | Low (₹) |
| Apr-24 | 374.00 | 312.05 | 374.80 | 312.35 |
| May-24 | 363.30 | 306.00 | 363.95 | 305.10 |
| Jun-24 | 381.90 | 274.05 | 381.80 | 275.00 |
| Jul-24 | 354.80 | 306.00 | 354.55 | 305.05 |
| Aug-24 | 363.95 | 308.00 | 364.40 | 308.00 |
| Sep-24 | 374.50 | 327.15 | 375.00 | 327.05 |
| Oct-24 | 395.90 | 296.80 | 396.00 | 296.30 |
| Nov-24 | 327.05 | 272.05 | 327.40 | 272.00 |
| Dec-24 | 304.00 | 255.00 | 304.10 | 253.80 |
| Jan-25 | 268.75 | 201.70 | 268.65 | 200.10 |
| Feb-25 | 242.00 | 183.00 | 228.00 | 183.10 |
| Mar-25 | 269.00 | 170.05 | 269.40 | 171.51 |

USML SHARE PRICE & BSE SENSEX



USML SHARE PRICE & NSE NIFT



g) Relative performance of Uttam Sugar's Share versus S&P BSE SENSEX AND NSE Nifty:

| | BSE | | NSE | |
|---|---|---|---|---|
| Month | S&P BSE SENSEX | USML Share price | NSE Nifty | USML Share price |
| Apr-24 | 74482.78 | 360.70 | 22,604.85 | 360.25 |
| May-24 | 73961.31 | 307.10 | 22,530.70 | 308.30 |
| Jun-24 | 79032.73 | 344.60 | 24,010.60 | 345.00 |
| Jul-24 | 81741.34 | 344.65 | 24,951.15 | 344.35 |
| Aug-24 | 82365.77 | 351.65 | 25,235.90 | 350.95 |
| Sep-24 | 84299.78 | 370.55 | 25,810.85 | 371.25 |
| Oct-24 | 79389.06 | 322.85 | 24,205.35 | 323.05 |
| Nov-24 | 79802.79 | 295.10 | 24,131.10 | 295.75 |
| Dec-24 | 78139.01 | 260.50 | 23,644.80 | 259.90 |
| Jan-25 | 77500.57 | 222.60 | 23,508.40 | 222.40 |
| Feb-25 | 73198.10 | 185.65 | 22,124.70 | 186.05 |
| Mar-25 | 77414.92 | 258.50 | 23,519.35 | 260.38 |

USML SHARE PRICE BSE SENSEX

**USML SHARE PRICE CNX NIFTY**

| | | |
|---|---|---|
| h) | Suspension from trading | There was no suspension of trading of equity shares of the Company ordered by BSE & NSE. |
| i) | Registrars and Share Transfer Agents (for physical & demat shares) | **MUFG Intime India Private Limited**<br>Noble Heights, 1st floor,<br>Plot No NH-2, C-1 Block, LSC,<br>Near Savitri Market, Janakpuri,<br>New Delhi - 110058<br>Tel. :- 011-4941 1000<br>Telefax :- 011-4141 0591<br>E-mail: delhi@in.mpms.mufg.com |
| j) | Share transfer system | Trading in equity shares of the Company is permitted only in dematerialised form. All valid share transfer requests/ demat requests are processed within the requisite time from the date of receipt. |

k) Distribution of Equity Shareholding as on 31st March, 2025

(i) Category of Equity Shareholders as on 31.03.2025

| S. No | Category of Shareholders | Total Number of Equity Shares | % of Shares |
|---|---|---|---|
| **(A)** | **Shareholding of Promoters and Promoters Group** | | |
| (1) | Indian | | |
| (a) | Individuals/ Hindu Undivided Family | 52,77,439 | 13.84 |
| (b) | Bodies Corporate | 2,30,93,114 | 60.55 |
| (2) | Foreign | - | - |
| | **Total Shareholding of Promoters and Promoters Group (A)** | **2,83,70,553** | **74.39** |
| **(B)** | **Public Shareholding** | | |
| **(1)** | **Institutions** | | |
| (a) | Financial Institutions/Banks | 0.00 | 0.00 |
| (b) | Alternate Investment Funds | 0.00 | 0.00 |
| (c) | Foreign Portfolio Investors | 97,569 | 0.25 |
| | **Sub-Total (B)(1)** | **97,569** | **0.25** |
| **(B)(2)** | **Non-Institutions** | | |
| (a) | Bodies Corporate | 3,55,152 | 0.93 |
| (b) | Individuals : | | |
| (i) | Individual Shareholders holding nominal share capital up to ₹ 2 lakhs | 50,02,724 | 13.12 |
| (ii) | Individual Shareholders holding nominal share capital in excess of ₹ 2 lakhs | 36,98,527 | 9.70 |
| (c) | **Any others:** | | |
| (i) | Foreign Nationals and Non-Resident Indians | 1,80,634 | 0.47 |
| (ii) | Clearing Members | 757 | 0.00 |
| (iii) | HUF | 4,11,164 | 1.08 |
| (iv) | LLP | 21,040 | 0.06 |
| | **Sub-Total (B)(2)** | **96,69,998** | **25.36** |
| | **Total Public Shareholding (B) = (B) (1) + (B)(2)** | **97,67,567** | **25.61** |
| | **TOTAL (A) + (B)** | **3,81,38,120** | **100.00** |

(ii) Distribution of Equity Shareholding as on the 31.03.2025.

| S. No. | No. of Equity Shares held | Number of Shareholders holding shares in each category | | No. of shares held in each category | % of Equity Capital held in each category |
|---|---|---|---|---|---|
| | | No. | % | | |
| 1. | 1 to 500 | 30428 | 93.90 | 2198700 | 5.77 |
| 2. | 501 to 1,000 | 1030 | 3.18 | 802466 | 2.10 |
| 3. | 1,001 to 2,000 | 473 | 1.46 | 703380 | 1.84 |
| 4. | 2,001 to 3,000 | 161 | 0.50 | 405226 | 1.06 |
| 5. | 3,001 to 4,000 | 75 | 0.23 | 273852 | 0.72 |
| 6. | 4,001 to 5,000 | 51 | 0.16 | 238157 | 0.62 |
| 7. | 5,001 to 10,000 | 94 | 0.29 | 665944 | 1.75 |
| 8. | 10,001 to above | 94 | 0.29 | 32850395 | 86.14 |
| | **TOTAL** | **32406** | **100.00** | **38138120** | **100.00** |

| | |
|---|---|
| l) Dematerialization of shares and liquidity | As on March 31st, 2025, 1,41,418 Equity Shares of the Company (0.37% of the total issued Equity Capital) were held in physical form and 3,79,96,702 Equity Shares (99.63% of the total issued Equity Capital) were held in dematerialized form. The shares of the Company are listed on BSE and NSE, which provide sufficient liquidity to the investors. |
| m) Outstanding GDRs/ADRs/ Warrants or any Convertible instruments, conversion date and likely impact on Equity | Not Applicable |
| n) Commodity price risk or foreign exchange risk and hedging activities | Nil |
| o) Plant locations | **Unit - I**<br>Village Libberheri, Tehsil Roorkee,<br>District Haridwar, Uttarakhand<br>**Unit - II**<br>Village Barkatpur, Tehsil Nazibabad, District Bijnor, U.P.<br>**Unit - III**<br>Village Khaikheri, Tehsil & District Muzzaffarnagar, U.P.<br>**Unit - IV**<br>Village Shermau, Tehsil Nakur, District Saharanpur, U.P. |
| p) Address for correspondence | **Registrar & Share Transfer Agent**<br>(For Dematerialisation and Share Transfer related query)<br>**MUFG Intime India Private Limited**<br>Noble Heights, 1st Floor,<br>Plot No NH-2, C-1 Block, LSC,<br>Near Savitri Market, Janakpuri,<br>New Delhi - 110058.<br>Tel. :- 011-4941 1000<br>Telefax :- 011-4141 0591<br>**Company**<br>(For Annual Report and any other related matters)<br>Company Secretary,<br>Uttam Sugar Mills Ltd.<br>A-2E, IIIrd Floor,<br>C.M.A. Tower, Sector – 24, Noida-201301 (U.P.) |
| q) List of Credit Ratings Obtained from Rating Agencies | During the year under review Care Ratings Ltd. had upgraded our ratings on 11th December, 2024 as detailed below:- |

| Type of Credit Rating | CARE |
|---|---|
| Rating on Long Term Bank Facilities: (Term Loan/Fund based) | CARE A- Positive |
| Rating on Short Term Bank Facilities: (Non-Fund Based) | CARE A2+ |

India Ratings & Research recently upgraded assigned/ revised our ratings on 17th March, 2025 as detailed below:

| Type of Credit Rating | India Ratings & Research |
|---|---|
| Non-Fund Based Working Capital Limit | IND A2+ |
| Term Loan | IND A- / Stable |

## 13. OTHER DISCLOSURES

a) There have been no materially significant related party transactions i.e. transactions of the Company of material nature with its promoters, the directors or the management or relatives etc. that may have potential conflict with the interests of the Company at large.

b) There have been no instances of non - compliance with any of the legal provisions of law made by the Company or any penalty or strictures imposed by the stock exchange or SEBI or any other statutory authority on any matter related to the capital markets during the last 3 years.

c) The Company has in place vigil mechanism/whistle blower policy under which employees can report any violations of applicable laws and regulations and the Code of Conduct of the Company. Vigil Mechanism/Whistle Blower Policy of the Company provides adequate safeguards against victimization of persons who use such mechanism and no personnel have been denied access to the Audit Committee.

d) The Company has complied with all the mandatory requirements of Listing Regulations.

e) The company has in place policy for determining 'material' subsidiaries and weblink of the same is http://www.uttamsugar.in/adminpanel/product_image/75a4453036148e2695b605fa182bc676Policy%20on%20Related%20Party%20Transactions.pdf

f) The Company has in place Policy for Related Party Transactions and the same is placed on Company's website i.e. www.uttamsugar.in and weblink of the same is http://www.uttamsugar.in/adminpanel/product_image/75a4453036148e2695b605fa182bc676Policy%20on%20Related%20Party%20Transactions.pdf

g) Information pertaining to the disclosure of commodity price risks and commodity hedging activities is not applicable to the Company.

h) The Company has not raised any funds through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A).

i) A certificate from a Company Secretary in practice that 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 Board, Ministry of Corporate Affairs or any such statutory authority, forms part of this report.

j) There were no instances where the Board has not accepted any recommendation of any committee of the board which was mandatorily required during the financial year in concern.

k) Total fees for all services paid by the listed entity and its subsidiary to the statutory auditor and all entities in the network of the statutory auditor is ₹26.64 Lakhs.

l) There were no complaints filed/pending/disposed of in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 during the financial year in concern.

m) The company/its subsidiary has not given/advanced any amount in the nature of loans to firms/companies in which directors are interested;

n) A qualified Practicing Company Secretary has carried out the Reconciliation of Share Capital Audit to reconcile the total admitted capital with National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL) and the total issued and listed capital. The said Audit Report confirms that the total issued/paid up capital is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL.

o) The Company does not have any material subsidiary. However, the Company has one subsidiary Company viz. Uttam Distilleries Limited.

## 14. NON-COMPLIANCE OF ANY REQUIREMENT OF CORPORATE GOVERNANCE REPORT OF SUB-PARAS (2) TO (10) - NIL

## 15. ADOPTION OF DISCRETIONARY REQUIREMENTS AS SPECIFIED IN PART E OF SCHEDULE II

As specified in Part E of Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, following discretionary requirements has been adopted by the Company:

i) The Internal Auditor may report directly to the Audit Committee.

ii) Submission of Financial Statements with Unmodified Audit Opinion.

**16.** The Company has duly complied with all the Corporate Governance requirements as specified in regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

## 17. DISCLOSURES REGARDING SHARES IN SUSPENSE ACCOUNT

| | | |
|---|---|---|
| (a) | Aggregate number of shareholders and the outstanding shares in the suspense account lying at the beginning of the year | No of Shareholder : 08<br>No of outstanding Shares : 199 Equity Shares |
| (b) | Number of shareholders who approached issuer for transfer of shares from suspense account during the year | Nil |
| (c) | Number of shareholders to whom shares were transferred from suspense account during the year | Nil |
| (d) | Aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year | No of Shareholder : 08<br>No of outstanding Shares : 199 Equity Shares |
| (e) | The voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares | We confirm that voting rights on these outstanding shares has been frozen. |

## 18. DISCLOSURE OF CERTAIN TYPES OF AGREEMENTS BINDING LISTED ENTITIES

During Financial Year 2024-25 no such agreement were entered by the Company.

## 19. INDEPENDENT DIRECTORS

The Board of the Company has been duly constituted with an optimum combination of Executive Directors, Non-Executive and Independent Directors. The Board of the Company comprises of following 3 (Three) Independent Directors:

i) Mr. Jasbir Singh
ii) Mr. Ravi Kumar
iii) Mrs. Anju Sethi

**Meeting of Independent Directors**

As required by the Code of Independent Directors under the Companies Act, 2013 and the Listing Regulations, Meeting of the Independent Directors of the Company were convened on 06th May, 2024 and 14th February, 2025 to oversee and review the performance of Non-Independent Directors and of the Board as a whole. In the meeting members has also done performance evaluation of Managing Director of the Company.

**Declaration by independent directors**

The Company has received necessary declaration from each independent director under Section 149(7) of the Companies Act, 2013, that he / she meets the criteria of independence laid down in Section 149(6) of the Companies Act, 2013.

## 20. MANAGEMENT DISCUSSION AND ANALYSIS

A separate chapter on Management Discussion and Analysis is given in this Annual Report.

## 21. CEO/CFO CERTIFICATION

Mr. Raj Kumar Adlakha, Managing Director, Mr. Shankar Lal Sharma, Executive Director and Mr. Sanjay Bhandari, Chief Financial Officer, have furnished a certificate relating to financial statements and internal control systems as per the format prescribed under Regulation 17(8) of the SEBI (LODR) Regulations, 2015 and the Board took the same on record.

## 22. COMPLIANCE CERTIFICATION

Compliance Certificate for Corporate Governance obtained from a practicing Company Secretary is annexed herewith.

## 23. CODE OF CONDUCT

Details of various policies and codes required to be framed under the Companies Act, 2013 and SEBI (LODR) Regulations, 2015 are given under the head "Investors 'Lounge" on the website of the company i.e. www.uttamsugar.in.

## CERTIFICATE ON CORPORATE GOVERNANCE

**To the Members of**
**Uttam Sugar Mills Limited**

We have examined the compliance of the conditions of Corporate Governance by Uttam Sugar Mills Ltd. for the financial year ended on 31st March, 2025 as stipulated in Regulations 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 and para C&D of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The compliance of conditions of corporate governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the corporate governance. It is neither an audit nor expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of corporate governance as stipulated in the above-mentioned Listing Regulations.

We further state that such compliance is neither an assurance as to the future viability of the Company nor to the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

**For N.K. RASTOGI & ASSOCIATES**
**Company Secretaries**

**Naveen K. Rastogi**
**Proprietor**
**Membership No. – FCS-3685**
**(C. P. No. - 3785)**

**Place : Noida**
**Date : 13th August, 2025**
**UDIN : F003685G000968231**

## DECLARATION FOR COMPLIANCE OF CODE OF CONDUCT

The members,

I, Raj Kumar Adlakha, Managing Director, hereby declare that all the Board Members and Senior Management personnel have affirmed compliance with code of conduct of the Company during the financial year 2024-25.

**Place : Noida**
**Date : 13th August, 2025**

**(RAJ KUMAR ADLAKHA)**
**MANAGING DIRECTOR**
**(DIN : 00133256)**

## CEO/CFO CERTIFICATION – FINANCIAL YEAR ENDED 31.03.2025

[Pursuant to Regulation 17(8) of the SEBI (LODR) Regulations, 2015]

We, Raj Kumar Adlakha, Managing Director, Shankar Lal Sharma, Executive Director and Sanjay Bhandari, Chief Financial Officer of Uttam Sugar Mills Ltd. hereby certify that :-

(a) We have reviewed financial statements and the cash flow statement for the year and that to the best of our knowledge and belief :
   i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
   ii) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

(b) There are, to the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or voilative of the company's code of conduct.

(c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of the internal control systems of the company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

(d) We have indicated to the auditors and the Audit committee;
   i) significant changes in internal control over financial reporting during the year;
   ii) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
   iii) there are no instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

**For UTTAM SUGAR MILLS LIMITED**

| (RAJ KUMAR ADLAKHA) | (SHANKAR LAL SHARMA) | (SANJAY BHANDARI) |
|---|---|---|
| MANAGING DIRECTOR | EXECUTIVE DIRECTOR | CHIEF FINANCIAL OFFICER |
| (DIN: 00133256) | (DIN: 09018381) | (PAN: ACTPB6429P) |

**Place : Noida**
**Date : 13th August, 2025**

## 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 of**
**Uttam Sugar Mills Limited**

As required by item 10(i) of para C of Schedule V of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015, we certify that none of the directors on the board of **Uttam Sugar Mills Limited** have been debarred or disqualified from being appointed or continuing as directors of companies by the SEBI/Ministry of Corporate Affairs or any such statutory authority.

**For N.K. RASTOGI & ASSOCIATES**
**Company Secretaries**

**Naveen K. Rastogi**
**Proprietor**
**Membership No. – FCS-3685**
**(C. P. No.- 3785)**

**Place : Noida**
**Date : 13th August, 2025**
**UDIN : F003685G000968308**

## (Annexure – VII)

## MANAGEMENT DISCUSSION AND ANALYSIS

Your Directors are pleased to present its Management Discussion and Analysis Report as per Regulation 34(2) (e) of SEBI (listing obligation of disclosure requirements) Regulations, 2015.

### A. GLOBAL ECONOMIC OUTLOOK

Global trade growth is expected to slow down in 2025 to 1.7 percentage point, a downward revision of 1.5 percentage point since the January 2025 WEO Update. This forecast reflects increased tariff restrictions affecting trade flows and, to a lesser extent, the waning effects of cyclical factors that have underpinned the recent rise in goods trade.

The journey has been eventful, starting with supply chain disruption in the aftermath of the Pandemic, a Russian initiated war on Ukraine, The Israel & Iran war for short period besides Indo-Pak tension that trigged a global energy & food crisis and considerable surge in inflation founded by a globally synchronized monetary policy tightning.

Yet, despite many gloomy predictions, the world avoided a recession, the banking system proved largely resilient, and major emerging market economies did not suffer sudden stops. Moreover, the inflation surge despite its severity and the associated cost of living crisis did not trigger uncontrolled wage price spirals. Instead, almost as quickly as global inflation went up, it has been coming down.

The baseline forecast is for the world economy to continue growing at 3.2 percent during 2024 and 2025, at the same pace as in 2023. A slight acceleration for advanced economies where growth is expected to rise from 1.6 percent in 2023 to 1.7 percent in 2024 and 1.8 percent in 2025 will be offset by a modest slowdown in emerging market and developing economies from 4.3 percent in 2023 to 4.2 percent in both 2024 and 2025. The forecast for global growth five years from now at 3.1 percent is at its lowest in decades. Global inflation is forecast to decline steadily, from 6.8 percent in 2023 to 5.9 percent in 2024 and 4.5 percent in 2025, with advanced economies returning to their inflation targets sooner than emerging market and developing economies. Core inflation is generally projected to decline more gradually.

### B. STATE OF THE INDIAN ECONOMY

At a time when the global economy is facing what the United Nations calls a "precarious moment," India has emerged as a rare bright spot. The mid-year update of the World Economic Situation and Prospects projects India's growth at 6.3 per cent in the current fiscal year, the highest among large economies. This momentum is expected to continue into 2026, with growth estimated at 6.4 per cent. In contrast, the global outlook remains subdued amid rising trade tensions, policy uncertainty, and a decline in cross-border investments.

India's growth is being driven by strong domestic demand and consistent government spending. These factors have supported stable employment and helped contain inflation, which is expected to fall to 4.3 per cent in 2025, staying within the Reserve Bank of India's target range. Financial markets are also reflecting this optimism. Stock indices have shown solid gains, backed by sustained investor confidence. Manufacturing activity is picking up, helped by favourable policies and resilient external demand. Exports, especially in strategic areas like defence production, are expanding steadily. Together, these indicators show that India's economy is not only holding firm but also making headway in an uncertain global environment.

India's manufacturing sector has seen impressive growth over the past decade. According to the National Accounts Statistics from the Ministry of Statistics and Programme Implementation, the Gross Value Added (GVA) of manufacturing at constant prices nearly doubled, rising from ₹15.6 lakh crore in 2013-14 to an estimated ₹27.5 lakh crore in 2023-24. The sector's share in the overall economy remained steady, moving slightly from 17.2 per cent to 17.3 per cent over the same period. This steady growth highlights the sector's increasing role in India's economic landscape.

India's total exports reached a record USD 824.9 billion in 2024–25, up 6.01% from USD 778.1 billion in 2023–24. This marks a significant leap from USD 466.22 billion in 2013–14, reflecting sustained growth over the past decade.

India's economic journey, as highlighted in the UN's mid-year update, reflects a compelling story of resilience, reform and renewed global relevance. Amid global headwinds, India stands out not just for its headline growth figures but for the depth and breadth of its progress, from buoyant capital markets and robust manufacturing to record-breaking exports and a fast-expanding defence sector. These gains are rooted in sound policy choices, strong domestic demand and growing global confidence in

India's economic trajectory. As the world navigates a complex economic landscape, India is not merely weathering the storm; it is helping to reshape the global growth narrative.

## C. SUGAR INDUSTRY STRUCTURE & DEVELOPMENTS

Sugar, a politically sensitive commodity, is heavily regulated by the government. It is regarded as an essential item of consumption in the country.

- India's net sugar production to drop 18% in Sugar Season (SS) 2024-25 as compared to previous season at 26 million tonnes against 31.80 million tonnes.
- Sugarcane crushing decreased around 11% as compare to previous season mainly due to significance decline in Maharashtra and Tamil Nadu.
- Sugar prices in India are currently trending above last year levels. The price change in Maharashtra in more acute and higher than UP.
- Government allowed 1 MT sugar exports for SS 2024-25 which to be completed by 30th Sep, 2025.
- Ethanol blending reached around 20% in Ethanol Supply Year (ESY) 2024-25.
- Ministry of Consumer affairs, Food and Public Distribution the decades Old sugar (Control) Order 1966 has reviewed and New Sugar (Control) Order 2025 introduced w.e.f. 1st May, 2025. These updated regulations are designed to align with current industry practices incorporate technological advancements and meet global standards.
- A particularly noteworthy aspects of the New Sugar (Control) Order 2025 is the inclusion of large Khandsari Units in its preview. This will ensure better regulation of these units which is a positive step towards safeguarding fair and remunerative price for Sugar-Cane farmers.

**World Sugar Balance**

| Particulars | 2024-25 (Estimated) | 2023-24 | Changes In million tonnes | Changes % |
|---|---|---|---|---|
| Production | 175.540 | 181.384 | -5.844 | -3.220 |
| Consumption | 180.421 | 179.972 | 0.449 | 0.25 |
| Surplus/Deficit | -4.881 | 1.412 | | |
| Import Demand | 63.324 | 69.119 | -5.795 | -8.38 |
| Export Availability | 62.661 | 69.635 | -6.974 | -10.02 |
| End Stocks | 93.597 | 97.815 | -4.218 | -4.31 |
| Stock/Consumption Ratio % | 51.88 | 54.35 | | |

*(October/September, in mln tonnes, tel quel)*

**Source: ISO*

**Country wise Scenario:**

**U.S.:** U.S production is forecast down slightly to 8.4 million tons. Imports are forecast lower based on projected quota programs set at minimum levels consistent with World Trade Organization and free-trade agreement obligations, and on projected imports from Mexico, re-exports, and high-tier tariff imports. Consumption is unchanged while stocks are reduced mostly due to lower imports.

**Brazil:** Brazil production is forecast up 1.0 million tons to a record 44.7 million with expected higher sugar yield due to favorable weather. The sugar/ethanol production mix is expected to favor ethanol relative to the previous season, falling from 51 percent to 49 percent for sugar and rising from 49 percent to 51 percent for ethanol. Consumption is forecast to fall slightly while exports are up with higher production.

**China:** China production is forecast up 500,000 tons to 11.5 million as sugarcane area is expected to rise and sugarbeets are expected to benefit from favorable weather. Imports are forecast to rise to help fill the gap between supply and demand, despite higher domestic production. Consumption and exports are unchanged. Stocks are forecast up as consumption continues a slow rebound.

**European Union:** European Union production is forecast to fall 9 percent to 15.0 million tons as sugar beet area is expected to be down 10 percent mainly among top producers such as France and Germany. Consumption and ending stocks are relatively unchanged from the prior year. Imports are up with lower production while exports are forecast down.

**Thailand:** Thailand production is forecast up 2 percent to 10.3 million tons due to increased sugarcane production and cane sugar yield. Consumption continues to rise but at a slower rate due to lower demand from export-oriented food processors. Exports are forecast to drop due to competition from other large exporters such as Brazil while stocks are expected to be flat.

**Australia:** Australia production is forecast to decrease 50,000 tons to 3.8 million (the lowest level in over a decade) due to unfavorable weather which hindered sugarcane development and replanting. Consumption is forecast to increase in line with population growth while exports are forecast higher while drawing down stocks.

**Mexico:** Mexico production is forecast 300,000 tons higher to 5.4 million due to favorable weather and increased sugarcane production and area. Imports are forecast down with increased production. Consumption and stocks are forecast unchanged with ending stocks now expected to include 159,000 tons of below 99.2 polarity sugar intended for export into the United States in the first quarter of the fiscal year. Exports to the United States are expected to be set by the amended Suspension Agreements while overall exports are forecast lower with less going to other world markets.

**Indian Sugar Industry Scenario:**

For India, net sugar production in 2024-25 is projected at 26.4 million tons, factoring in the diversion of around 3.5 million tons for ethanol. This implies a gross production of 29.9 million tons—down over 12% from the previous season's gross output of 34.11 million tons (with 2.15 million tons diverted for ethanol, resulting in a net production of 31.96 million tons). The year-on-year decline is mainly due to a poor sugarcane crop in Maharashtra and Karnataka, impacted by adverse weather, and reduced yields and recovery rates in Uttar Pradesh.

**Domestic Sugar Balance Sheet**

| S.NO | Particulars | 2020-21 | 2021-22 | 2022-23 | 2023-24 (P) | 2024-25 (E ) |
|---|---|---|---|---|---|---|
| a | Opening Stock as on 1st Oct** | 107.40 | 81.86 | 70.00 | 55.65 | 80.00 |
| b | Gross production during Season (without diversion for ethanol) | 331.92 | 389.60 | 366.15 | 336.35 | 299.00 |
| c | Diversion for Ethanol ( E) | 20.00 | 32.00 | 38.00 | 21.50 | 35.00 |
| d | Net Production during the season | 311.92 | 357.60 | 328.15 | 314.85 | 264.00 |
| e | Imports* | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| f | Total Availability | 419.32 | 439.46 | 398.15 | 370.50 | 344.00 |
| | Off-take | | | | | |
| | i) Internal Consumption | 265.55 | 273.30 | 278.50 | 290.00 | 280.00 |
| | ii) Exports* | 71.91 | 110.70 | 64.00 | 0.50 | 10.00 |
| | Total offtake | 337.46 | 384.00 | 342.50 | 290.50 | 290.00 |
| g | Closing Stock as on 30th Sep. | 81.86 | 55.46 | 55.65 | 80.00 | 54.00 |

*Import & export are under O.G.L. and as reported by Sugar mills to GoI.

Source: ISMA

In the ongoing 2024-25 Sugar Season (SS), the total sugar production until April 15, 2025 has been recorded as 254.97 Lac Tons. This figure marks a decrease from the 311.25 Lac Tons produced during the same period last year.

Due to the improved yield of plant cane, cane availability has increased, allowing these factories to continue operations until mid to late April 2025. Additionally, sugar recovery has improved in the second half of the season.

Meanwhile, some factories in South Karnataka are expected to resume operations during the special season from June/July to September 2025. Historically, Karnataka and Tamil Nadu together contribute approximately 4 lakh tons of sugar during this period.

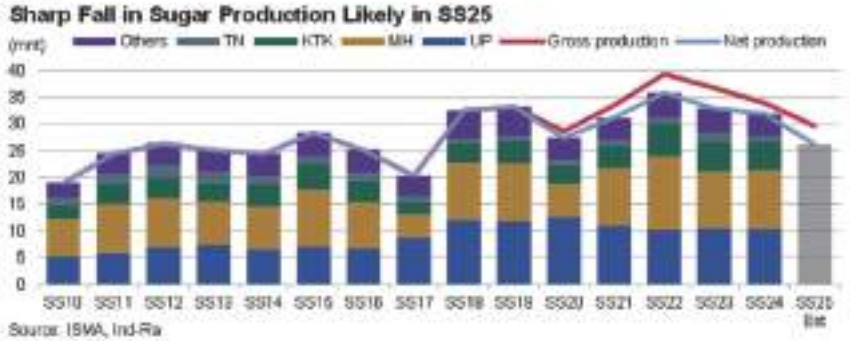
During Sugar Season (SS) 2023–24, Uttar Pradesh produced approximately 10.41 million tons of sugar. However, for SS 2024–25, net sugar production in the state is estimated to fall below 9.5 million tons, after accounting for higher diversion of cane juice and B-Hy molasses toward ethanol production.

**Inventory could Slip Marginally Below Normative Requirement:**

India's gross sugar production (before diversion) to fall 15%yoy to 290-295 lacs tonnes in the sugar season 2024-25 (SS25; October-September, SS24: 340 lacs tones) lowest since SS20. This will be on account of a lower cane yield along with a fall in sugar recovery, exacerbated by Red Rot infestation.

Furthermore, the sugar volumes diverted towards ethanol production are likely to increase to 32-34 lacs tones in SS25 (SS24:20 lacs tones) in view of the government lifting the ban on sugar diversion in August 2024. As a result, net sugar production is likely to reduce to 260-262 lacs tones in SS25. As of mid-May 2025, crushing in most of the mills had been closed. Cane crushing is 11% yoy lower to 277 mnt in SS25 (SS24: 312mnt) while average net recovery dipped 80bp yoy to around 9.30% (10.10%).

Figure 1




Given the higher opening stocks and initial estimates of 280 Lacs tones of net sugar production, the government allowed 10 lacs tones of exports in January 2025 to regulate the inventory levels. However, with the sharp fall in production along with exports and domestic consumption of 280 lacs tones (SS24: 290 lacs tones), Industry believes the closing stock is likely to reduce to 53-55 lacs tones (SS24: 78 lacs tones), close to the normative requirement of around 55 Lacs tones. While this could be the first year of production deficit in the past seven to eight years, the high opening inventory will ensure sufficient availability to meet the domestic demand.

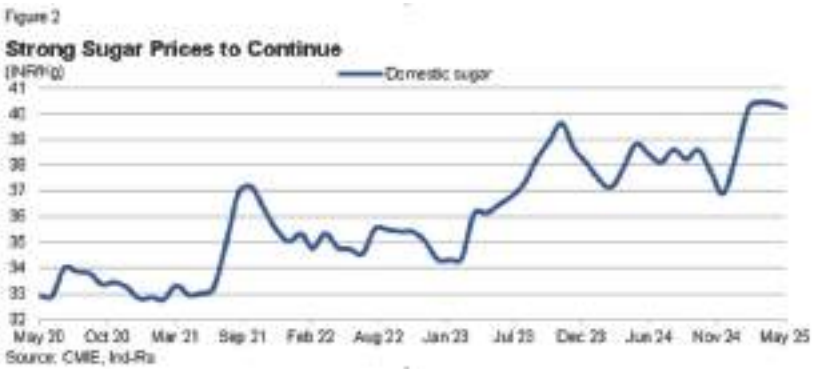
Initial estimates indicate sugar production may witness a recovery in SS26, driven by the healthy monsoon in 2024. However, a clearer picture will emerge over the next few months depending on the progress of monsoon and acreage data.

**Robust Domestic Sugar Prices to Cushion Impact of Increased Cane Cost on Profitability**

Sugar companies witnessed low single-digit revenue growth in FY25, largely driven by the pick-up in both sugar and ethanol segments in 4Q. The sugar segment accounted for around 73% of the total revenue in FY25 (FY24: 74%) while the distillery segment constituted 18% (19%). However, EBITDA was slightly lower as margins declined to around 10% (FY24: 11%, FY23: 12%)owing to an increase in production costs even as ethanol prices remained unchanged. After increasing 8% yoy to INR370/quintal in SS25 (SS24: INR315/quintal), the government has increased the fair and remunerative price (FRP) of cane by 4.4% to INR355/quintal for SS26 on a base recovery of 10.25%. While FRP is increased every year, the state advised price (SAP) is generally increased twice in five years. SAP, which usually remainsINR40-50/quintal higher than FRP, had not been increased for SS25 (SS24: INR370/quintal), but is likely to be increased by around 5% in SS26.

With a hike of INR15-20/quintal in SAP of cane, sugar production cost could increase by INR1.5-2/kg though the impact will be spread over FY26-FY27. Furthermore, Ind-Ra believes given the low production, sugar prices are likely to be healthy over FY26, limiting the impact of the increase in cane cost. Prices were up 5%yoy in 1QFY26 (May 2025:INR40.3/kg).

Figure 2



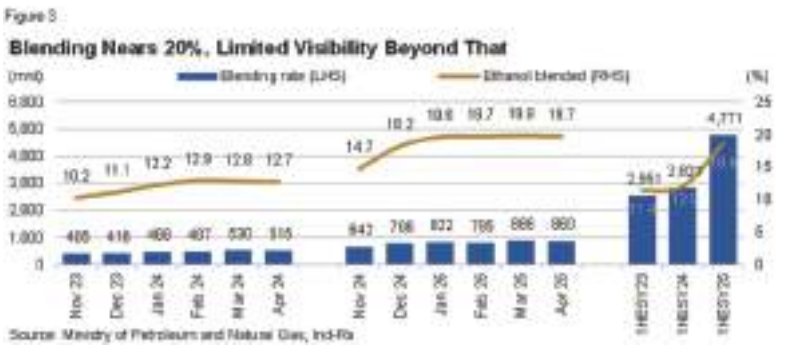

**Ethanol Price Hike Must in ESY26**

To incentivise ethanol production, the government had been increasing ethanol prices during ESY18-ESY23. When the restrictions on sugar diversion were put in place for ESY24, the price of ethanol produced from maize and C-heavy molasses (CHM) was increased to INR 71.86/lt (ESY23: INR66/lt) and INR56.6/lt (ESY23:INR49.4/lt), respectively, for ESY24, to incentivise the production. While Ind-Ra expected a 3%-5% hike in the prices forESY25 to somewhat compensate for the increase in cane costs, no price hike has been announced for ESY25 (except forINR1.4/lt increase in CHM), affecting the segment's profitability.

While the government lifted the restriction on sugar diversion for ESY25 and ISMA initially forecasted a diversion of 4mntof sugar, around 3mnt of sugar had been diverted till mid-May 2025. The total diversion is likely to be lower than 3.5mntdue to a combination of lower gross production and absence of price hikes in ethanol. While the transfer pricing of molasses has increased due to an increase in cane costs and sugar prices, the unchanged ethanol price has reduced the competitiveness of ethanol vs sugar. However, given that sugar sales are regulated, the choice between sugar and ethanol will be driven by a combination of price dynamics and the impact of inventory carrying cost. Industry believes that an increase in ethanol prices for ESY26 is imperative for the generation of healthy margins in the segment.

India is on its way to meet the 20% blending target set for ESY26 in ESY25 (ethanol supply year: November-October, ESY24: 14.6%) and has reached 18.6% in first six months of the supply year (1HESY24: 12.0%). Demand for ethanol for blending continues to grow at a healthy pace of30%-35% yoy, and around 9.7 billion litres (bnL) of ethanol is estimated to be required in ESY25 (ESY24: 7.1bnL).

Figure 3



Grain, especially maize, has remained a key contributor in achieving the target for ESY24 and ESY25. The share of sugar-based ethanol slumped to below 40% in ESY24 (from levels of over 75% in the past; ESY23: 73%, ESY24: 83%, ESY23:86%) and is likely to fall further in ESY25. As of end-March 2025, around 3.7bnL of ethanol has been supplied to oil manufacturing companies for ESY25, out of which 51% was supplied by the grain route (largely through maize i.e. 42% of the total supply).

Figure-6

Challenges in the form of adequate feedstock availability and vehicle compatibility beyond 20% blending, given the reduction in fuel efficiency, will also need to be addressed before further increasing the blending target.

## INDIAN PERSPECTIVE OF SUGAR & ETHANOL INDUSTRY

- **FRP:** Fair & Remunerative Price (FRP) of sugarcane for the sugar season 2024-25 has been revised to ₹340 per quintal from ₹315 per quintal in the previous season (linked to a basic recovery of 10.25%). FRP for the sugar season 2025-26 has been revised to ₹355 per quintal (linked to basic recovery of 10.25%).
- **SAP:** State Advised Price (SAP) of UP & UK states of sugarcane for the sugar season 2024-25 remained unchanged at ₹ 370 & ₹ 375 per quintal respectively for early variety of sugarcane. In case of general variety, it is lesser by ₹ 10/-qtl.
- **MSP:** Minimum Selling Price (MSP) of sugar was first fixed at ₹ 29 per kg in June 2018 and later increased to ₹ 31 per kg in February 2019. MSP is the ex-factory price (excluding GST and transportation charges) below which no mill can sale sugar in India. However, the prevailing market price of sugar is much above the MSP.
- **Stock Holding:** Along with MSP, stock holding limits on mills regulates the supply of sugar in domestic market which in turn provides stability to the domestic prices.
- **Export:** Export of sugar continues to attract zero customs duty. Export quota for sugar season 2024-25 announced at 1.0 million metric ton which is to be exported by 30th Sep, 2025.
- **Duty Structure:** The duty structure on export and import of sugar remained unchanged from the previous year.
- **Taxes:** GST of 5% on ethanol
- **Syrup and BHY:** Manufacturing/production of ethanol from Syrup and BHY is permitted by Central Government in the current ESY.
- State wise comparison of Current Sugar Season vs Last Sugar Season production has been tabulated as below:

| State Wise Operational Data of Pan India Sugar Factories<br>Sugar Production Data as on 15th April' | | |
|---|---|---|
| | In Lakhs Tones | |
| State | SS 2024-25 | SS 2023-24 |
| UP | **91.10** | 101.83 |
| Uttarakhand | **3.68** | 3.11 |
| Bihar | **6.13** | 6.78 |
| Punjab | **5.60** | 5.87 |
| Haryana | **5.10** | 5.87 |
| Madhya Pradesh & Chhattisgarh | **5.62** | 6.35 |
| Gujrat | **8.86** | 9.28 |
| Maharashtra | **80.76** | 109.45 |
| Karnataka | **40.40** | 50.60 |
| AP & Telangana | **2.60** | 3.41 |
| Tamilnadu | **4.70** | 8.29 |
| Others | **0.42** | 0.41 |

*Source: ISMA*

### Sugarcane Production and Pricing Policy:

The Government of India (GOI) supports research, development, training of farmers and transfer of new varieties and improved production technologies to growers in its endeavour to raise cane yields and sugar recovery rates. Following Cane Development activities which improve the productivity, yield & Sugar Recovery Percentage of Sugarcane, are undertaken:

a) Varietal Replacement with proven high recovery varieties.
b) Ratoon management.
c) Development of Agri Research Centres.
d) Integrated Pest Management Programme.
e) Soil testing facilities.
f) Encouraging use of Bio-fertiliser & Bio-pesticides.
g) Training facilities to the Farmers.
h) Introduction of Latest methods of farming and use of various mechanical equipments for cultivation.
i) Spraying of fertilizer etc.

The Indian Council of Agricultural Research (ICAR) conducts sugarcane research and development at the national level. State agricultural universities, regional research institutions, and state agricultural extension agencies support these efforts at the regional and state levels. The central and state governments also support sugarcane growers by ensuring finances and input supplies at affordable prices. To increase the area of cultivation and production in India, a centrally sponsored scheme called the Sustainable Development Fund of Sugarcane Based Cropping System Area under the Macro Management Mode of Agriculture is being implemented in various sugarcane growing states.

The GOI establishes a Fair and Remunerative Price system (FRP) for sugarcane on the basis of recommendations given by the Commission for Agricultural Costs and Prices (CACP) and after consulting state governments and associations of the sugar industry and cane growers.

Following factors are considered for fixation of FRP:

- Cost of Production of Sugarcane.
- Recovery of Sugar from Sugar cane
- Inter Crop Price parity.
- Price of Sugar Sold.
- Reasonable margins to Farmers.
- Realisation of By Product.
- Return to the growers from alternative crops and the general trend of prices of agricultural commodities;

Citing differences in cost of Production, productivity levels & also as a result of pressure from Farmer's Group, some states declare state specific sugarcane prices called State Advised Prices (SAP), usually higher than FRP.

FRP of sugarcane is fixed to ensure a guaranteed price to sugarcane growers. This would encourage

farmers to cultivate sugarcane and would facilitate continued operation of sugar factories and thus would encourage domestic manufacturing of sugar. The FRP is paid by sugar factories to the sugarcane growers against supply of sugarcane. About 5 crore people, i.e., sugarcane farmers and their families, will be benefited by this proposal. Thousands of farm labours are associated with the cane growers and thus payment of FRP to the growers directly benefits them. Secondly, there are about five lakh workers employed in the sugar factories and ancillary activities and their livelihood depends on regular supply of sugarcane by the growers. Fixation of FRP of sugarcane facilitates adequate production and thus availability and supply of cane to sugar factories.

Sugar Mills are required to pay the "State Advised Price (SAP)" to sugarcane farmers irrespective of the Market Price of Sugar. Softening Sugar Prices, coupled with apprehensions of large cane crop, discouraged the sugar mills to pay higher cane prices.

Given below is a chart depicting the difference in the State Advised Cane Price (SAP) during 2022-23 to 2024-25 in the major sugar producing states:

| State | 2022-23 (SAP) | 2023-24 (SAP) | 2024-25 (SAP) | 2022-23 (FRP) | 2023-24 (FRP) | 2024-25 (FRP) |
|---|---|---|---|---|---|---|
| Bihar | 335 | 355 | 365 | 305 | 315 | 340 |
| Uttar Pradesh* | 340 | 360 | 360 | 305 | 315 | 340 |
| Punjab | 380 | 391 | 401 | 305 | 315 | 340 |
| Haryana | 372 | 386 | 400 | 305 | 315 | 340 |
| Maharashtra | - | - | - | 305 | 315 | 340 |
| Karnataka | - | - | - | 305 | 315 | 340 |
| Andhra Pradesh | - | - | - | 305 | 315 | 340 |
| Tamil Nadu | - | - | - | 305 | 315 | 340 |
| Uttarakhand* | 345 | 365 | 365 | 305 | 315 | 340 |

*Source: ASTA/ISMA *General variety.*

*SAP mentioned are of General variety, in case of early variety it is higher by ₹ 10/- Qtl.

1. Fair and Remunerative Price (FRP) for sugar season 2024-25 declared 340/quintal at a recovery of 10.25%. "With each increase of recovery by 0.1%, farmers will get an additional price of ₹3.32 while the same amount will be deducted on reduction of recovery by 0.1%," However, ₹ 315.10/quintal is the minimum price of sugarcane which is at recovery of 9.5%. Even if sugar recovery is lesser, farmers are assured of FRP @ ₹ 315.10/quintal.
2. In Maharashtra, Andhra Pradesh, Tamil Nadu & Karnataka the FRP is applicable.

**Indian Ethanol Industries:**

Ethanol Blended with Petrol (EBP) Programme:

As per National Biofuel Policy 2018, Government of India has been implementing Ethanol Blended with Petrol (EBP) Programme throughout the country wherein Oil Marketing Companies (OMCs) sell blended petrol. Under EBP Programme, Government has fixed the target of 20% blending of ethanol with petrol by 2025.

In order to achieve 20% ethanol blending target by 2025, anticipated requirement of ethanol is 1016 crore litres, while 334 crore litres of ethanol would be required for other industrial uses. Thus, the total ethanol requirement in the country in 2025 for blending and other uses is anticipated to be 1350 crore litres.

Therefore, in order to produce 1350 crore litres of ethanol for blending and other users, about 1700 crore litres capacity should be in place by 2025 (considering plants run at 80% of their installed capacity).

**India's growing ethanol production capacity is fuelling farmers' prosperity and a greener future**

India is quietly undergoing for an energy revolution, that is not only help the country in reducing its dependence on imported oil but is also opening up more opportunities for farmers and the rural economy. The rapid rise in ethanol production capacity is at the heart of this change, and its benefits are beginning to show across the nation.

More than a decade ago, in 2013, India's ethanol capacity was only 421 crore litres. Today, that number has soared to 1,810 crore litres. This growth is the result of strong government policies and a clear national commitment to cleaner, greener fuels. Of the current capacity, 816 crore litres come from molasses, 858 crore litres from grains, and 136 crore litres from dual-feed plants.

This expansion is not just about numbers. To meet the government's ambitious target of blending 20% ethanol with petrol by the Ethanol Supply Year 2025-26, India needs about 1,350 crore litres of ethanol for blending and industrial use. With the current capacity, and assuming plants run at 80% efficiency, we are well on track. India's ethanol blending achievements have already exceeded expectations, with May 2025 recording 19.8 per cent ethanol blending in petrol. India blended 95.1 crore litres in May 2025 alone, contributing to a total of 572.1 crore litres from November 2024 to May 2025. The average blending rate of 18.8 per cent for this period shows India's rapid progress toward the 20 per cent target.

This success becomes even more remarkable when considering the program's evolution from just 1.53 per cent blending in 2013-14 to current levels. The trend shows that India is not just meeting its green fuel goals but is taking steps to position itself as one of the global leaders in sustainable energy.

For millions of Indian farmers, this ethanol boom is a game-changer. By creating a reliable market for crops like sugarcane and maize, ethanol production helps farmers get better prices and timely payments. Maize farmers in many states are also seeing higher returns, as more of their crop is now being used for ethanol. At the same time, the government should also consider the concerns of ethanol producers, who say their production costs are high. There is a need to review ethanol prices, as an increase could help ensure more prompt payments to farmers and better price.

The ethanol industry is not just about farmers and biofuel producers, it is also creating jobs and boosting rural economies. New distilleries and related infrastructure mean more employment opportunities, from construction to transport and plant operations. The industry has become a significant job generator, creating both direct and indirect opportunities. As per the data, each crore litre of ethanol production generates about 290 direct jobs and 1,280 indirect jobs across the agricultural value chain.

As the industry grows, it brings much-needed development to rural areas, helping slow down migration to cities. Ethanol production facilities, usually located in rural areas, have driven regional development. The industry has created jobs not just in agriculture but also in transportation, storage, processing, and logistics. This multiplier effect strengthens rural economies and helps reduce urban migration.

Ethanol is a cleaner-burning fuel than petrol, which means less air pollution and lower carbon emissions. India's ethanol blending programme has already helped reduce carbon emissions and saved the country over ₹ 1 lakh crore in foreign exchange by cutting oil imports. These benefits affect every citizen, not just those directly involved in the industry.

Despite these positives, there are challenges that need attention. The Union government has made a strong push to promote ethanol production as part of its green fuel mission. However, states like Haryana, Punjab, and Himachal Pradesh have levied fees on ethanol production in their excise policies, which is worrying ethanol producers. Such levies could disrupt the smooth operation of ethanol units and increase overall production costs. Steps need to be taken to align state excise policies with the Ministry of Petroleum and Natural Gas (MoPNG) recommendations and the best practices adopted by other leading ethanol-producing states.

Despite the advancements in ethanol production in country, there is still a need to focus on increasing ethanol consumption, especially in the transport sector. One suggestion from the industry is to align taxes on flex-fuel vehicles with those on electric vehicles, which currently attract a lower tax rate of 5 per cent. Supporters of this idea believe that such a move could encourage more people to adopt flex-fuel vehicles, helping to speed up the use of ethanol-blended petrol. This could further reduce India's fuel bill and help lower emissions from the transportation sector. There is also need to reduce the GST on crude ethanol from 18 per cent to 5 per cent, which will help to boost the usage of it.

## OPPORTUNITIES & THREATS

**Opportunities:**

- Utilization of downstream by-products.
- Huge potential for increasing the High yielding cane crop to increase the cane crushing & sugar recovery rate.
- Potential for new and upgrading Technology for improved utility consumption factors and utilization of by-products.
- Potential for downstream production of Ethanol.
- Utilisation of waste of the distilleries in a productive manner.
- Potential for New Technology for Saving in Energy.
- Introduction of National Bio Fuel Policy.
- Potential for sale of Hand sanitizer
- New avenues like production & sale of Potash drives from molasses (PDM).
- Potential for use of By-products of sugar & distillery.

**Threats:**

- Vulnerability of sugar sector to inflation & unfavourable regulatory policies relating to fixation of higher cane prices.

- Weather conditions affecting yield and recovery.
- Deteriorating quality of soil due to overuse of fertilizer and pesticides.
- Fluctuations in selling price of finished product in domestic and global markets.
- Government policies regarding fixation of price of ethanol and power

## D. RISKS AND CONCERNS

Sugar industry being agro based is vulnerable to commodity cycles and is hence, fraught with several risks. Given below is a discussion on the risks as perceived by the management. The list is not exhaustive and meant for information purpose only for Investors who are requested to rely on their own judgement while assessing the risks associated with the Sugar Industry and your Company.

**a) Raw material risk -** Sugarcane is the principal raw material used for sugar production. Its availability, quality, growth and cost are affecting factors. These are in turn impacted by uncontrollable factors such as:-

- the area under sugarcane cultivation;
- availability of water;
- Adverse weather conditions and crop disease;
- Availability of better and higher yielding seeds;
- Shifting of farmers' preference to other crops;
- Diversion of sugarcane to other industries like Gur, khandsari etc.;
- Adequacy of harvesting and seasonal unskilled labour;
- Un-remunerative cane procurement price;
- High Local and State level taxes.
- Short crop cycle.
- Fragmented land holding – low yields at farm level.
- Mounting cane arrears.
- Decrease in raw material like red rot etc.

**Risk mitigation**

This risk can be mitigated by steps taken by the company through its Cane Development Programme which has yielded results in terms of high yields and recoveries including of varietal replacement and technology adoption. Government programme of Improved Infrastructure for roads and communication; Provision of better quality and higher yielding seeds as well as fertilizers and pesticides; Prompt clearance of the cane dues of farmers and steps to improve their goodwill by adoption of social development measures such as establishing schools and dispensaries in the command areas etc.; Diversifying into multiple locations etc.

**b) Regulatory Risks–**

**i. Environmental Risks**

The Industry and Company is subject to environmental regulations and may be exposed to liability as a result of our handling of hazardous materials and potential costs for environmental compliance.

**ii. Government policy related Risks**

The Industry is regulated and your Company operates in a regulated environment. Central and State Government policies and factors such as:-

- State Advised Price (SAP) and Fair and Remunerative Price (FRP) for sugarcane;
- Control on sale of Molasses; affect the agricultural sector and related industries and in turn our operations and profitability.

**Risk mitigation**

The regulatory risks listed above are Government policy driven and beyond Company's control and cannot be alleviated unless the industry is completely decontrolled. Every effort is made to conform to regulatory requirements while judicial recourse is made when warranted. Various representations through the body of the industry like ISMA, UPSMA, and UPDA submitted to the government to come out with the solutions regarding above risks.

All measures taken by the company for zero ground water extraction in sugar plant & zero liquid discharge in distillery.

**c) Sugar Price Risk**

Sugar prices in the Domestic and International markets depend primarily on the supply and demand situation. Global prices influence and affect the domestic prices directly and sale of Molasses controlled by the respective States. Fluctuations in demand and supply arise on account of the changes in the availability and price of sugarcane, variances in the production capacities of our competitors, availability of substitutes for the sugar products and international demand and supply position.

**Risk mitigation**

Your Company is unable to mitigate this risk since one does not have any control on the market forces and the regulatory prices. The wholesale price of sugar has a significant impact on our profits. Like other agricultural commodities, sugar is subject to price fluctuations resulting from weather, natural disasters, domestic and foreign trade policies, shifts in supply and demand and other factors beyond our control. Additionally, 15% to 30% of the total Global sugar production is traded on commodity exchanges which are speculative in nature and can adversely affect the global sugar prices and in turn the operations of your Company.

However, your Company is trying to reduce the impact of this risk by foraying into newer markets, balancing between sugar and ethanol etc, more value addition by concentrating on downstream projects, increasing the quality etc.

**Branded Sugar**

Uttam Sugar Mills Limited produces one of the finest quality sugars in India. The Sugar that we are currently packing is from our sugar plant situated at Libberheri & Khaikheri plant. The quality/purity of sugar is one of the best in the country as we are packing the quality of sugar accepted by European Union Standard. From last ten year onwards your company has entered into a very speciality products of Sugar in the aforesaid plant, these speciality product includes Bura, Brown Sugar, canter, Sachets (Both in institutional and retail trade), icing sugar, superfine, pharma sugar, cube sugar, invert syrup etc and sugar in the different packaging i.e. 80 gm /500gm/1Kg /2 kg/ 5Kg / 10Kg.

Our packaged sugar is already selling in J&K, Himachal Pradesh, Punjab, Haryana, Delhi, Uttarakhand, Uttar Pradesh, Gujarat, Chandigarh, Rajasthan, Bihar, North East states and Madhya Pradesh through our distributors in the respective areas. We have already covered Modern Retails like Blinkit, Amazon, Flipkart, Zepto, Milk Basket, Leeford, Lots, Mother Dairy, More, Bikanerwala, IRCTC, CCD, Rsana, Dabur, Patanjali, Walmart, Swiggy, DMART, etc.

Uttam Sugar is a very quality centric company and the same will be reflected in our products to come. Our future plans are very ambitious and we want to push Packaged Sugar in Market very aggressively. We would like to inform you that very soon we will be introducing other products along with our existing products.

**d) Cyclical Risk**

The industry is dependent on monsoons for both production and price realisation. Moreover, switching to other crops by cane growers on account of better returns affect the industry.

**Risk mitigation**

Your Company is unable to mitigate this risk since one does not have any control on the cyclical nature of the industry. However, Governmental initiatives to improve the irrigation by introducing various schemes as well as improvement in the distribution system by augmentation of the Canal Irrigation and tapping of the available surpluses of water are expected to mitigate this risk significantly.

**e) Finance Risk**

The Industry is dependent on the availability of timely working capital at competitive interest rates and Long-Term Finance for capacity enhancements / economic size of mills as well as for the manufacture of by-products.

**Risk mitigation**

Your Company is mostly come out with the financial constraints.

## E. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

Broadly, the areas of operation have been classified as Procurement, Manufacture, Marketing and Finance, in the functioning of which, various checks and control systems have been incorporated as Standard Operating Procedures. Even though they are considered adequate to reasonable safeguard its interests, a continuous review is undertaken for further improvement since the management gives lot of emphasis on continuous up gradation of business processes and adherence to the designed system and processes.

Moreover, there is an adequate and effective internal audit system in place in your Company that employs periodic checks on the various systems and on-going process. The Audit Committee of the Board of Directors of your Company comprising of reputed professionals, regularly reviews the effectiveness of internal control system and suggests changes wherever necessary, to ensure due and proper compliance with applicable laws, accounting standards and regulatory guidelines presently in vogue.

## F. DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE (OPERATIONS)

The comparative operational figures of the Company are given below:

a) Figures for operational performance other than power export for last three Seasons.

(In Lakh Quintals)

| Particulars | SEASON 2024-25 | | | | | SEASON 2023-24 | | | | | SEASON 2022-23 | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Libberheri | Barkatpur | Khaikheri | Shermau | TOTAL | Libberheri | Barkatpur | Khaikheri | Shermau | TOTAL | Libberheri | Barkatpur | Khaikheri | Shermau | TOTAL |
| Capacity (TCD) | 7000 | 8500 | 5500 | 6000 | **27000** | 7000 | 8500 | 4700 | 6000 | **26200** | 6250 | 7000 | 4500 | 6000 | **23750** |
| Cane Crushing | 96.06 | 146.50 | 73.15 | 85.97 | **401.68** | 64.74 | 123.03 | 54.37 | 83.22 | **325.36** | 94.48 | 162.13 | 77.12 | 98.31 | **432.04** |
| Recovery (%) | 9.70% | 7.44% | 9.78% | 9.92% | **8.94%** | 10.03 | 10.62 | 11.20 | 10.35 | **10.53** | 10.42 | 10.36 | 10.48 | 10.20 | **10.36** |
| **Production** | | | | | | | | | | | | | | | |
| Sugar | 9.32 | 10.90 | 7.15 | 8.53 | **35.90** | 6.49 | 13.04 | 6.09 | 8.61 | **34.23** | 9.84 | 16.79 | 8.08 | 10.02 | **44.74** |
| Molasses | 5.59 | 6.06 | 4.48 | 5.03 | **21.16** | 3.41 | 6.53 | 2.64 | 4.36 | **16.94** | 5.20 | 8.67 | 4.28 | 5.46 | **23.61** |
| Working Days | 158 | 178 | 156 | 144 | | 147 | 162 | 151 | 144 | | 172 | 226 | 193 | 165 | - |

b) Figures for Power Export for last three Financial Years (In Lakh Kwh)

| | F.Y. 2024-25 (12 Months) | | | | | F.Y. 2023-24 (12 Months) | | | | | F.Y. 2022-23 (12 Months) | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Libberheri | Barkatpur | Khaikheri | Shermau | TOTAL | Libberheri | Barkatpur | Khaikheri | Shermau | TOTAL | Libberheri | Barkatpur | Khaikheri | Shermau | TOTAL |
| Power Export | 361.04 | 299.85 | 196.64 | 188.27 | **1045.80** | 429.49 | 435.81 | 252.33 | 256.51 | **1374.14** | 400.99 | 507.23 | 302.38 | 293.41 | **1504.02** |

## G. MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/INDUSTRIAL RELATIONS FRONT

Industrial relations in your Company have remained cordial throughout the year under review. As a result of huge gap between the cane price and the selling price of sugar, which to be mitigate through better utilization of B Hy molasses. This has resulted into cost reduction measures but that has not affected harmonious human development relations.

Your Company has overcome all this by upgrading the process and the systems that help harmonize culture of the varied manpower arising out of diverse sources and backgrounds. The organization values and human development as one of the cardinal principle in the growth of the Company. The organization has steadfastly stuck to its vision to enhance knowledge, skills and competencies of the human resources pool- helping them develop individually and collectively thereby improving productivity. To achieve all this, the Company is providing compensation by way of salary and wages which is at par with the prevailing standards in the industry. The Company is also in the midst of providing regular training to the employees for up-gradation of skills at various levels.

With these progressive steps, your Company has been able to maintain cordial relations with its employees even in this crucial time.

## H. THE KEY FINANCIAL RATIOS ARE GIVEN BELOW WITH COMPARATIVE FIGURES FOR THE PREVIOUS YEAR:

| Sl. No. | Particulars | Method of Calculations | 2024-25 | 2023-24 | Explanation for Significant Changes |
|---|---|---|---|---|---|
| 1 | Debtors Turnover ratio (In Times) | Revenue from Operations / (Opening Debtors + Closing Debtors) /2 = Average Debtors | 32.75 | 44.16 | Due to decrease in Revenue from operations. |
| 2 | Inventory Turnover ratio (In Times) | Revenue from Operations / (Opening Inventory + Closing Inventory) /2 = Average Inventory | 1.74 | 2.30 | Due to Increase in inventory. |
| 3 | Interest Coverage ratio (In Times) | EBIDTA / Finance Cost | 4.13 | 4.90 | No significant change. |
| 4 | Current Ratio (In Times) | Current Assets / Current Liabilities | 1.13 | 1.11 | No significant change. |
| 5 | Debt Equity Ratio (In Times) | (Long Term Debts + Current Maturity of Term Loans + Cash Credit Limit + Leased Liabilities+ Preference Share Capital) / Shareholder's Equity | 1.02 | 1.12 | No significant change. |
| 6 | Operating profit margin (%) | EBIDTA / Revenue | 12.35% | 13.35% | Due to mainly on account of lower sugar sales besides less cane crush in FY 2024-25. |
| 7 | Net Profit margin (%) | Net Profit / Total Income | 5.07 | 6.43 | Due to lower sugar sale. |
| 8 | Return on Net worth (%) | Net Profit after Taxes / (opening Shareholder's equity + closing Shareholder's equity) / 2 =Average Shareholder's Equity | 12.41% | 20.78% | Due to Lower profits. |

## CAUTIONARY / FUTURISTIC STATEMENTS

Statements in this report detailing the Company's objectives, projections, estimates, expectations or predictions may be "forward-looking statements" within the meaning of applicable laws and regulations and are based on certain assumptions and expectations of future events. The Company cannot guarantee that these assumptions and expectations are accurate and can be realised. The Company's actual results, performance or achievements could thus differ materially from those projected in any such forward looking statements. The Company assumes no responsibility to publicly amend, modify or revise any forward looking statements in future on the basis of subsequent developments, information or events. Investors, are, therefore, requested to make their own independent judgments before taking any investment decisions.

(Data and figures relating to industry and future expected developments in the industry have been taken from industry and industry-related publications and web-sites)

# Standalone Financial Statements 2024-25

## INDEPENDENT AUDITOR'S REPORT

### TO THE SHAREHOLDERS OF UTTAM SUGAR MILLS LIMITED

### Report on the Audit of the Ind AS Standalone Financial Statements

#### Opinion

We have audited the accompanying Standalone Financial Statements of **UTTAM SUGAR MILLS LIMITED** ("the Company"), which comprise the Standalone Balance Sheet as at March 31, 2025, the Standalone statement of Profit and Loss and the Standalone statement of Changes in Equity and the standalone statement of Cash Flows for the year ended on that date and notes to financial statement including a summary of the material accounting policies and other explanatory information (hereinafter referred to as "the Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013 as amended ("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, thereof ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, the standalone profit, changes in equity and its cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit of the Standalone Financial Statements 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 Standalone 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 Standalone 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 Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Financial Statements.

#### Emphasis of Matter

Attention is invited to note number 37(c) which describes that the company based on management assessment has decided after considering the fact and circumstances that no demand in respect of the outstanding loan and interest thereon has been raised by the State Government since January, 2008 and the application in respect of waiver of loan and interest is pending with the appropriate authority, not to account for the interest for the year amounting to ₹26.26 Lacs on unsecured loan received from the State Government of Uttarakhand till the final outcome.

Our opinion is not modified in respect of this matter.

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone Financial Statements of the current period. These matters were addressed in the context of our audit of the Standalone 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 matters described below to be the key audit matters to be communicated in our report:-

| S. NO | KEY AUDIT MATTERS | AUDITOR'S RESPONSE |
|---|---|---|
| 1. | **Revenue recognition**<br>**Refer to note no 2.4 to the Standalone Financial Statements.**<br>The Company principally generates revenue from sale of Sugar (domestic and Export) and sale of its By-products, sale of distillery products, sale of Jaggery and sale of Power, Renewal energy credits (REC) in domestic market. | Our audit procedures, amongst others, included the following:<br>• Obtaining an understanding of the process relating to recording of sales and testing the design, implementation and operating effectiveness of relevant key internal controls over recording of sales. |

| | | |
|---|---|---|
| | We identified revenue recognition as a key audit matter because it is one of the key performance indicators of the Company and gives rise to an inherent risk of misstatement to meet expectations or targets. | • Assessing the appropriateness of the Company's accounting policy for recording of sales and compliance of the policy with applicable accounting standards.<br>• Comparing a sample of sale transactions recorded during the year with sales orders, sales invoices, delivery challans and other relevant underlying documents.<br>• Comparing a sample of sale transactions recorded near the year end with the sales orders, sales invoices, delivery challans and other relevant underlying documentation to assess if the sale was recorded in the appropriate accounting period.<br>• Comparing a sample of electricity sales transactions with energy invoices duly verified by Central Power Purchasing Agency (Guarantee) Limited ("CPPA-G") and assessed whether the sale was recorded in the appropriate accounting period.<br>• Inspecting on a sample basis, credit notes issued near to and subsequent to year end to evaluate whether the adjustments to sales had been accurately recorded in the appropriate accounting period; and<br>• Scanning for any manual journal entries relating to sales recorded during and near the year end which were considered to be material or other specific risk-based criteria for inspecting underlying documentation. |
| 2. | **Capitalization of property, plant and equipment**<br>**Refer note no.3 to the Standalone Financial Statements.** The Company has made significant capital expenditure on New Plant, modernization and replacement of plant and equipment.<br>We identified capitalization of property, plant and equipment as a key audit matter because there is a risk that amounts being capitalized may not meet the capitalization criteria with related implications on depreciation charge for the year. | Our audit procedures, amongst others, included the following:<br>• Obtaining an understanding of and testing the design, implementation and operating effectiveness of management's key internal control over capital expenditure;<br>• Comparing on sample basis, the costs incurred on projects with supporting documentation and contracts;<br>• Assessing the nature of costs incurred for the capital projects for appropriateness by comparing, on sample basis, amounts recorded with underlying documentation and considering that the expenditure meets the criteria for capitalization as per the applicable accounting standards;<br>• Inspecting supporting documents for the date of capitalization when project assets were ready for its intended use to assess that depreciation commenced and further capitalization of costs ceased from that date and to assess the useful life assigned by management including testing the calculation of related depreciation. |
| 3. | **Valuation of Inventories**<br>**Refer note no. 7 to the Standalone Financial Statements.**<br>We identified valuation of inventories as a key audit matter as it involves significant management judgments in determining the carrying value of stock. | Our audit procedures, amongst others, included the following:<br>• Assessing the appropriateness of Company's accounting policy for valuation of stock and compliance of the policy with the requirements of the prevailing accounting standards;<br>• Obtaining an understanding of internal controls over valuation of stock and testing, on a sample basis, their design, implementation and operating effectiveness;<br>• Obtaining an understanding and assessing reasonableness of the management's determination of net realizable value (NRV) and the key estimates adopted, including future selling prices and costs necessary to make the sales and their basis; and<br>• Comparing the NRV, on a sample basis, to the cost of stock-in-trade to assess whether any adjustments are required to the value of stock in trade in accordance with the accounting policy. |
| 4. | **Investment in Equity Shares**<br>**Refer Note.34(g) to the Standalone Financial Statements**<br>The Company has entered into an agreement on 27th February, 2024 viz. Share Subscription Cum Transfer Agreement (SSTA) as amended vide supplementary Agreement dated 14th February, 2025 with Uttamenergy Limited (UEL) and Uttam Distilleries Ltd. (UDL) as more fully described in Note no 34(g) and consequently, Company has become the holding company of UDL effective from 30th July, 2024, we identified the investment as key management matter as it involves significant judgements for acquisition & fair valuation of shares which requires the use of specialists /experts. | Our audit procedures, amongst others, included the following:<br>• We examined the terms & conditions of the agreement.<br>• We assessed the company's determination of the fair value of equity shares acquired & the matters used to value them by considering the valuation report of the appointed external valuation specialist/expert.<br>• Evaluating appropriateness of adequate disclosures in accordance with the appropriate Indian Accounting Standards. |

## Information Other than the Standalone Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility and sustainability Report, Corporate Governance and Shareholder's Information, but does not include the Standalone Financial Statements and our auditor's report thereon.

Our opinion on the Standalone Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## Management's Responsibility for the Standalone Financial Statements

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 Standalone Financial Statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally

accepted in India including the Indian accounting standards (Ind AS) specified under section 133 of the Act, read with the Companies(Indian Accounting Standards) Rules, 2015 as amended thereof.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Statements, management 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

### Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the Standalone 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 Standalone Financial Statements.

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

- Identify and assess the risks of material misstatement of the Standalone 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.
- Obtain an understanding of internal financial 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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 Standalone 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.
- Evaluate the overall presentation, structure and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Statements.

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.

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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone 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.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit 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 of aforesaid financial statement.
   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 Standalone Balance Sheet, the Standalone statement of Profit and Loss, the standalone statement of Changes in Equity and the standalone statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
   d) In our opinion, the aforesaid Standalone Financial Statements comply with the Ind AS specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) relevant Rules, 2015, as amended, thereof.
   e) On the basis of the written representations received from the directors as on March 31, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2025 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". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
   g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended. In our opinion and to the best of our information and according to the 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, as amended 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 its Standalone Financial Statements. (Refer Note no. 23 to the financial statement).
      ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
      iii. The company was not required to transfer, any amount to the Investor Education and Protection Fund.
      iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) 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 person or entity, including foreign entity ("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 by or on behalf of the Company ("Ultimate Beneficiaries") 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 (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("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 by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. (i) The final dividend which was proposed in the previous year, declared, and paid by the Company during the year is in accordance with Section 123 of the Act, as applicable.

(ii) The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable.

vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2025 which has a feature of recording audit trail (edit log) facility and the same, has operated throughout the year for all relevant transactions recorded in the software.

Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

**For B. K. Kapur and Co.,**
**Chartered Accountants,**
**Firm Registration No.00852C**

**(M.S.Kapur) F.C.A.**
**Partner**
**M.No.074615**

**Place : Noida**
**Dated : 23rd May, 2025**

**UDIN : 2507415BMGJFF3561**

## ANNEXURE TO THE AUDITORS' REPORT

### Annexure A to the Independent Auditors' Report to the members of Uttam Sugar Mills Limited on its Standalone Financial Statements dated 23rd May, 2025

Report on the matters specified in paragraph 3 of the Companies (Auditor's Report) Order, 2020 ("the Order') issued by the Central Government of India in terms of section 143(11) of the Companies Act, 2013 ("the Act") as referred to in paragraph 1 of 'Report on Other Legal and Regulatory Requirements' section.

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:-

i. a) (A) The Company has maintained records showing full particulars including quantitative details and situations of its Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particular Intangible Assets.

b) The company has physically verified the Property, Plant and Equipment. In accordance with a phased program designed by the management to cover all the items over a regular period of time which, in our opinion, is reasonable having regards to the size of the Company and the nature of its assets. Pursuant to the program, a portion of the Property, Plant and Equipment has been physically verified by the management during the year and no material discrepancies have been noticed on such verification.

(c) The title deeds of the immovable property as disclosed in the Property, Plant and Equipment (note No.3 to the Ind AS Standalone Financial Statements) are held in the name of the Company, except for the following freehold land:

| Description of Property | Gross Carrying Value | Title deeds held in the name of | Whether title deed holder is a promoter, director or relative or employee of the promoter, director | Property held since which date | Reason for not being held in the name of company |
|---|---|---|---|---|---|
| Khasra No-122 At Village –Barkat-pur, Pudrikhurd. Pargana-Kiratpur, Tehsil-Najibabad, Distt-Bijnor (U.P) | 0.11 Lakhs | Babu Das S/o Shri Banwari Village, Motipur-Tehsil Nigasan District Lakhimpur Khiri (UP) | No | 12th August 2004 | Statutory procedures are pending |

(d) The Company has not revalued any of its Property, Plant and Equipment (including right- of-use assets) and intangible assets during the year. Accordingly, reporting under clause 3(i)(d) of the order is not applicable to the company.

(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder. Accordingly, reporting under clause 3(i)(e) of the order is not applicable to the company.

ii. (a) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business. The discrepancies noticed on verification between the physical stocks and the book records in each class of inventory is less than 10% and have been properly dealt with in the books of accounts.

(b) The Company has during the year sanctioned working capital limits in excess of ₹ 5 crore, in aggregate, from banks on the basis of security of current assets and based on our examination and verification the quarterly returns or statement filed by the company they are in agreement to books of account except value of inventory of pledged sugar provided to bank which is valued in accordance with terms and condition of sanction letter and RBI Guidelines at average Net realizable value whereas in the books of account same has been considered at lower of Cost or Net realizable value in accordance with the Indian Accounting Standard.

The detail of difference in value is here under:- (₹ in Lakhs)

| Quarter | Value of sugar as per Books at lower of cost or Net realizable value | Value of sugar as per Stock Statement at Realizable value | Difference |
|---|---|---|---|
| 1st Quarter ended 30.06.2024 | 54674.95 (69044.06) | 62757.61 (79517.14) | 8082.66 (10473.08) |
| 2nd Quarter ended 30.09.2024 | 26203.45 (29323.63) | 30040.01 (34030.54) | 3836.56 (4706.91) |
| 3rd Quarter ended 31.12.2024 | 48826.12 (41942.90) | 49850.91 (45366.06) | 1024.79 (3423.16) |
| 4th Quarter ended 31.03.2025 | 90754.26 (79763.63) | 99229.21 (90246.14) | 8474.95 (10482.51) |

iii. (a) The Company has made investments in Company during the year as under:-

| Particulars | ₹ in Lakhs |
|---|---|
| Aggregate amount Invested during the year | |
| - Subsidiary company | 2408.00 |
| - Related Party | - |
| - Other | - |
| Balance of Investment outstanding as at standalone balance sheet date in respect of above cases | |
| - Other | - |
| - Related Party | - |
| - Subsidiary company | 2908.00 |

Further the Company has not made investments in Firms and Limited Liability Partnerships and in any other company during the year. Further the Company has not granted any loan or provided any guarantee or security or granted any advances in the nature of loans, secured or unsecured, to Companies, Firms, Limited Liability Partnerships or any other parties.

(b) In our opinion, the investments made, during the year are, prima facie, not Prejudicial to the interest of the company.

(c) The Company has not granted any loan during the reporting period. Hence, reporting under clause 3(iii)(c)(d)(e)(f) of the Order are not applicable.

iv. The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of investments made during the year.

v. On the basis of information and explanations given to us and our scrutiny of Company's records, in our opinion, the Company has not accepted any public deposits within the meaning of section 73 to 76 or any other relevant provisions of the Act and the rules frames there under. The directives issued by the Reserve Bank of India are not applicable to the Company.

vi. We have broadly reviewed the books of account maintained by the Company in respect of products pursuant to the order made by the Central Government for the maintenance of the cost records under section 148 of the Act and are of the opinion that, prima-facie, the prescribed account and records have been maintained and are being made up. We however as not required have not made a detailed examination of such records with a view to determine whether these are accurate or complete.

vii. (a) According to the information and explanations given to us the Company is regular in depositing with appropriate authorities, undisputed statutory dues including Goods and service tax, Provident Fund, Income Tax, Customs Duty, Excise Duty, Value added Tax, Cess, Regulatory fees/administrative charges and other statutory dues applicable to it with appropriate authorities. As explained to us, the provisions of Employees State Insurance are not applicable to the Company. Further, there were no arrears of undisputed statutory dues outstanding as at 31st March, 2025 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 disputed statutory dues of GST, Excise duty and Income Tax aggregating to ₹40.84 Lakhs that have not been deposited are given below:-

| Name of Statute | Nature of Dues | Amount (₹ In Lakhs) | Forum where dispute is pending |
|---|---|---|---|
| Central Excise Act, 1944 | Excise Duty/Service tax | 8.52 | Commissioner (Appeal) |
| Income Tax Act,1961 | Income Tax | 28.87 | Commissioner (Appeal) |
| Service Tax Act | Service tax | 0.54 | Commissioner (Appeal) |
| GST Act | GST | 2.91 | Commissioner (Appeal) |
| **Total** | | **40.84** | |

Further, in respect of Custom Duty, Value added Tax and Cess, Regulatory fees, it has been informed that there are no dues, which have not been deposited on account of any dispute.

viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

ix. (a) In our opinion and according to the information and explanations company has not defaulted in repayment of Loans or other borrowings or in the payment of interest thereon to any lender except *in the following case*:-

| Nature of Borrowings, including debt securities | Name of Lenders | Amount not paid on due date (₹ in Lakhs) | Whether Principal or Interest | No of days delays or unpaid | Remarks, if any |
|---|---|---|---|---|---|
| Term Loan-Financial assistance (Unsecured) | Uttarakhand State Government | 656.68 | Principal | Continuously unpaid since January 2011 | Refer to Emphasis of the matter of the Main Audit Report |
| | | 503.63 (Interest from 28.01.2005 to 31.03.2024) | Interest | Unpaid for the period 31.03.2005 to till date | |

(b) The Company has not been declared willful defaulter by any bank or financial institution or by any other lender.

(c) Based upon the audit procedures performed and the information and explanations given by the management, the term loans were applied for the purpose for which they were taken.

(d) On an overall examination of the Standalone Financial Statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.

(e) On an overall examination of the Standalone Financial Statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

(f) The company has not raised any loans during the year on the pledge of securities held in its subsidiaries.

x. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

xi. (a) No fraud by the Company and no fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 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) Accordingly, to the information and explanation produced before us by the company no whistle blower complaints have been received by the Company during the year. Accordingly reporting under clause 3(xi) (c) of the order is not applicable.

xii. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.

xiii. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Standalone Financial Statements as required by applicable Indian Accounting Standard.

xiv. (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.

(b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year, in determining the nature, timing and extent of our audit procedures.

xv. In our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

xvi. (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.

(b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

xvii. The Company has not incurred cash losses during the financial year covered by audit and the immediately preceding financial year.

xviii) There has been no resignation of the statutory auditors of the company during the year and accordingly reporting under clause 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 Standalone Financial Statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of standalone balance sheet as and when they fall due within a period of one year from the standalone 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 standalone balance sheet date, will get discharged by the Company as and when they fall due.

xx. (a) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.

(b) On the basis of examination and explanations given by the management of the company there is no ongoing project in respect of CSR hence clause 3 (xx) (b) is not applicable.

**For B. K. Kapur and Co.,**
**Chartered Accountants,**
**Firm Registration No.00852C**

**(M.S.Kapur) F.C.A.**
**Partner**
**M.No. 074615**

**Place : Noida**
**Dated : 23rd May, 2025**

**UDIN : 2507415BMGJFF3561**

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## Annexure - B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of **Uttam Sugar Mills Limited** ("the Company") as at 31 March, 2025 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

### Management's Responsibility for Internal Financial Controls

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 Companies Act, 2013.

### Auditors' Responsibility

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 prescribed under section 143(10) of the Companies Act, 2013, 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 Institute of Chartered Accountants of India. 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.

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 judgment, including the assessment of the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error. 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

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 Standalone 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

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

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Standalone Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and

(3) 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 Standalone Financial Statements.

### Inherent Limitations of Internal Financial Controls over Financial Reporting

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 31st March, 2025, 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.

**For B.K.Kapur and Co.,**
**Chartered Accountants,**
**Firm Registration No.00852C**

**(M. S. Kapur) F.C.A.**
**Partner**
**M.No.074615**

**Place : Noida**
**Dated : 23rd May, 2025**

**UDIN : 2507415BMGJFF3561**

## BALANCE SHEET AS AT 31ST MARCH, 2025

(₹ in Lakhs)

| Particulars | Note No. | As at 31st March, 2025 | As at 31st March, 2024 |
|---|---|---|---|
| **I. ASSETS** | | | |
| **(1) Non-Current Assets** | | | |
| **(a)** Property, plant and equipment | | **77,334.89** | 77,614.16 |
| **(b)** Capital work in progress | | **121.15** | 107.73 |
| **(c)** Right-of-use assets | 3 | **44.46** | 74.10 |
| **(d)** Intangibile assets | | **3.07** | 3.83 |
| **(e)** Biological assets | | **4.35** | 4.35 |
| **(f) Financial assets** | | | |
| Investments | 4 | **2,908.00** | 500.00 |
| Other financial assets | 5 | **46.96** | 870.80 |
| **(g)** Other Non-current assets | 6 | **189.90** | 258.39 |
| **Total (1)** | | **80,652.78** | **79,433.36** |
| **(2) Current Assets** | | | |
| **(a)** Inventories | 7 | **112,790.81** | 93,013.23 |
| **(b) Financial assets** | | | |
| (i) Trade receivables | 8 | **6,978.36** | 3,973.72 |
| (ii) Cash and cash equivalents | 9 | **476.52** | 452.49 |
| (iii) Bank balance other than cash and cash equivalents | 10 | **285.35** | 252.16 |
| (iv) Other financial assets | 5 | **584.85** | 366.43 |
| **(c)** Current tax assets(net) | 11 | **-** | 91.16 |
| **(d)** Other current assets | 12 | **738.76** | 899.20 |
| **Total (2)** | | **121,854.65** | **99,048.39** |
| **(3) Non current assets classified as held for sale** | 13 | **112.41** | 7.82 |
| **Total Assets (1+2+3)** | | **202,619.84** | **178,489.57** |
| **II. EQUITY AND LIABILITIES** | | | |
| **(1) Equity** | | | |
| **(a)** Share capital | 14 | **3,813.81** | 3,813.81 |
| **(b)** Other Equity | 15 | **73,558.28** | 65,791.44 |
| **Total (1)** | | **77,372.09** | **69,605.25** |
| **(2) Liabilities** | | | |
| **(A) Non-Current Liabilities** | | | |
| **(a)** Financial liabilities | | | |
| (i) Borrowings | 16 | **4,612.42** | 6,642.99 |
| (ia) Lease liabilities | | **17.02** | 49.05 |
| (ii) Other financial liabilities | 17 | **-** | 1,820.33 |
| **(b)** Deferred revenue (including Government grant) | 18 | **436.32** | 594.98 |
| **(c)** Provisions | 19 | **2,383.76** | 2,056.94 |
| **(d)** Deferred tax liabilities (net) | 20 | **9,522.50** | 8,749.43 |
| **Total (2 A)** | | **16,972.02** | **19,913.72** |
| **(B) Current Liabilities** | | | |
| **(a)** Financial liabilities | | | |
| (i) Borrowings | 16 | **72,883.41** | 69,429.48 |
| (ia) Lease liabilities | | **31.23** | 27.09 |
| (ii) **Trade payable** | 21 | | |
| Total Outstanding dues of Micro and Small Enterprises | | **682.27** | 408.05 |
| Total Outstanding dues of other than Micro and Small Enterprises | | **29,369.70** | 15,680.21 |
| (iii) Other financial liabilities | 17 | **2,789.34** | 1,573.84 |
| **(b)** Deferred revenue (including Government grant) | 18 | **158.66** | 283.08 |
| **(c)** Current tax liabilities (net) | 11 | **218.89** | - |
| **(d)** Other current liabilities | 22 | **1,735.85** | 1,290.20 |
| **(e)** Provisions | 19 | **406.38** | 278.65 |
| **Total (2 B)** | | **108,275.73** | **88,970.60** |
| **Total Equity & Liabilities (1+2)** | | **202,619.84** | **178,489.57** |
| Corporate information | **1** | | |
| Significant accounting policies and estimates | **2 & 2A** | | |
| Contingent Liabilities | **23** | | |
| Capital Commitment | **24** | | |
| The accompanying notes are an integral part of the financial statements | | | |

**AS PER OUR REPORT OF EVEN DATE**
**Firm Registration No. 00852C**
**For B. K. Kapur & Co.**
**Chartered Accountants**

**(M.S. KAPUR) FCA**
Partner
Membership No. 074615
**Place : Noida**
**Date : May 23, 2025**

**for and on behalf of Board of Directors**

**(RAJ KUMAR ADLAKHA)**
Managing Director (DIN 00133256)

**(SHANKAR LAL SHARMA)**
Executive Director (DIN 09018381)

**(SANJAY BHANDARI)**
Chief Financial Officer

**(RAJESH GARG)**
Company Secretary & Compliance Officer





## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2025

(₹ in Lakhs)

| Particulars | Note No. | Year Ended 31st March, 2025 | Year Ended 31st March, 2024 |
|---|---|---|---|
| **Income** | | | |
| **I.** Revenue from Operations | **25** | **179,340.97** | 204,696.65 |
| **II.** Other Income | **26** | **710.72** | 855.35 |
| **III. Total Income (I+II)** | | **180,051.69** | **205,552.00** |
| **IV. Expenses** | | | |
| Cost of raw material consumed | **27** | **150,575.15** | 157,008.89 |
| Purchases of stock-in-trade | | **9.09** | 5.58 |
| Change in inventories of finished goods, by-products, work in progress & stock in trade | **28** | **(20,229.04)** | (7,559.08) |
| Employees benefits expenses | **29** | **11,130.24** | 10,798.65 |
| Finance costs | **30** | **5,388.41** | 5,573.41 |
| Depreciation and amortisation expenses | **3** | **4,459.69** | 3,980.56 |
| Other expenses | **31** | **16,334.72** | 17,862.16 |
| **Total Expenses** | | **167,668.26** | **187,670.17** |
| **V. Profit before tax (III-IV)** | | **12,383.43** | **17,881.83** |
| **VI. Tax expense** | **32** | | |
| Current tax | | **2,700.00** | 4,123.15 |
| Income tax for earlier year | | **(20.70)** | 22.25 |
| Deferred tax | **20** | **580.72** | 515.52 |
| **VII. Profit for the year (V-VI)** | | **9,123.41** | **13,220.91** |
| **VIII. Other Comprehensive (loss)/income** | **33** | | |
| (i) Items that will not be reclassified to profit and loss | | **(109.91)** | (106.70) |
| (ii) Income tax relating to items that will not be reclassified to profit and loss | | **27.66** | 26.85 |
| **Total Other Comprehensive (loss)/income** | | **(82.25)** | **(79.85)** |
| **IX. Total Profit after comprehensive income for the year (VII+VIII)** | | **9,041.16** | **13,141.06** |
| (Comprising of profit and loss comprehensive income for the year) | | | |
| **X. Earnings per equity share** | | | |
| **(Nominal value per share ₹10/-)** | **34 v** | | |
| - Basic (₹) | | **23.92** | **34.67** |
| - Diluted (₹) | | **23.92** | **34.67** |
| **Number of shares used in computing earning per share** | | | |
| - Basic (Nos.) | | **38138120** | **38138120** |
| - Diluted (Nos.) | | **38138120** | **38138120** |
| Corporate information | **1** | | |
| Significant accounting policies and estimates | **2 & 2 A** | | |
| Contingent Liabilities | **23** | | |
| Capital Commitment | **24** | | |
| The accompanying notes are an integral part of the financial statements | | | |

**AS PER OUR REPORT OF EVEN DATE**
**Firm Registration No. 00852C**
**For B.K.Kapur & Co.**
**Chartered Accountants**

**(M.S.KAPUR) FCA**
Partner
Membership No. 074615
**Place : Noida**
**Date : May 23, 2025**

**for and on behalf of Board of Directors**

**(RAJ KUMAR ADLAKHA)**
Managing Director (DIN 00133256)

**(SHANKAR LAL SHARMA)**
Executive Director DIN 09018381

**(SANJAY BHANDARI)**
Chief Financial Officer

**(RAJESH GARG)**
Company Secretary & Compliance Officer

## STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2025 (₹ in Lakhs)

| Particulars | Year Ended 31st March, 2025 | Year Ended 31st March, 2024 |
|---|---|---|
| **A. CASH FLOW FROM OPERATING ACTIVITIES** | | |
| **Net Profit before tax** | **12,383.43** | **17,881.83** |
| **Adjustments for:** | | |
| Depreciation and amortisation expenses | 4,459.69 | 3,980.56 |
| Finance cost | 4,855.84 | 4,633.68 |
| Interest expense based on effective interest rate | 532.57 | 939.73 |
| Loss on sale/discard of assets | - | 1.65 |
| Profit on sale of assets | (4.38) | (5.49) |
| Interest income based on effective interest rate | (283.08) | (653.46) |
| Interest Income | (50.43) | (30.49) |
| **Operating Profit before Working Capital Changes** | **21,893.64** | **26,748.01** |
| **Working Capital Adjustment** | | |
| Decrease/(Increase) in inventories | (19,777.58) | (7,887.82) |
| Decrease/(Increase) in trade receivables | (3,004.64) | 1,324.26 |
| Decrease/(Increase) in other financial assets | (209.25) | 7.20 |
| Decrease/(Increase) in other assets | 160.45 | (130.63) |
| Decrease/(Increase) in other bank balances | (19.35) | 61.54 |
| (Decrease)/Increase in other financial liabilities | (389.95) | 49.73 |
| (Decrease)/Increase in trade payable | 14,229.28 | (12,276.62) |
| (Decrease)/Increase in provisions | 344.64 | 219.45 |
| (Decrease)/Increase in other liabilities | 457.33 | (689.71) |
| | **(8,209.07)** | **(19,322.60)** |
| **Cash generated from operations** | **13,684.57** | 7,425.40 |
| Direct taxes refund received / (Paid) (net) | **(2,369.26)** | (4,090.80) |
| **Net Cash flow from Operating Activities** | **11,315.31** | **3,334.61** |
| **B. CASH FLOW FROM INVESTING ACTIVITIES** | | |
| Purchase of Property, Plant and Equipment, CWIP, Intangible Assets | (4,530.82) | (12,410.46) |
| Sale proceeds of assets | 60.96 | 22.75 |
| Purchase of investments/Share application given to related party | (1,598.00) | (1,310.00) |
| Interest received | 50.43 | 30.49 |
| **Net Cash used in Investing Activities** | **(6,017.43)** | **(13,667.22)** |
| **C. CASH FLOW FROM FINANCING ACTIVITIES** | | |
| Finance cost paid | (4,853.15) | (4,610.22) |
| Redemption of Preference Shares | (466.15) | (747.00) |
| Proceeds from borrowings (Term loans) | 79.28 | 10,757.50 |
| Repayments of borrowings (Term loans) | (3,627.46) | (7,966.29) |
| Proceeds from borrowings (Working capital) | 4,688.44 | 13,850.32 |
| Equity Dividend paid | (951.35) | (948.28) |
| Preference Dividend paid | (108.27) | (154.88) |
| Repayments of lease liabilities | (35.19) | (26.13) |
| **Net Cash used in financing activities** | **(5,273.85)** | **10,155.02** |
| **Net Increase/(Decrease) in Cash and Cash equivalents (A+B+C)** | **24.03** | **(177.59)** |
| Cash and cash equivalents as at beginning of the year | **452.49** | 630.08 |
| Cash and cash equivalents as at closing | **476.52** | 452.49 |

| Reconciliation of Cash and cash equivalents as per the cash flow statements | As at 31st March, 2025 | As at 31st March, 2024 |
|---|---|---|
| **Particulars** | | |
| a) Balance with banks on current & cash credit accounts | **455.51** | 426.39 |
| b) Cash in hand | **21.01** | 26.10 |
| **Closing cash and cash equivalents (Refer note no. 9)** | **476.52** | **452.49** |

1. The above cash flow statement has been prepared under "Indirect method" as set out in Indian Accounting Standard (Ind As-7) Cash Flow Statement.
2. Cash and Cash Equivalent do not include any amount which is not available to the company for it use.

## STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2025

### 3. Reconciliation of liabilities arising from financing activities (₹ in Lakhs)

| Particulars | Non-current borrowings (incl. current maturities and deferred grant related to borrowings) | Current Borrowings | Interest payable (Including lease liabilities) | Redemption of Preference Share reclassified as Financial Liability | Dividend paid to Company's Shareholder |
|---|---|---|---|---|---|
| **Balance as at 31st March 2023** | **8,602.14** | **51,706.85** | **515.26** | **2,195.31** | **4.85** |
| Add :- Cash inflow | 2,791.22 | 13,850.32 | - | - | - |
| Less :- Cash outflow | - | - | 4,636.35 | 747.00 | 1,103.16 |
| Add:-Finance cost accruals | - | - | 4,638.91 | 187.75 | - |
| Add : Addition during the year | - | - | 88.93 | - | - |
| Add:-Impact of early redemption from retained earning | - | - | - | 184.27 | - |
| Dividend distributions accruals | - | - | - | - | 1,108.33 |
| **Balance as at 31st March 2024** | **11,393.36** | **65,557.17** | **606.75** | **1,820.33** | **10.02** |
| Add :- Cash inflow | - | 4,688.45 | - | - | - |
| Less :- Cash outflow | 3,548.18 | - | 4,888.34 | 466.15 | 1,059.62 |
| Add:-Finance cost accruals | - | - | 4,863.17 | 160.62 | - |
| Add:- Additions during the year | - | - | - | - | - |
| Add:-Impact of early redemption from retained earning | - | - | - | 85.85 | - |
| Dividend distributions accruals | - | - | - | - | 1,061.72 |
| **Balance as at 31st March 2025** | **7,845.18** | **70,245.62** | **581.58** | **1,600.65** | **12.12** |

The accompanying notes are an integral part of the financial statements

**AS PER OUR REPORT OF EVEN DATE**
**Firm Registration No. 00852C**
**For B.K.Kapur & Co.**
**Chartered Accountants**

**(M.S. KAPUR) FCA**
Partner
Membership No. 074615
**Place : Noida**
**Date : May 23, 2025**

**for and on behalf of Board of Directors**

**(RAJ KUMAR ADLAKHA)**
Managing Director (DIN 00133256)

**(SHANKAR LAL SHARMA)**
Executive Director (DIN 09018381)

**(SANJAY BHANDARI)**
Chief Financial Officer

**(RAJESH GARG)**
Company Secretary & Compliance Officer

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2025

### (a) Share Capital:

(₹ in Lakhs)

| Particulars | For the year ended 31st March, 2025 | | | For the year ended 31st March, 2024 | | |
|---|---|---|---|---|---|---|
| | Balance as at 01.04.2024 | Changes in equity share capital during the year | Balance as at 31.03.2025 | Balance as at 01.04.2023 | Changes in equity share capital during the year | Balance as at 31.03.2024 |
| 38138120 Equity Shares of ₹10/- each fully paid up | 3,813.81 | - | 3,813.81 | 3,813.81 | - | 3,813.81 |

### (b) Other Equity

**Balance as at 31st March, 2025**

(₹ in Lakhs)

| Particulars | Reserve and Surplus | | | | | |
|---|---|---|---|---|---|---|
| | Equity component of compound financial instruments | Securities premium | Capital Redemption Reserve | Retained earnings | Other comprehensive income | Total other equity |
| **Balance as at 01.04.2024** | **417.43** | **15,252.82** | **5,964.98** | **44,156.21** | **-** | **65,791.44** |
| **Add/Less :- Transfer from retained earnings/to Capital Redemption Reserve on redemption during the year of** | | | | | | |
| a. 58700 (P.Y.213850) 6.50% Non-Cumulative Redeemable Preference Shares | | | 58.70 | (58.70) | - | - |
| b. 203725 (P.Y.266575) 10% Non-Cumulative Redeemable Preference Shares | | | 203.73 | (203.73) | - | - |
| Add/Less : Annual Impact of Ind AS amortization of Preference shares | (160.62) | - | - | 160.62 | - | - |
| Less :- Impact of redemption of Preference Shares out of opening balance | 85.85 | - | - | - | - | 85.85 |
| Less : Impact of Deferred Tax on Land Revaluation reserve | - | - | - | 220.00 | - | 220.00 |
| **Profit for the year** | - | - | - | **9,123.41** | **(82.25)** | **9,041.16** |
| Transfer from/to other comprehensive income/retained earnings | - | - | - | (82.25) | 82.25 | - |
| Less: Equity Dividend paid | - | - | - | 953.45 | - | 953.45 |
| Less: Preference Dividend paid | - | - | - | 15.02 | - | 15.02 |
| **Balance as at 31.03.2025** | **170.96** | **15,252.82** | **6,227.41** | **51,907.09** | **-** | **73,558.28** |

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2025

**Balance as at 31st March, 2024**

(₹ in Lakhs)

| Particulars | Reserve and Surplus | | | | | |
|---|---|---|---|---|---|---|
| | Equity component of compound financial instruments | Securities premium | Capital Redemption Reserve | Retained earnings | Other comprehensive income | Total other equity |
| **Balance as at 01.04.2023** | **789.44** | **15,252.82** | **5,484.55** | **32,301.73** | **-** | **53,828.54** |
| **Add/Less :- Transfer from retained earnings/to Capital Redemption Reserve on redemption during the year of** | | | | | | |
| a. 213850 6.50% Non-Cumulative Redeemable Preference Shares | | | 213.85 | (213.85) | - | - |
| b. 266575 10% Non-Cumulative Redeemable Preference Shares | | | 266.58 | (266.58) | - | - |
| Add/Less : Annual Impact of Ind AS amortization of Preference shares (refer note no.30) | (187.74) | - | - | 187.74 | - | - |
| Less:- Impact of redemption of Preference Shares out of opening balance | (184.27) | - | - | - | - | (184.27) |
| **Profit for the year** | | - | - | **13,220.91** | **(79.85)** | **13,141.06** |
| Transfer from/to other comprehensive income/retained earnings | - | - | - | (79.85) | 79.85 | - |
| Less: Equity Dividend paid | - | - | - | 953.45 | - | 953.45 |
| Less: Preference Dividend paid | - | | | 40.44 | | 40.44 |
| **Balance as at 31st March, 2024** | **417.43** | **15,252.82** | **5,964.98** | **44,156.21** | **-** | **65,791.44** |

The accompanying notes are an integral part of the financial statements

**AS PER OUR REPORT OF EVEN DATE**
**Firm Registration No. 00852C**
**For B.K.Kapur & Co.**
**Chartered Accountants**

**(M.S. KAPUR) FCA**
Partner
Membership No.074615
**Place : Noida**
**Date : May 23, 2025**

**for and on behalf of Board of Directors**

**(RAJ KUMAR ADLAKHA)**
Managing Director (DIN 00133256)

**(SHANKAR LAL SHARMA)**
Executive Director (DIN 09018381)

**(SANJAY BHANDARI)**
Chief Financial Officer

**(RAJESH GARG)**
Company Secretary & Compliance Officer

## Notes on Financial Statements for the year ended 31st March 2025

### Note No. 1 : Corporate Information

Uttam Sugar Mills Ltd. ("USML" or the Company) is a public limited Company incorporated and domiciled in India. The registered office of the Company is situated at Village Libberheri, Tehsil Roorkee, Distt. Haridwar (Uttarakhand).

The Company's shares are listed on the BSE Limited and National Stock Exchange of India Ltd.

The Company is engaged in the manufacture of Sugar, Industrial Alcohol and Generation of Power. The financial statements of the Company are for the year ended 31st March, 2025 and are prepared in Indian Rupees being the functional currency. The values in Rupees are rounded off to nearest rupee in lakhs up to two decimals, except otherwise indicated.

The financial statements for the year ended 31st March, 2025 was approved by the Board of Directors of the Company on 23rd May, 2025 and is subject to the adoption by the shareholders in the Annual General Meeting.

### Note No. 2 : Material Accounting Policies

#### 2.1 Statement of compliance with Ind AS

The financial statements of the Company have been prepared to comply with the Indian Accounting Standards ('Ind AS') notified under Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) read with Section 133 of the Companies Act, 2013 and other relevant provision and presentation requirement of Division II of Schedule III of the Companies Act as applicable.

The company has assessed the materiality of the accounting policy information which involves exercising judgements and considering both qualitative and quantitative factors by taking into account not only the size and nature of the item or condition but also the characteristics of the transactions, events or conditions that could make the information more likely to impact the decisions of the users of the financial statements.

Entity's conclusion that an accounting policy is immaterial does not affect the disclosures requirements set out in the accounting standards.

All the Ind AS issued and notified by the Ministry of Corporate Affairs under the Companies (India Accounting Standards) Rules 2015 (As amended) till the financial statements are approved for issue by the Board of Directors has been considered in preparing these financial statements.

#### 2.2 Basis of preparation

These financial statements have been prepared in accordance with Ind AS under the historical cost basis except for the following.

i) Certain financial assets and financial liabilities – measured at fair value and

ii) Defined benefits plan- plan assets measured at fair value.

iii) Biological assets that are measured at fair value, assets held for sale which is measured at lower of cost and fair value less cost to sell.

Accounting Policies have been consistently applied except where a newly issued IND AS is initially accepted or a revision to an existing IND AS requiring change in the accounting policies hitherto in use.

#### 2.3 The Company presents assets and liabilities in the balance sheet based on current/non-current classification.

**An asset is treated as current when it is:**

i) Expected to be realized or intended to be sold or consumed in normal operating cycle,

ii) Held primarily for the purpose of trading,

iii) Expected to be realized within twelve months after the reporting period,

iv) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period, or

v) Carrying current portion of non-current financial assets.

All other assets are classified as non-current.

Notes on Financial Statements for the year ended 31st March 2025

**A liability is current when:**

i) It is expected to be settled in normal operating cycle,

ii) It is held primarily for the purpose of trading,

iii) It is due to be settled within twelve months after the reporting period,

iv) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period, or

v) It includes current portion of non-current financial liabilities.

All other liabilities are classified as non-current.

#### 2.4 Revenue recognition

Revenue from sale of product is recognized at the point in time when control of the goods is transferred to the customer, generally on delivery of the product.

At contract inception, the Company assess the goods promised in a contract with a customer and identify as a performance obligation each promise to transfer to the customer. Revenue from contracts with customers is recognized when control of goods or services are transferred to customers and the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold.

Revenue is measured at the fair value of the consideration received or receivables, net of returns and allowances, trade discounts and volume rebates. Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made.

Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the Government. The Company bases its estimates on historical results, taking into consideration the type of customer, the type of transaction and the specific of each arrangement.

Revenue from sale of power is recognized when the units generated are transmitted to the pooling station, in accordance with the terms and conditions of the power purchase agreement entered into by the Company with the purchasing parties.

Income from sale of REC is recognized on delivery of REC to the customers 'account.

Export incentives are accounted for in the year of exports based on eligibility and when there is no significant uncertainty in receiving the same.

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Company 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" that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's gross carrying amount.

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that there is no uncertainty in receiving the claims.

All other incomes are accounted for on accrual basis.

#### 2.5 Expenses

All expenses are accounted for on accrual basis.

#### 2.6 Property, plant and equipment and Capital work in progress (CWIP)

All property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses, if any. Free hold land is not depreciated. The cost of an asset includes the purchase cost of materials, including import duties and non-refundable/ creditable taxes and any directly attributable cost of bringing an asset to the location and condition of its intended use and costs of dismantling and removing the item and restoring the site on which it is located, interest on borrowing used to finance the construction of qualifying assets are capitalized as part of the cost of the asset until such time that the asset is ready for its intended use.

## Notes on Financial Statements for the year ended 31st March 2025

When significant parts of property, plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major refurbishment is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repairs and maintenance costs are recognized in statement of profit and loss as incurred.

Items of spare parts, stand-by equipment and servicing equipment which meet the definition of property, plant and equipment are capitalized. Other spare parts are carried as inventory and recognized in the statement of profit and loss on consumption. When parts of an item of PPE have different useful lives, they are accounted for as separate component.

Directly attributable expenditure (including finance cost relating to borrowed funds for construction or acquisition of fixed assets) incurred on projects under implementation are treated as pre-operative expenses pending allocation to the assets and are shown under CWIP, CWIP is stated at the amount expended up to balance sheet date on assets or property, plant and equipment that are not yet ready for their intended use.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

The cost and related accumulated depreciation are eliminated from the financial statements upon disposal/ sale or retirement of the asset and the resultant gains or losses (difference between the sale proceeds and the carrying amount of the assets) are recognized in the Statement of profit and Loss.

### 2.7 Depreciation methods, estimated useful lives and residual value

a) Depreciation on property, plant and equipment is provided on Straight Line basis so as to charge the cost of the assets or the amount substituted for costs in case of revalued assets less its residual value over the useful life of the respective asset as prescribed under part C of Schedule II to the Companies Act, 2013. Residual value has been considered as 5% of the cost of the respective assets.

b) Leasehold Building Developments are amortized at lower of period of lease or ten years.

c) Intangible Assets are amortized over a period of economic benefits not exceeding ten years.

d) Depreciation/amortization on assets added, sold or discarded during the year is provided on pro – rata basis.

### 2.8 Intangible assets (Computer software)

Intangible assets are stated at cost of acquisition net of recoverable taxes less accumulated amortization/ depletion and impairment loss, if any. The cost comprises purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use. An intangible asset is derecognized on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of profit and loss when the asset is derecognized.

### 2.9 Inventories

Inventories (other than By-products) are valued at lower of cost or net realizable value.

Inventories of Renewal Energy Certificates (REC) are valued at lower of cost or net realizable value.

Inventories on stock in trade are valued at lower of cost or net realizable value.

Cost of inventories has been determined on current cost.

Chemicals, packing material and other store & spares at purchase cost including incidental expenses on -weighted average basis.

Cost of finished goods and Work in Progress has been worked out on absorption cost basis.

By- products and residuals are valued at net realizable value except in case of B Heavy Molasses which is valued by considering the realizable value of C Heavy Molasses plus sugar sacrificed for producing B Heavy Molasses.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

Assessment of net realizable value is made at each subsequent reporting date. When the circumstances that previously caused inventories to be written down below cost no longer exist or when there is clear evidence of an increase in net realizable value because of changed economic circumstances, the amount so written-down is adjusted in terms of policy as stated above.

### 2.10 Government Grants

Government grants are recognized at fair value when there is reasonable assurance that the grant would be received and the Company would comply with all the conditions attached with them.

Government grants related to property, plant and equipment are treated as deferred revenue (included under non-current liabilities with current portion considered under current liabilities) and are recognized and credited in the statement of profit and loss on systematic and rational basis and included under other income.

Government grants related to revenue nature are 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 and are adjusted with the related expenditure.

(If not related to a specific expenditure, it is taken as income and presented under: other Income)

### 2.11 Borrowing costs

Borrowing costs that are directly attributable to the acquisition, construction or production of assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization. All other borrowing costs are charged to the profit and loss statement in the period in which they are incurred.

Preference Shares, which are mandatorily redeemable on a specific date are classified as liabilities. The dividend on these preference shares is recognized as finance cost in the Statement of Profit and Loss.

### 2.12 Leases

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As a lessee the Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognizes lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

Right-of-use assets the Company recognizes right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognized, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received.

Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets. If ownership of the leased asset transfers to the Company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset. The right-of-use assets are also subject to impairment.

The right-of-use assets are disclosed in Property, Plant and Equipment (see Note 3).

Lease Liabilities At the commencement date of the lease, the Company recognizes lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees.

In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset. Lease liabilities are included in Other financial liabilities.

Short-term lease and lease of low-value assets the Company applies the short-term lease recognition exemption to its short-term leases of machinery and equipment (i.e., those leases that have a lease term of twelve months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-

## Notes on Financial Statements for the year ended 31st March 2025

value assets recognition exemption to leases of offices, godowns, equipment, etc. that are of low value. Lease payments on short-term leases and leases of low-value assets are recognized as expense on a straight-line basis over the lease term.

### 2.13 Provisions, contingent liabilities and contingent assets.

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at current pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability when discounting is used, the increase in the passage of time is recognized as finance costs.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an out flow of recourses will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is liability that can't be recognized because it can't be measured reliably.

A contingent liability is not recognized in the financial statements, but discloses its existence in the Financial Statement.

When the realization of income is virtually certain, then the related asset is no longer a contingent asset, and is recognized as an asset.

Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.

### 2.14 Dividend payable

Final dividend on shares is recorded as a liability on the date of approval by the shareholders and interim dividend are recorded as a liability on the date of declaration by the Company's Board of Directors. A corresponding amount is recognized directly in equity.

### 2.15 Foreign currency transactions

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of transaction. Monetary items denominated in foreign currencies at the year ended translated at the year ended rates which is likely to be realized from, or required to disburse at the balance sheet date. Exchange differences arising on settlement of monetary items at rates different from those at which they were initially recorded / reported in financial statements are recognized as income or expense in the year in which they arise.

Non-monetary items which are carried at historical cost denominated in a foreign currency are translated using the exchange rate at the date of the initial transaction.

### 2.16 Employee benefits

a) Short–term employee benefits are recognized as an expense at the undiscounted amount in the Statement Profit & Loss Account of the period in which the related service is rendered.

b) Long –term employee benefits are recognized as an expense in the Statement Profit & Loss Account for the year in which the employee has rendered services.

**Defined Benefit Plans**

The Company's liabilities on account of gratuity and earned leaves on retirement of employees are determined at the end of each financial year on the basis of actuarial valuation certificates obtained from registered actuary in accordance with the measurement procedure as per Indian Accounting Standard (INDAS)-19- 'Employee Benefits'.

i. **Compensated absences**

Accumulated leave, which is expected to be utilized within next 12 months, is treated as short term employee benefit and this is shown under current provisions in the Balance Sheet. The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefits and shown under long term provisions in the Balance sheet.



Notes on Financial Statements for the year ended 31st March 2025

ii. **Gratuity**

The Company provides for retirement benefits in the form of gratuity. The Company's liability towards this benefit is determined on the basis of actuarial valuation using projected unit credit method at the date of Balance sheet. Actuarial gain and Losses in respect of such benefits are recognized in Other Comprehensive Income.

### 2.17 Financial instruments

A Financial instrument is any contract that gives rise to financial assets of one entity and a financial liability or equity instrument of another party.

**A. Financial Assets**

**a. Initial recognition**

The Company classifies financial instruments, or their component parts, on initial recognition as a financial asset, a financial liability or an equity instrument in accordance with the substance of the contractual arrangement. Financial instruments are recognized when the Company becomes a party to the contractual provisions of the instrument. Financial instruments are recognized initially at fair value plus transactions costs that are directly attributable to the acquisition or issue of the financial instrument, except for financial assets at fair value through statement of profit and loss, which are initially measured at fair value, excluding transaction costs (which is recognized in statement of profit and loss).

**b. Subsequent measurement**

**i) Financial assets carried at amortized cost (AC)**

A financial asset is subsequently measured at amortized cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**ii) Financial assets at fair value through other comprehensive income (FVTOCI)**

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**iii) Financial assets at fair value through statement of profit and loss (FVTPL)**

**Equity instruments**

All equity investments in scope of Ind AS109 are measured at fair value either as at FVTOCI or FVTPL. The Company makes such election on instrument-by-instrument basis. For equity instruments measured as at FVTOCI, all fair value changes on the instrument, excluding dividends, are recognized in the OCI. Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit & Loss account.

**c. De-recognition**

A Financial Assets (or where applicable, part of financial assets) is primarily derecognized when:

1. The contractual right to receive cash flows from the assets have expired or
2. The Company has transferred its right to receive cash flow from the financial assets and subsequently all the risks and rewards of ownership of the assets to third party.

**d. Reclassification of financial assets**

Company determines the classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities.

**e. Impairment of financial assets**

The Company recognized loss allowance using the expected credit loss (ECL) model for the financial assets which are not fair valued through Statement of Profit and loss. Loss allowance for trade receivable with no significant financing component is measured at an amount equal to life time ECL For all other

## Notes on Financial Statements for the year ended 31st March 2025

financial assets, expected credit loss are measured at an amount equal to the twelve-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL.

**B. Financial liabilities**

**a. Initial recognition and measurement**

All financial liabilities are recognized initially at fair value and in case of loans and borrowings and payables, net of directly attributable cost. The Company's financial liabilities include trade and other payable, loans and borrowing including bank over drafts, financial guarantee contracts and derivative financial instruments. Fees of recurring nature are directly recognized in statement of profit and loss as finance cost.

**b. Subsequent measurement**

Financial liabilities are subsequently carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

**i) Loans and borrowings**

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortized cost using the effective interest rate (EIR) method. Gains and losses are recognized in statement of profit and loss when liabilities are de-recognized. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance cost in the statement of profit and loss.

**ii) Compound financial instruments**

At the issue date the fair value of the liability component of a compound instrument is estimated using the market interest rate for a similar non-convertible instrument. This amount is recorded as a liability at amortized cost using the effective interest method until extinguished upon conversion or at the instrument's redemption date. The equity component is determined as the difference of the amount of the liability component from the fair value of the instrument. This is recognized in equity, net of income tax effects, and is not subsequently re-measured.

**c. De-recognition of financial instruments**

A financial liability is derecognized where the obligation under the liability is discharged or cancelled or expires where an existing financial liability is replaced by another from the same tender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of new liability. The difference in the respective carrying amounts is recognized in the statement of Profit and Loss.

**d. Offsetting of financial instruments**

Financial assets and financial liabilities including derivative instruments are offset and the net amount is reported in the Balance sheet, if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis or to realize the assets and settle the liabilities simultaneously.

**e. Fair value measurement**

Fair value is a market-based measurement, not an entity-specific measurement. Under Ind AS, fair valuation of financial instruments is guided by Ind AS 113 "Fair Value Measurement" (Ind AS – 113).

For some assets and liabilities, observable market transactions or market information might be available. For other assets and liabilities, observable market transactions and market information might not be available. However, the objective of a fair value measurement in both cases is the same to estimate the price at which an orderly transaction to sell the asset or to transfer the liability would take place between market participants at the measurement date under current market conditions (i.e. an exit price at the measurement date from the perspective of a market participant that holds the asset or owes the liability).

Three widely used valuation techniques specified in the said Ind AS are the market approach, the cost approach and the income approach which have been dealt with separately in the said Ind AS.

Each of the valuation techniques stated as above proceeds on different fundamental assumptions, which have greater or lesser relevance, and at times there is no relevance of a particular methodology to a given situation. Thus, the methods to be adopted for a particular purpose must be judiciously chosen. The

## Notes on Financial Statements for the year ended 31st March 2025

application of any particular method of valuation depends on the Company being evaluated, the nature of industry in which it operates, the Company's intrinsic strengths and the purpose for which the valuation is made.

In determining the fair value of financial instruments, the Company uses a variety of methods and assumptions that are based on market conditions and risks existing at each balance sheet date.

**The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:**

Level 1 : Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 : Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 : Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs)

**f) Share capital**

An equity instrument is a contract that evidences residual interest in the assets of the Company after deducting all of its liabilities. Incremental costs directly attributable to the issuance of new equity shares are recognized as a deduction from equity, net of any tax effects.

### 2.18 Impairment Non-financial assets

The carrying amount of any property, plant and equipment and intangible assets with finite lives are reviewed at each balance sheet date, if there is any indication of impairment based on internal /external factor. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. Recoverable amount is higher of an asset's or cash generating unit's net selling price and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or group of assets.

An impairment loss is charged to the Statement of Profit and loss in the year in which an asset is identified as impaired. An impairment loss recognized in prior accounting periods is reversed if there has been change in the estimate of the recoverable amount. At each balance sheet date, the Company assesses whether there is any indication that any property, plant and equipment and intangible assets with finite lives may be impaired. If any such impairment exists, the recoverable amount of an asset is estimated to determine the extent of impairment. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the impairment loss previously recognized is reversed such that the asset is recognized at its recoverable amount but not exceeding written down value which would have been reported if the impairment loss had not been recognized.

### 2.19 Taxes

Income tax expense comprises current tax and deferred tax and is recognized in the Statement of Profit and Loss except to the extent it relates to items directly recognized in Equity or in Other Comprehensive Income (OCI).

**Current tax**

Provision for current tax is made with reference to taxable income computed for the accounting period for which the financial statements are prepared by applying the tax rates and laws that are enacted or substantively enacted at the balance sheet date. The tax is recognized in statement of profit and loss, except to the extent that it related to items recognized in the OCI or in other equity. In this case, the tax is also recognized in other comprehensive income and other equity.

The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis or to realize the assets and settle the liabilities simultaneously.

**Deferred tax**

Deferred tax is recognized using the balance sheet approach. Deferred tax assets and liabilities are recognized for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount in financial statements, except when the deferred tax arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profits or loss at the time of the transaction.

## Notes on Financial Statements for the year ended 31st March 2025

Deferred tax assets are recognized for deductible temporary differences, the carry forward of and any unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax losses can be utilized. .

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be recovered.

Unrecognized deferred tax assets are re-assessed at each balance sheet date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off deferred tax assets against deferred tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

### 2.20 Earnings per Share

The Company presents basic and diluted earnings per share ("EPS") data for its equity shares. Basic EPS is calculated by dividing the profit/loss before other comprehensive income/loss for the year attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the period. Diluted EPS is determined by adjusting the profit/loss before other comprehensive income/loss for the year attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all dilutive potential equity shares.

### 2.21 Non-current assets (or disposal groups) held for sale and discontinued operations

a) Non-current assets (or disposal groups) are classified as held for sale if their carrying amount would be recovered principally through a sale/distribution rather than through continuing use and a sale/distribution is considered highly probable.

   Actions required to complete the sale/distribution should indicate that it is unlikely that significant changes to the sale/ distribution would be made or that the decision to sell/distribute would be withdrawn. Management must be committed to sale/distribution expected within one year from the date of classification.

b) Immediately before the initial classification of the assets (and disposal groups) as held for sale, the carrying amount of the assets (or all the assets and liabilities in the disposal groups) are measured in accordance with their applicable accounting policy.

   Non-current assets (or disposal groups) held for sale/for distribution to owners are subsequently measured at the lower of their carrying amount and fair value less costs to sell, except for assets such as deferred tax assets, assets arising from employee benefits and financial assets which are specifically exempt from this requirement.

c) Non-current assets including those that are part of a disposal group (PPE and Intangible assets) once classified as held for sale/ distribution to owners are neither depreciated nor amortized. Interest and other expenses attributable to the liabilities of a disposal group classified as held for sale continue to be recognized.

d) Non-current assets (including assets of a disposal group) classified as held for sale are presented separately from the other assets in the Balance sheet. The liabilities of a disposal group classified as held for sale/ distribution are presented separately from other liabilities in the Balance sheet.

e) A disposal group qualifies as discontinued operation, if it is a component of equity that has either being disposed of or is classified as Held for sale, and that represents a separate major line of business or geographical area of operations, or is part of a single co-ordinate plan to dispose of a separate major line of business or geographical area of operations or is a subsidiary exclusively with a view to resale.

   Discontinued operations are excluded from the results of continuing operations and are presented separately as a single amount as profit or loss after tax from discontinued operations in the Statement of Profit and Loss and comparative information is restated accordingly.

f) All notes to the financial statements mainly include amounts for continuing operations, unless stated otherwise.



Notes on Financial Statements for the year ended 31st March 2025

### 2.22 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. Revenue and expenses are identified to segments on the basis of their relationship to the operating activities of the segment. Inter segment revenue are accounted for based on the cost price. Revenue, expenses, assets and liabilities which are not allocable to segments on a reasonable basis, are included under "Unallocated revenue/ expenses/ assets/ liabilities".

The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Managing Director who makes strategic decisions.

The accounting policies adopted for segment reporting are in line with the accounting policies adopted for preparing and presenting the financial statements of the Company as a whole.

### 2.23 Cash and cash equivalents

Cash and cash equivalents in the Balance sheet comprise cash on hand, cheques on hand, balance with banks on current accounts and debit balance of cash credit account if any and short term, highly liquid investments with an original maturity of three months or less and which carry insignificant risk of changes in value.

For the purpose of the Cash Flow Statement, Cash and cash equivalents consist of Cash and cash equivalents, as defined above and net of outstanding book overdrafts as they are considered an integral part of the Company's cash management.

### 2.24 Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit/loss before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing flows. The cash flows from operating, investing and financing activities of the Company are segregated.

### Note No. : 2A Key accounting judgment, estimates and assumptions

The preparation of the financial statements requires the use of accounting estimates, which, by definition would seldom equal the actual results. Management also needs to exercise judgment and make certain assumptions in applying the Company accounting policies and preparation of financial statements.

The use of such estimates, judgments and assumptions affects the reported amounts of revenue, expenses, assets and liabilities including the accompanying disclosures and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in the future periods.

Estimates and judgments are continually evaluated. They are based on historical experience and other factors including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.

**Estimates and Assumptions**

The Company has based its assumptions and estimates on parameters available when the financial statement was prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

The key assumptions concerning the future and other key sources of estimation uncertainty at the balance sheet date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are described below.

i) **Depreciation and useful lives of property, plant and equipment:** Property, plant and equipment are depreciated over the estimated useful lives of the assets, after taking into account their estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation for future periods is adjusted if there are significant changes from previous estimates.

ii) **Income Tax:** Management judgment is required for calculation of income tax and deferred tax assets and liabilities. Deferred tax assets are recognized for unused losses (carry forward of prior years' losses) to the extent that it is probable that taxable profit would be available against which the losses could be utilized. The Company reviews at each balance sheet date the carrying amount of deferred tax. The factor used in

## Notes on Financial Statements for the year ended 31st March 2025

estimate may differ from actual outcome which may lead to significant adjustment in the amounts in financial statement.

iii) **Recoverability of trade receivable:** Judgments are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

iv) **Provisions for contingencies:** Provisions are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability require the application of judgment to existing facts and circumstances, which can be subject to change. Since the cash outflows can take place many years in the future, the carrying amounts of provisions and liabilities are reviewed regularly and adjusted to take account of changing facts and circumstances.

v) **Impairment of non-financial assets:** The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or CGU's fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using pretax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transaction are taken into account, if no such transactions can be identified, an appropriate valuation model is used.

vi) **Estimation of Defined benefit obligations:** The Company's obligation on account of gratuity and compensated absences is determined based on actuarial valuation.

An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each financial year end.

vii) **Impairment of financial assets:** The impairment provisions for financial assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

viii) **Fair value measurement of financial instruments:** When the fair value of the financial assets and liabilities recorded in the balance sheet cannot be measured based on the quoted market price in activate markets, their fair value is measured using valuation technique. The input to these models are taken from the observable market where possible, but if this is not feasible, a review of judgment is required in establishing fair values. Changes in assumption relating to this assumption could affect the fair value of financial instrument.

ix) **Material uncertainty about going concern:** In preparing financial statements, management has made an assessment of Company's ability to continue as a going concern. Financial statements are prepared on a going concern basis. The Management is aware, in making its assessment, of material uncertainties related to events or conditions that may cast significant doubt upon the Company's ability to continue as a going concern.

**Recent pronouncements**

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2025, MCA has notified Ind AS-117 Insurance Contracts and amendments to Ind AS 116- Lease, relating to sale and leaseback transactions, applicable to the Company w.e.f April 1, 2024. The Company has reviewed the new pronouncements and based on its evaluation has determined that it does not have any significant impact in its financial statement.

## Notes on Financial Statements for the year ended 31st March 2025

### Note No. 3 : PROPERTY, PLANT AND EQUIPMENTS, INTANGIBLE ASSETS AND CAPITAL WORK IN PROGRESS FOR YEAR ENDED 31.03.2025

**The Change in carrying value of Property, Plant and Equipment for the Year ended 31st March, 2025 are as follows** (₹ in Lakhs)

| Nature of Assets | GROSS CARRYING VALUE | | | | DEPRECIATION/AMORTISATION | | | | NET CARRYING VALUE | |
|---|---|---|---|---|---|---|---|---|---|---|
| | As on 01.04.2024 | Additions during the Year | Sold/ Adjust during the Year | As on 31.03.2025 | Upto 31.03.2024 | For the Year | On Sale/ Adjustment | Up to 31.03.2025 | As on 31.03.2025 | As on 31.03.2024 |
| **A. Tangible Assets** | | | | | | | | | | |
| Freehold Land (Factory) | 10,412.45 | - | - | 10,412.45 | - | - | - | - | **10,412.45** | 10,412.45 |
| Building | 6,113.59 | 222.98 | - | 6,336.57 | 1,588.12 | 226.45 | - | 1,814.57 | **4,522.00** | 4,525.47 |
| Leasehold Building Developments | 72.02 | - | - | 72.02 | 9.22 | 1.19 | - | 10.41 | **61.61** | 62.80 |
| Plant and Machinery | 81,287.50 | 3,785.04 | 427.72 | 84,644.82 | 20,691.43 | 3,837.22 | 278.92 | 24,249.73 | **60,395.09** | 60,596.07 |
| Furniture and Fixtures | 235.47 | 29.56 | - | 265.03 | 135.52 | 23.98 | - | 159.50 | **105.53** | 99.95 |
| Office Equipments | 725.76 | 112.33 | 0.63 | 837.46 | 476.74 | 83.98 | 0.10 | 560.62 | **276.84** | 249.02 |
| Weigh Bridges | 751.50 | 25.41 | - | 776.91 | 283.35 | 33.01 | - | 316.36 | **460.55** | 468.15 |
| Vehicles & Tractors | 1,807.99 | 135.87 | 47.31 | 1,896.55 | 607.74 | 223.46 | 35.47 | 795.73 | **1,100.82** | 1,200.25 |
| | | | | | | | | | **77,334.89** | **77,614.16** |
| Biological Stock | 4.35 | - | - | 4.35 | - | - | - | - | **4.35** | 4.35 |
| **Total (A)** | **101,410.63** | **4,311.19** | **475.66** | **105,246.16** | **23,792.12** | **4,429.29** | **314.49** | **27,906.92** | **77,339.24** | **77,618.51** |
| **B. Capital Work in Progress** | | | | | | | | | | |
| Building, Plant & Machinery | | | | | | | | | **121.15** | 107.73 |
| **Total (B)** | | | | | | | | | **121.15** | **107.73** |
| **C. Intangible Assets** | | | | | | | | | | |
| Computer Software | 20.10 | - | - | 20.10 | 16.27 | 0.76 | - | 17.03 | **3.07** | 3.83 |
| Right-of-use Assets | 88.93 | - | - | 88.93 | 14.83 | 29.64 | - | 44.47 | **44.46** | 74.10 |
| **Total (C)** | **109.03** | **-** | **-** | **109.03** | **31.10** | **30.40** | **-** | **61.50** | **47.53** | **77.93** |
| **Grand Total (A+B+C)** | **101,519.66** | **4,311.19** | **475.66** | **105,355.19** | **23,823.22** | **4,459.69** | **314.49** | **27,968.42** | **77,507.92** | **77,804.17** |
| **Previous Year** | **87,285.78** | **14,422.32** | **188.44** | **101,519.66** | **20,012.18** | **3,980.56** | **169.52** | **23,823.22** | **77,804.17** | **67,962.53** |

## Notes on Financial Statements for the year ended 31st March 2025

**Note No. 3 : PROPERTY, PLANT AND EQUIPMENTS, INTANGIBLE ASSETS AND CAPITAL WORK IN PROGRESS FOR YEAR ENDED 31.03.2025**

**D. Capital Work in Progress ageing schedule outstanding as on 31.03.2025:** (₹ in Lakhs)

| Particulars | Amount in CWIP for a period of | | | | |
|---|---|---|---|---|---|
| | Less than 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | Total |
| Projects in Progress | 101.15 | - | - | - | **101.15** |
| Projects temporarily suspended | - | - | - | 20.00 | **20.00** |
| **Total** | **101.15** | **-** | **-** | **20.00** | **121.15** |

**Capital Work in Progress ageing schedule outstanding as on 31.03.2024:** (₹ in Lakhs)

| Particulars | Amount in CWIP for a period of | | | | |
|---|---|---|---|---|---|
| | Less than 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | Total |
| Projects in Progress | 87.73 | - | - | - | **87.73** |
| Projects temporarily suspended | - | - | - | 20.00 | **20.00** |
| **Total** | **87.73** | **-** | **-** | **20.00** | **107.73** |

**E. The title deeds of the immovable property as disclosed in the Property, Plant and Equipment are held in the name of Company, except for the following freehold land:**

| Relevant line item in the balance sheet | Description of item of Property | Gross Carrying Value | Title deed held in the name of | Whether title deed holder is a promoter, director or relative or employee of promoters or directors | Property held since which date | Reason for not being held in the name of company |
|---|---|---|---|---|---|---|
| Note No.3 Freehold Land (Factory) | Khasra No.-122 at Village Barkatpur, Pudrikhurd Pargana-Kiratpur, Tehsil-Najibabad, Distt. Bijnor (U.P.) | 0.11 Lakhs | Babu Das s/o Shri Banwari, village: Motipur, Tehsil: Nigasan Distt. Lakhimpur Khiri (U.P.) | No | 12th August 2004 | Statutory procedures are pending |





## Notes on Financial Statements for the year ended 31st March 2025

(₹ in Lakhs)

| Particulars | As at 31st March, 2025 | As at 31st March, 2024 |
|---|---|---|
| **Note No. 4 : Investment Investments in Equity Shares instruments with Subsidiary co.-unquoted: (refer note no. 34 g)** | | |
| Uttam Distilleries Limited:- At Amortized Cost | | |
| 29080000 (P.Y.5000000) Equity Shares at Face Value of ₹10/- each at par fully paid up | 2,908.00 | 500.00 |
| **Total** | **2,908.00** | 500.00 |
| **Note No. 5 : Other Financial Assets (Unsecured, considered good, unless stated otherwise)** | | |
| **(i) Non-Current (Unsecured, considered good)** | | |
| **Carried at amortized cost** | | |
| Security deposits with others | **15.52** | 15.02 |
| Share Application Money to related party | - | 810.00 |
| **Fixed deposits with banks and other Govt. deptt.** | | |
| (Bank deposits with more than 12 months maturity) | | |
| For Molasses storage fund (earmarked) (including interest) | **31.44** | 45.78 |
| **Total (i)** | **46.96** | **870.80** |
| **(ii) Current (Unsecured, considered good)** | | |
| **Carried at amortized cost** | | |
| Advances to employees | **154.97** | 116.46 |
| Security deposits with others | **9.90** | 9.80 |
| Claim receivable | **419.98** | 240.17 |
| **Total (ii)** | **584.85** | **366.43** |
| **Total (i+ii)** | **631.81** | **1,237.23** |
| **Note No. 6 : Other Non-Current Assets (Unsecured, Considered good unless stated otherwise)** | | |
| Capital Advances to other than related parties | **46.54** | 105.85 |
| Security deposits with Government authorities (including interest) | **93.77** | 85.26 |
| Prepaid expenses | **49.59** | 67.28 |
| **Total** | **189.90** | **258.39** |
| **Note No. 7 : Inventories (Valued at cost or net realisable value, whichever is lower unless stated otherwise)** | | |
| **(a)** Raw material | **366.23** | 677.71 |
| **(b)** Work-in-progress | **1,556.88** | 1,407.58 |
| **(c) Finished Goods** | | |
| Sugar | **90,754.26** | 79,763.63 |
| Industrial alcohol | **698.35** | 1,814.30 |
| Goods in transit (Industrial alcohol) | **878.76** | 558.18 |
| Sanitizer | **-** | 0.05 |
| Banked power | **51.49** | 42.41 |
| Renewal energy certificates (REC) | **109.37** | 58.21 |
| Stock in Trade | **1.46** | 0.53 |
| **(d)** By-products | **16,497.42** | 6,674.06 |
| **(e)** Stores, Spare Parts and Packing Materials | **1,876.59** | 2,016.57 |
| **Total** | **112,790.81** | **93,013.23** |
| Carrying amount of sugar inventories pledged as security for Borrowings | **64,257.92** | 64,648.35 |

## Notes on Financial Statements for the year ended 31st March 2025

(₹ In Lakhs)

| Particulars | As at 31st March, 2025 | As at 31st March, 2024 |
|---|---|---|
| **Note No. 8: Trade And Other Receivables (Carried at Amortized Cost)** | | |
| **(i) Current (Unsecured)** | | |
| Trade receivables-considered good | **6,978.36** | 3,973.72 |
| **Total (i)** | **6,978.36** | **3,973.72** |
| **(ii) Current (Unsecured)** | | |
| Trade receivables-which have significant increase in credit risk | - | - |
| Less: Provision for which have significant increase in credit risk | - | - |
| **Total (ii)** | - | - |
| **Total (i+ii)** | **6,978.36** | **3,973.72** |

**Trade Receivable Ageing schedule outstanding as on 31.03.2025** (₹ In Lakhs)

| Particulars | Outstanding for 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 | |
| (I) Undisputed Trade Receivables - considered good | 6,978.36 | - | - | - | - | 6,978.36 |
| (II) Undisputed Trade Receivables - which have significant increase in credit risk | - | - | - | - | - | - |
| (III) Undisputed Trade Receivables - credit impaired | - | - | - | - | - | - |
| (IV) Disputed Trade Receivables - considered good | - | - | - | - | - | - |
| (V) Disputed Trade Receivables - which have significant increase in credit risk | - | - | - | - | - | - |
| (VI) Disputed Trade Receivables - credit impaired | - | - | - | - | - | - |
| **Total** | **6,978.36** | **-** | **-** | **-** | **-** | **6,978.36** |

**Note:** Debtors include a sum of ₹434.65 Lakhs due by the companies where directors of the company is a director or a member.

**Trade Receivable Ageing schedule outstanding as on 31.03.2024**

| Particulars | Outstanding for 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 | |
| (I) Undisputed Trade Receivables - considered good | 3,927.40 | 37.35 | 8.97 | - | - | 3,973.72 |
| (II) Undisputed Trade Receivables - which have significant increase in credit risk | - | - | - | - | - | - |
| (III) Undisputed Trade Receivables - credit impaired | - | - | - | - | - | - |
| (IV) Disputed Trade Receivables - considered good | - | - | - | - | - | - |
| (V) Disputed Trade Receivables - which have significant increase in credit risk | - | - | - | - | - | - |
| (VI) Disputed Trade Receivables - credit impaired | - | - | - | - | - | - |
| **Total** | **3,927.40** | **37.35** | **8.97** | **-** | **-** | **3,973.72** |

**Note:** Debtors include a sum of ₹ 24.78 Lakhs due by the companies where directors of the company is a director or a member.

## Notes on Financial Statements for the Year ended 31st March, 2025

(₹ in Lakhs)

| Particulars | As at 31st March, 2025 | As at 31st March, 2024 |
|---|---|---|
| **Note No. 9 : Cash and Cash Equivalents** | | |
| **Balances with banks** | | |
| In current and cash credit accounts | **455.51** | 426.39 |
| Cash on hand | **21.01** | 26.10 |
| **Total** | **476.52** | **452.49** |
| **Note No. 10 : Bank balances other than Cash and Cash Equivalents** | | |
| **Earmarked balances** | | |
| In current account for unpaid dividend | **12.12** | 10.02 |
| **Fixed deposits pledged with bank and other Govt. Department** | | |
| Current portion of original maturity period more than 12 months (Including Interest) | **6.18** | 5.76 |
| Original maturity period upto 12 months (Including Interest) | **267.05** | 236.38 |
| **Total** | **285.35** | **252.16** |
| **Note No. 11 : Current Tax Assets/Liabilities (net)** | | |
| Advance Tax (including TDS & TCS) | **2,481.11** | 4,214.31 |
| Less: Provision for taxation | **2,700.00** | 4,123.15 |
| **Total** | **(218.89)** | **91.16** |
| **Note No. 12 : Other Current Assets (Unsecured, considered good)** | | |
| Advances to suppliers | | |
| - Other Parties | **136.02** | 182.81 |
| - Related parties (refer note no. 34 s) | **-** | 3.75 |
| Balance with Government Authorities | **61.28** | 43.66 |
| GST Receivable | **114.69** | 82.48 |
| Security deposits with Government Authorities | **22.17** | 17.17 |
| Prepaid expenses | **264.85** | 209.56 |
| Other advances | **139.75** | 359.77 |
| **Total** | **738.76** | **899.20** |
| **Note No. 13: Non Current Assets Classified as Held for Sale** | | |
| Assets held for sale | **112.41** | 7.82 |
| **Total** | **112.41** | **7.82** |
| **Particulars of Assets held for sale** | | |
| Free hold land | **7.82** | 7.82 |
| Plant and machinery | **104.59** | - |
| **Total** | **112.41** | **7.82** |

## Notes on Financial Statements for the Year ended 31st March, 2025

(₹ in Lakhs)

| Particulars | As at 31st March, 2025 | As at 31st March, 2024 |
|---|---|---|
| **Note No. 14 : Share Capital** | | |
| **(a) Authorised** | | |
| **Equity Share Capital** | | |
| 70000000 Equity Shares of ₹10/- each | **7,000.00** | 7,000.00 |
| **Redeemable Preference Share Capital** | | |
| 13500000 Preference Shares of ₹100/- each | **13,500.00** | 13,500.00 |
| **Total (a)** | **20,500.00** | **20,500.00** |
| **(b) Issued, Subscribed and Paid-up Capital** | | |
| 38138120 Equity Shares of ₹ 10/- each fully paid up | **3,813.81** | 3,813.81 |
| **Total (b)** | **3,813.81** | **3,813.81** |

**a) Terms & Conditions of Equity Shares**

1. The Company has one class of Equity shares having a par value of ₹10/- each.
2. Each shareholder is eligible for one vote per shares held.
3. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the Annual General Meeting, except in the case of interim dividend.
4. In the event of liquidation, the Equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion of their shareholding.

**b)** No shares of the company are held by subsdiary company

**c) Shares in the Company held by each shareholders holding more than 5% shares**

| Name of Equity Shareholders | As at 31st March 2025 | | As at 31st March 2024 | |
|---|---|---|---|---|
| | No. of Shares held | Percentage (%) | No. of Shares held | Percentage (%) |
| Uttam Adlakha & Sons Holdings Pvt. Limited | 16301224 | 42.74% | 16301224 | 42.74% |
| Lipi Boilers (P) Limited | 3515000 | 9.22% | 3515000 | 9.22% |
| Uttam Industrial Engineering (P) Limited | 2750000 | 7.21% | 2750000 | 7.21% |
| Raj Kumar Adlakha | 2134610 | 5.60% | 2044610 | 5.36% |

**d)** There are Nil number of shares (Previous Year Nil) reserved for issue under options and contracts/commitments for the sale of shares/disinvestments including the terms and amounts.

**e) For the period of five years immediately preceding the date at which the balance sheet is prepared**

| Particulars | No. of Shares |
|---|---|
| Aggregate number and class of shares allotted as fully paid up pursuant to Contract(s) without payment being received in cash | Nil |
| Aggregate number and class of shares allotted as fully paid up by way of bonus shares | Nil |
| Aggregate number and class of shares bought back | Nil |

**f)** There are no securities (Previous Year nil) convertible into Equity

**g)** The Company's shares are fully paid up.

**h) Reconciliation of No. of Shares Outstanding:**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Equity Shares** | | |
| At the beginning of the year | **38138120** | 38138120 |
| Change during the year | **-** | - |
| At the end of the year | **38138120** | 38138120 |

## Notes on Financial Statements for the Year ended 31st March, 2025

**Note No. : 14 i) Share Capital:**
**Detail of shareholding of Promoters:**
**Shares held by promoters at the end of year as on 31.03.2025**

| Promoters/Promoters group Name | No. of shares as on 31.03.2024 | % of Total Shares | Change during the year | No. of shares as on 31.03.2025 | % of Total Shares | % of Changes |
|---|---|---|---|---|---|---|
| Raj Kumar Adlakha | 2,044,610 | 5.36 | 90,000 | 2,134,610 | 5.60 | 4.40% |
| Ranjan Adlakha | 1,492,550 | 3.91 | - | 1,492,550 | 3.91 | - |
| Rajan Adlakha | 78,088 | 0.20 | - | 78,088 | 0.20 | - |
| Uttam Industrial Engineering Pvt. Ltd. | 2,750,000 | 7.21 | - | 2,750,000 | 7.21 | - |
| Uttam Sucrotech Ltd. | 1,000 | 0.00 | - | 1,000 | 0.00 | - |
| Lipi Boilers Private Limited | 3,515,000 | 9.22 | - | 3,515,000 | 9.22 | - |
| R.K. & Sons (HUF) | 4,104 | 0.01 | - | 4,104 | 0.01 | - |
| Balram Adlakha | 3,100 | 0.01 | - | 3,100 | 0.01 | - |
| Jai Adlakha | 4,200 | 0.01 | - | 4,200 | 0.01 | - |
| Sonia Adlakha | 10 | 0.00 | - | 10 | 0.00 | - |
| Shomna Adlakha | 870,410 | 2.28 | - | 870,410 | 2.28 | - |
| Kumari Shanta | 60,000 | 0.16 | - | 60,000 | 0.16 | - |
| Ranjana Chopra | 203,301 | 0.53 | 172,300 | 375,601 | 0.98 | 84.75% |
| Rajni Babbar | 139,910 | 0.37 | - | 139,910 | 0.37 | - |
| Shubham Sugars Limited | 145,240 | 0.38 | - | 145,240 | 0.38 | - |
| Sunayna Sunna Adlakha | 114,856 | 0.30 | - | 114,856 | 0.30 | - |
| Uttam Adlakha & Sons Holdings Private Limited | 16,301,224 | 42.74 | - | 16,301,224 | 42.74 | - |
| New Castle Finance & Leasing Pvt. Ltd. | 380,650 | 1.00 | - | 380,650 | 1.00 | - |
| **Total** | **28,108,253** | **73.70** | **262,300** | **28,370,553** | **74.38** | |

**Shares held by promoters at the end of year as on 31.03.2024**

| Promoters/Promoters group Name | No. of shares as on 31.03.2023 | % of Total Shares | Change during the year | No. of shares as on 31.03.2024 | % of Total Shares | % of Changes |
|---|---|---|---|---|---|---|
| Raj Kumar Adlakha | 1,624,610 | 4.26 | 420,000 | 2,044,610 | 5.36 | 25.85% |
| Ranjan Adlakha | 1,492,550 | 3.91 | - | 1,492,550 | 3.91 | - |
| Rajan Adlakha | 78,088 | 0.20 | - | 78,088 | 0.20 | - |
| Uttam Industrial Engineering Pvt. Ltd. | 2,750,000 | 7.21 | - | 2,750,000 | 7.21 | - |
| Uttam Sucrotech Ltd. | 1,000 | 0.00 | - | 1,000 | 0.00 | - |
| Lipi Boilers Private Limited | 3,515,000 | 9.22 | - | 3,515,000 | 9.22 | - |
| R.K. & Sons (HUF) | 4,104 | 0.01 | - | 4,104 | 0.01 | - |
| Balram Adlakha | 3,100 | 0.01 | - | 3,100 | 0.01 | - |
| Jai Adlakha | 4,200 | 0.01 | - | 4,200 | 0.01 | - |
| Sonia Adlakha | 10 | 0.00 | - | 10 | 0.00 | - |
| Shomna Adlakha | 870,410 | 2.28 | - | 870,410 | 2.28 | - |
| Kumari Shanta | 60,000 | 0.16 | - | 60,000 | 0.16 | - |
| Ranjana Chopra | 373,301 | 0.98 | (170000) | 203,301 | 0.53 | -45.54% |
| Rajni Babbar | 139,910 | 0.37 | - | 139,910 | 0.37 | - |
| Shubham Sugars Limited | 70,240 | 0.18 | 75,000 | 145,240 | 0.38 | 106.78% |
| Sunayna Sunna Adlakha | 114,856 | 0.30 | - | 114,856 | 0.30 | - |
| Uttam Adlakha & Sons Holdings Private Limited | 16,301,224 | 42.74 | - | 16,301,224 | 42.74 | - |
| New Castle Finance & Leasing Pvt. Ltd. | 380,650 | 1.00 | - | 380,650 | 1.00 | - |
| **Total** | **27,783,253** | **72.85** | **325,000** | **28,108,253** | **73.70** | |

## Notes on Financial Statements for the Year ended 31st March, 2025

(₹ in Lakhs)

| Particulars | As at 31st March, 2025 | As at 31st March, 2024 |
|---|---|---|
| **Note No. 15 : Other Equity** | | |
| **(a) Equity Component of Compound Financial Instruments** | | |
| As per last Balance Sheet | **417.43** | 789.44 |
| Less: Annual Impact of Ind AS amortization of preference shares | **160.62** | 187.74 |
| Less: Impact of redemption of Preference Shares out of opening balance | **85.85** | 184.27 |
| | **170.96** | **417.43** |
| **(b) Security Premium Reserve** | | |
| As per last balance sheet | **15,252.82** | 15,252.82 |
| **(c) Capital Redemption Reserve** | | |
| Balance as per Last Balance Sheet | **5,964.98** | 5,484.55 |
| Add: Amount transferred during the year | **262.43** | 480.43 |
| | **6,227.41** | **5,964.98** |
| **(d) Retained Earnings** | | |
| Balance as per Last Balance Sheet | **44,156.21** | **32,301.73** |
| Less: Transfer to Capital Redemption Reserve on redemption during the year of | | |
| (i) 58700 (P.Y.213850) 6.50% Non-Cumulative Redemable Preference Shares | **58.70** | 213.85 |
| (ii) 203725 (P.Y.266575) 10% Non-Cumulative Redemable Preference Shares | **203.73** | 266.58 |
| Add : Annual Impact of IND As amortization of preference shares | **160.62** | 187.74 |
| Less : Impact of Deferred Tax on Land Revaluation reserve | **220.00** | - |
| Add : Profit for the Year | **9,123.41** | 13,220.91 |
| Add/Less : Other comprehensive income/(loss) for the year | **(82.25)** | (79.85) |
| Less: Equity Dividend | **953.45** | 953.45 |
| Less: Preference Dividend | **15.02** | 40.44 |
| | **51,907.09** | **44,156.21** |
| **Total (a+b+c+d)** | **73,558.28** | **65,791.44** |

**Footnotes:-**

(i) Equity component of compound financial instruments has been created at the time of adoption of Ind-AS on the outstanding balance of the redeemable preference shares with the Company. It shall be utilised in the manner prescribed under Ind-AS.

(ii) Securities premium represented the amount received in excess of face value of shares on issue and will be utilised in accordance with the provisions of the Act.

(iii) Capital redemption reserve is created consequent to redemption of preference shares. This reserve shall be utilised in accordance with the provisions of the Act.

(iv) Retained earnings represents the undistributed profit / amount of accumulated earnings of the company.

(v) Other Comprehensive Income represents the balance in equity relating to re-measurement gain/(loss ) of defined benefit obligation.

## Notes on Financial Statements for the Year ended 31st March, 2025

(₹ in Lakhs)

| Particulars | As at 31st March, 2025 | As at 31st March, 2024 |
|---|---|---|
| **Note No. 16 : Borrowings** | | |
| **(i) Non-current** | | |
| **Carried at amortized Cost** | | |
| **(A) Secured Loan** | | |
| **Term Loans - from Banks** | **4,539.00** | **6,449.51** |
| Zila Sahkari Bank Ltd., Ghaziabad | **2,519.79** | 3,367.58 |
| Punjab National Bank | **2,019.21** | 3,081.93 |
| **Vehicle Loans** | **73.42** | **166.17** |
| From Banks | **73.42** | 166.17 |
| **(B) Unsecured Loans** | | |
| Loan from related party (refer note no.34 s) | - | 27.31 |
| **Total (i)** | **4,612.42** | **6,642.99** |
| **(ii) Current** | | |
| **Secured Loans** | | |
| **(A) Loan repayable on demand** | | |
| **Cash Credit / Working Capital Demand Loan from Banks** | | |
| Punjab National Bank | **21,922.62** | 19,637.35 |
| State Bank of India | **5,093.13** | 11,591.16 |
| Uttarakhand State Co-Op. Bank Limited | **2,619.26** | 2,398.09 |
| Zila Sahkari Bank Limited, Ghaziabad | **11,069.29** | 7,072.76 |
| Axis Bank Limited | **9,937.84** | 8,701.16 |
| Induslnd Bank Limited | **4,076.91** | 6,270.57 |
| District Co-Operative Bank Limited, Muzaffarnagar | **10,526.57** | 9,886.08 |
| Yes Bank Limited | **5,000.00** | - |
| **Total (ii-A)** | **70,245.62** | **65,557.17** |
| **Carried at amortized Cost** | | |
| **(B) Current maturities of long term debt** | | |
| **Secured Loans** | | |
| **Term Loans - from Banks** | **1,825.31** | **3,046.41** |
| Zila Sahkari Bank Ltd., Ghaziabad | **775.31** | 889.27 |
| Uttarakhand State Co-Op. Bank Limited | - | 1,107.14 |
| Punjab National Bank | **1,050.00** | 1,050.00 |
| **Vehicle Loans** | **128.49** | 169.22 |
| From Banks | **128.49** | 163.63 |
| From Non banking finance Company | - | 5.59 |
| **Unsecured Loan** | **683.99** | 656.68 |
| Soft Loan from Uttarakhand State Government | **656.68** | 656.68 |
| Loan from related party (refer note no.34 s) | **27.31** | - |
| **Total (ii-B)** | **2,637.79** | **3,872.31** |
| **Total (ii A + ii B)** | **72,883.41** | **69,429.48** |
| **Total (i+ii)** | **77,495.83** | **76,072.47** |

## Notes on Financial Statements for the Year ended 31st March, 2025

### I) Terms & Conditions of Secured Loans

**1. Punjab National Bank**

**Term Loan**

a) Secured by first pari-passu charge by way of mortgage of factory land and building of the company at Libberheri, Barkatpur, Khaikheri and Shermau.

b) Secured by first pari passu charge by way of Hypothecation of other fixed assets (inclusive of all movables, plant and machinery) both present and future of the borrower (excluding specific charge) shared with other term Lender/soft loan lenders on pari-passu basis.

c) Third Charge on current assets of the company (except stock pledged) both present and future.

d) Guaranteed by Managing Director of the company and corporate guarantee of Uttam Adlakha & Sons Holdings Private Limited.

**Cash Credit Limit**

a) Secured by way of pledge of stocks of sugar at Libberheri, Shermau, Barkatpur and Khaikheri units of the company.

b) Sub limit of ₹50 crores is secured by first pari passu charge by way of Hypothecation on stock of Molasses present and future at all units of the company i.e. Libberheri, Shermau, Barkatpur and Khaikheri.

c) Guaranteed by Managing Director of the company and corporate guarantee of Uttam Adlakha & Sons Holdings Private Limited.

d) By way of third pari passu charge on immovable assets of the Company (Secured / to be secured).

**Non-Fund Based**

a) Secured by way of first pari passu charges by hypothecation of stocks of raw materials, sugar, molasses, other stores and spares and book debts/receivables and other current assets of the Company both present and future and third pari passu charge on movable and immovable assets of the Company.

b) Guaranteed by Managing Director of the company and corporate guarantee of Uttam Adlakha & Sons Holdings Private Limited.

**2. State Bank of India**

**Working Capital Demand Loan/RDL**

a) Secured by exclusive Charge by way of pledge of stocks kept under commodity backed by warehouse receipt finance scheme of SBI.

b) Guaranteed by Managing Director of the company and Corporate Guarantee of Uttam Adlakha and Sons Holdings Pvt. Limited.

**3. Zila Sahkari Bank Limited Ghaziabad**

**Term Loan**

a) Secured by way of exclusive first charge on fixed assets of the company financed by the Bank.

b) Secured by first charge on all other fixed assets situated at Barkatpur Unit of the company on pari-passu basis and also guaranteed by Managing Director of the company.

**Cash Credit Facility**

**For Khaikheri Unit**

a) Secured by way of pledge of sugar stocks of Khaikheri Unit of the company.

b) Secured by way of residual charge on immovable and movable assets of the Khaikheri unit of the company.

**For Shermau Unit**

a) Secured by way of pledge of sugar stocks of Shermau Unit of the company.

b) Secured by way of residual charge on immovable and movable assets of the Shermau unit of the company.

**4. Cash Credit facility from District Co-operative Bank Ltd. Muzzafarnagar**

a) Secured by way of pledge of sugar stocks of Khaikheri Unit of the company.

b) Secured by way of residual charge on immovable and movable assets of the Khaikheri unit of the company.

## Notes on Financial Statements for the Year ended 31st March, 2025

**5. Cash Credit facility from Uttarakhand State Co-Operative Bank Limited**

a) Secured by way of pledge of sugar stocks of Libberheri Unit of the company.

b) Secured by way of residual charge on immovable and movable assets of the Libberheri unit of the Company.

c) Cash Credit (Hypothecation) facility is secured by way of Hypothecation of Molasses stock of Libberheri unit and residual charge on immovable and movable assets of the Libberheri unit of the Company.

**6. IndusInd Bank Limited**

a) Secured by way of exclusive charge of pledge of stocks as per the warehouse receipt.

b) Guaranteed by corporate guarantee of Uttam Adlakha & Sons Holdings Private Limited.

**7. Cash Credit facility from Axis Bank Limited**

Cash Credit facility from Axis Bank Limited is secured by Pledge of Warehouse Receipts and Storage Receipts.

**8. Cash Credit facility from Yes Bank Limited**

a) Secured by way of first Pari Passu Charge of Hypothecation on Current Assets (excluding inventory exclusively pledged/charge to other lender) both present and future.

b) Secured by way of subservient charge of Hypothecation on Movable Fixed Assets both present and future.

**9. Terms & Condition of Unsecured Loan from Uttarakhand State Government**

Financial Assistance from Uttarakhand State Government amounting to ₹656.68 lakhs and interest accrued & due thereon of ₹503.63 lakhs was repayable in three years in quarterly installments w.e.f. January 2008 however the same continues to be unpaid. (Refer Note No.37 c)

**10. Vehicle loans**

Vehicle loans from Banks are secured by way of hypothecation of vehicle financed by them.

## Notes on Financial Statements for the Year ended 31st March, 2025

### Maturity Profile as on 31st March, 2025

(₹ in Lakhs)

| Name of Bank | ROI | Long Term Loans | | | | | | Total |
|---|---|---|---|---|---|---|---|---|
| | | 2026-27 | | 2027-28 | | 2028-29 | | |
| | | No of Inst. | ₹ in Lakhs | No of Inst. | ₹ in Lakhs | No of Inst. | ₹ in Lakhs | |
| Punjab National Bank | 9.35% | 4 | 1,050.00 | 4 | 969.21 | | - | 2,019.21 |
| | | | | | | | | |
| Zila Sahkari Bank Limited Ghaziabad | 9.00% | 12 | 862.92 | * 12 | 958.75 | * 9 | 698.12 | * 2,519.79 |
| | | | | | | | | |
| Punjab National Bank | 8.30% | 7 | 6.81 | | | | | 6.81 |
| Punjab National Bank | 8.30% | 12 | 7.60 | | | | | 7.60 |
| Punjab National Bank | 8.30% | 11 | 9.33 | | | | | 9.33 |
| Punjab National Bank | 8.30% | 12 | 9.03 | 6 | 3.09 | | | 12.12 |
| | | | | | | | | |
| HDFC Bank Ltd. | 8.86% | 12 | 17.17 | 12 | 18.75 | 1 | 1.64 | 37.56 |
| **Total** | | | **1,962.86** | | **1,949.80** | | **699.76** | **4612.42** |

*including ₹436.32 Lakhs on account of effective rate of interest adjustment.





## Notes on Financial Statements for the Year ended 31st March, 2025

(₹ in Lakhs)

| Particulars | As at 31st March, 2025 | As at 31st March, 2024 |
|---|---|---|
| **Note No. 17 : Other Financial Liabilities** | | |
| **(i) Non-current** | | |
| Reclassification of Preference shares capital as financial liabilities | - | 1,820.33 |
| **Following preference shares redeemed during the year** | | |
| 58700 (P.Y.213850) 6.50% Non-Cumulative Redeemable Preference Shares | - | - |
| 203725 (P.Y.266575) 10% Non-Cumulative Redeemable Preference Shares | - | - |
| **Outstanding of preference shares at the end of the year are as under:-** | | |
| NIL (P.Y.162300) 6.50% Non-Cumulative Redeemable Preference Shares | - | - |
| NIL (P.Y.1037725) 10% Non-Cumulative Redeemable Preference Shares | - | - |
| **Total (i)** | - | 1,820.33 |
| **(ii) Current** | | |
| Reclassification of Preference shares capital as financial liabilities | **1,600.65** | - |
| **Outstanding of preference shares at the end of the year are as under:-** | | |
| 103600 (P.Y. NIL) 6.50% Non-Cumulative Redeemable Preference Shares | | |
| 834000 (P.Y. NIL) 10% Non-Cumulative Redeemable Preference Shares | | |
| Interest accrued but not due on borrowings | **29.68** | 26.98 |
| Interest accrued and due on State Govt. loan | **503.63** | 503.63 |
| Security deposits | **491.61** | 688.11 |
| Due to directors | **13.66** | 53.80 |
| Unpaid Dividend | **12.12** | 10.02 |
| Other Liabilities | **137.99** | 291.30 |
| **Total (ii)** | **2,789.34** | **1,573.84** |
| **Total (i + ii)** | **2,789.34** | **3,394.17** |

**(A) Terms & conditions of Preference Shares capital reclassified due to adoption of Ind AS as financial Liabilities, is as under:-**

**Series-1 6.50% Non-Cumulative Redeemable Preference Shares**

1. Rate of dividend on these Preference shares is 6.50%.
2. The Preference shares are Non-Cumulative with reference to the dividend.
3. The Preference shares shall be redeemed on the call of the Company on or before 31st March, 2026.
4. The Preference shareholders will have no voting rights except as provided in the Companies Act, 2013.

**Series-2 10.00% Non-Cumulative Redeemable Preference Shares**

1. Rate of dividend on these Preference shares is 10.00%.
2. The Preference shares are Non-Cumulative with reference to the dividend.
3. The Preference shares shall be redeemed on the call of the Company on or before 31st March, 2026
4. The Preference shareholders will have no voting rights except as provided in the Companies Act, 2013.

**(B)** Financial Assistance from Uttarakhand State Government amounting to ₹656.68 lakhs and interest accrued & due thereon of ₹503.63 lakhs was repayable in three years in quarterly installments w.e.f. January 2008 however the same continues to be unpaid. An application for waiver off such loan is pending with the Government of Uttarakhand. (refer note no.37 c)

The company during the year based on management assessment has not accounted for interest amounting to ₹26.26 Lacs on unsecured loan received from the State Government of Uttarakhand, in view that no demand has been made by the State Government since January 2008 and the application in respect of waiver of outstanding loan and interest thereon is pending with the appropriate authority, it has been decided by the management not to provide further interest till the final outcome.

**(C)** There is no dues and outstanding to be created to Investors' Education and Protection Fund as on Balance Sheet date.

## Notes on Financial Statements for the Year ended 31st March, 2025

(₹ in Lakhs)

| Particulars | As at 31st March, 2025 | As at 31st March, 2024 |
|---|---|---|
| **Note No. 18 : Deferred Revenue (including Government grant)** | | |
| **Opening Balance** | **878.06** | 969.64 |
| Add: Received during the year | **-** | 561.88 |
| Less: released to statement of profit and loss | **283.08** | 653.46 |
| **Closing Balance** | **594.98** | **878.06** |
| **Current** | **158.66** | 283.08 |
| **Non-Current** | **436.32** | 594.98 |
| **Note No. 19 : Provisions** | | |
| **(i) Non-current** | | |
| Provision for employee benefits | **2,383.76** | 2,056.94 |
| **(ii) Current** | | |
| Provision for employee benefits | **406.38** | 278.65 |
| **Total** | **2,790.14** | **2,335.59** |

| Particulars | As At 01.04.2024 | Recognised in Profit & Loss Account | Charge from Opening Retained Earning | Recognised in / reclassified from other comprehen-sive income | As At 31.03.2025 |
|---|---|---|---|---|---|
| **Note No. 20 : Deferred Tax Liabilities (net)** | | | | | |
| **Deferred tax liability** | | | | | |
| Difference between book & tax depreciation | 8,759.11 | 690.95 | - | - | **9,450.06** |
| Land revaluation reserve | 960.00 | - | 220.00 | - | **1,180.00** |
| Right to use assets | 18.65 | (7.46) | - | - | **11.19** |
| **Total** | **9,737.76** | **683.49** | **220.00** | **-** | **10,641.25** |
| **Deferred tax assets** | | | | | |
| Leasehold Liabilities | 19.16 | (7.02) | - | - | **12.14** |
| Expenses allowed u/s 43-B on paid basis | 618.36 | 109.79 | - | 27.66 | **755.81** |
| Unabsorbed capital losses | 350.80 | - | - | - | **350.80** |
| **Total** | **988.33** | **102.77** | **-** | **27.66** | **1,118.75** |
| **Deferred tax liabilities (Net) Total** | **8,749.43** | **580.72** | **220.00** | **27.66** | **9,522.50** |
| **Previous Year** | **8,260.76** | **515.52** | **-** | **26.65** | **8,749.43** |

## Notes on Financial Statements for the Year ended 31st March, 2025

**Note No. 21 : Trade Payables**

(₹ in Lakhs)

**Trade Payable Ageing schedule outstanding as on 31.03.2025**

| Particulars | Outstanding for following periods from due date of payment | | | | Total |
|---|---|---|---|---|---|
| | Less than 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | |
| (I) Total Outstanding dues of Micro and Small Enterprises | 682.27 | - | - | - | **682.27** |
| (II) Total Outstanding dues of other than Micro and Small Enterprises | 28,045.48 | 2.97 | 2.63 | 1,318.62 | **29,369.70** |
| (III) Disputed dues - MSME | - | - | - | - | **-** |
| (III) Disputed dues - Others | - | - | - | - | **-** |
| **Total** | **28,727.75** | **2.97** | **2.63** | **1,318.62** | **30,051.97** |

**Trade Payable Ageing schedule outstanding as on 31.03.2024**

| Particulars | Outstanding for following periods from due date of payment | | | | Total |
|---|---|---|---|---|---|
| | Less than 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | |
| (I) Total Outstanding dues of Micro and Small Enterprises | 408.05 | - | - | - | **408.05** |
| (II) Total Outstanding dues of other than Micro and Small Enterprises | 14,076.84 | 8.45 | 6.21 | 1,588.71 | **15,680.21** |
| (III) Disputed dues - MSME | - | - | - | - | **-** |
| (III) Disputed dues - Others | - | - | - | - | **-** |
| **Total** | **14,484.89** | **8.45** | **6.21** | **1,588.71** | **16,088.26** |

## Notes on Financial Statements for the Year ended 31st March, 2025

(₹ in Lakhs)

| Particulars | As at 31st March, 2025 | As at 31st March, 2024 |
|---|---|---|
| **Note No. 22 : Other Current liabilities** | | |
| **Other Payables** | | |
| Statutory liabilities | **968.01** | 648.65 |
| Advance from customers | **368.72** | 261.22 |
| Other liabilities | **399.12** | 380.33 |
| **Total** | **1,735.85** | **1,290.20** |
| **Note No. 23 : Contingent liabilities** | | |
| **(i) Claims against the Company not acknowledged as debts** | | |
| a) Excise duty/service tax/GST | **35.17** | 23.98 |
| b) Interest on Financial Assistance (Soft Loan) from Uttrakhand State Govt. not provided for the year (refer note no. 37 c) | **26.26** | - |
| c) Income Tax | **28.87** | 28.87 |
| d) Cane Purchase Tax | **207.45** | 207.45 |
| e) Administration Charges on Molasses | **216.11** | 147.17 |
| f) In respect of pending court cases by/against ex-employees amount not ascertainable at this stage | - | - |
| g) In respect of pending court cases filed u/s 122B U.P.Z.A Act by Gaon Sabha at Khaikheri unit of the Company, amount presently not ascertainable | - | - |
| **Note:-** The amounts shown above represents the best possible estimates arrived at on the basis of available information. The uncertainties and possible reimbursements are dependent on the outcome of the different legal processes which have been invoked by the Company or the claimants as the case may be and therefore can not be predicted accurately or relate to a present obligations that arise from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimates can not be made. Company engages reputed professional advisors to protect its interests and has been advised that it has strong legal positions against such disputes. | | |
| **(ii) Guarantees excluding financial liabilities** | | |
| Bank guarantees issued | **1,087.46** | 1,813.89 |
| | **1,601.32** | **2,221.36** |
| **Note No. 24 : Capital Commitments** | | |
| Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of Advances) | **235.52** | 340.57 |
| **Total** | **235.52** | **340.57** |

## Notes on Financial Statements for the Year ended 31st March, 2025

(₹ in Lakhs)

| Particulars | Year Ended 31st March, 2025 | Year Ended 31st March, 2024 |
|---|---|---|
| **Note No. 25 : Revenue from Operations** | | |
| (a) Sale of products | **177,663.33** | 203,746.76 |
| (b) Other operating revenues | **1,677.64** | 949.89 |
| **Gross Sales** | **179,340.97** | **204,696.65** |
| **Particulars of Sale of Products** | | |
| Sugar | **131,093.95** | 156,408.10 |
| Molasses | **205.55** | 249.05 |
| Bagasse | **2,418.94** | 2,319.73 |
| Power | **4,635.78** | 5,862.03 |
| Distillery | **39,274.93** | 38,897.72 |
| Others | **34.18** | 10.13 |
| **Total** | **177,663.33** | **203,746.76** |
| **Particulars of other operating revenues** | | |
| Sale of Pesticides, Cane Seed etc. | **860.74** | 587.57 |
| Income from sale of Export Quota | **584.00** | - |
| Others | **232.90** | 362.32 |
| | **1,677.64** | **949.89** |
| **Note No. 26 : Other Income** | | |
| (a) Interest on fixed deposits & others | **50.43** | 30.49 |
| (b) Interest income based on effective interest rate | **283.08** | 653.46 |
| (c) Profit on sale of assets | **4.38** | 5.49 |
| (d) Miscellaneous income | **372.83** | 165.91 |
| **Total** | **710.72** | **855.35** |
| **Note No. 27 : Cost of Raw Materials Consumed** | | |
| Opening Stocks | **677.71** | 206.28 |
| Purchases | **150,263.67** | 157,480.32 |
| | **150,941.38** | **157,686.60** |
| Less : Closing Stocks | **366.23** | 677.71 |
| **Material Consumed** | **150,575.15** | **157,008.89** |
| **Note No. 28 : Changes in Inventories of Finished Goods, By-Products, Work-In-Progress and Stock in Trade** | | |
| **Opening Stocks** | | |
| Finished goods | **81,678.60** | 68,270.44 |
| Goods in Transit | **558.18** | 408.25 |
| Work-in-progress | **1,407.58** | 1,517.03 |
| By-products | **6,674.06** | 12,562.36 |
| Stock in Trade | **0.53** | 1.79 |
| **Total** | **90,318.95** | **82,759.87** |
| **Closing Stocks** | | |
| Finished goods | **91,613.47** | 81,678.60 |
| Goods in Transit | **878.76** | 558.18 |
| Work-in-progress | **1,556.88** | 1,407.58 |
| By-products | **16,497.42** | 6,674.06 |
| Stock in Trade | **1.46** | 0.53 |
| **Total** | **110,547.99** | **90,318.95** |
| **(Increase) in Stocks** | **(20,229.04)** | (7,559.08) |

## Notes on Financial Statements for the Year ended 31st March, 2025

(₹ in Lakhs)

| Particulars | Year Ended 31st March, 2025 | Year Ended 31st March, 2024 |
|---|---|---|
| **Note No. 29 : Employee Benefits Expenses** | | |
| Salaries and wages | 10,559.62 | 10,210.22 |
| Contribution to provident and other funds | 261.49 | 255.82 |
| Staff welfare expenses | 309.13 | 332.61 |
| **Total** | 11,130.24 | 10,798.65 |
| **Note No. 30 : Finance Costs** | | |
| Interest expenses based on effective interest rate | 532.57 | 939.73 |
| Interest expenses | 4,593.81 | 4,413.03 |
| Other borrowing cost | 262.03 | 220.65 |
| **Total** | 5,388.41 | 5,573.41 |
| **Note No. 31 : Other Expenses** | | |
| **(A) Manufacturing Expenses** | | |
| Packing Materials Consumed | 2,865.59 | 3,096.61 |
| Consumption of stores, spares | 2,038.87 | 2,169.82 |
| Power and Fuel | 493.38 | 703.99 |
| Other Manufacturing Expenses | 1,153.07 | 1,213.56 |
| **Repairs to :** | | |
| Plant and Machinery | 3,612.83 | 4,204.69 |
| Buildings | 114.72 | 132.93 |
| Others | 112.15 | 138.54 |
| **Total (A)** | 10,390.61 | 11,660.14 |
| **(B) Administrative and Other Expenses** | | |
| Rent | 51.39 | 50.78 |
| Rates and taxes | 802.71 | 613.97 |
| Printing and stationery | 37.41 | 41.81 |
| Postage, courier and telephones | 44.58 | 48.90 |
| Travelling and Conveyance | 275.31 | 284.93 |
| Fees and subscription | 184.32 | 207.94 |
| Legal and professional charges | 389.21 | 384.72 |
| Auditors' remuneration | 24.72 | 27.81 |
| Vehicle running and maintenance | 296.68 | 331.49 |
| Insurance | 237.04 | 223.76 |
| Cane development expenses | 1,003.39 | 660.64 |
| Contribution to Political Party | - | 150.00 |
| Charity & donation | 1.67 | 0.88 |
| Loss on sale/damage of fixed assets | - | 1.65 |
| Corporate social responsibility expenses (refer note no. 34 u) | 394.13 | 316.11 |
| Environment Expenses | 38.21 | 10.20 |
| Office & Other administration expenses | 101.48 | 58.23 |
| **Total (B)** | 3,882.25 | 3,413.82 |



## Notes on Financial Statements for the Year ended 31st March, 2025

(₹ in Lakhs)

| Particulars | Year Ended 31st March, 2025 | Year Ended 31st March, 2024 |
|---|---|---|
| **(C) Selling & Distribution Expenses** | | |
| Business promotion | 5.19 | 4.56 |
| Sugar Handling expenses | 206.90 | 238.46 |
| Commission on sales | 421.60 | 474.06 |
| Freight outward | 1,186.31 | 1,873.93 |
| Other selling expenses | 129.46 | 147.02 |
| Compensation paid | 112.40 | 50.17 |
| **Total (C)** | 2,061.86 | 2,788.20 |
| **Total (A+B+C)** | 16,334.72 | 17,862.16 |
| **Note No. 32 : Tax expense** | | |
| Current tax | 2,700.00 | 4,123.15 |
| Deferred tax | 580.72 | 515.52 |
| Income tax for earlier year | (20.70) | 22.25 |
| **Total** | 3,260.02 | 4,660.92 |
| **Reconciliation of tax expenses** | | |
| Profit before tax | 12,383.43 | 17,881.83 |
| Applicable tax rate @ 25.168% | 3,116.66 | 4,500.50 |
| **Computed tax expenses** | 3,116.66 | 4,500.50 |
| **Adjustments for :** | | |
| Effect of tax expenses not allowed for tax purpose | 99.47 | 109.63 |
| Effect of tax on loss/profit on sale of fixed assets | (1.10) | (0.97) |
| Effect on assessable income difference of earlier year | (24.76) | (0.41) |
| Effect of Income tax for earlier year | (20.70) | 22.25 |
| Effect of deferred tax on comprehensive income and term loan expenses | 27.66 | 26.85 |
| Effect of deferred tax liabilities on land revaluation reserve due to indexation | - | (70.00) |
| Effect of tax on Ind AS adjustments | 62.79 | 73.07 |
| **Net adjustments** | 143.36 | 160.42 |
| **Tax expenses** | 3,260.02 | 4,660.92 |
| **Note No. 33 : Other comprehensive (loss)/ income** | | |
| **Items that will not be reclassified to (loss) / profit** | | |
| Re-measurements of defined benefit plans | (109.91) | (106.70) |
| Less: Income tax relating to items that will not be reclassified to profit or loss | 27.66 | 26.85 |
| **Total** | (82.25) | (79.85) |

## Notes on Financial Statements for the Year ended 31st March, 2025

### Note No. 34 on Financial Statements for the year ended 31st March, 2025

a. Based upon the information received from vendors regarding their status under the "Micro, Small and Medium Enterprises Development Act, 2006", (MSMED Act) the relevant Information is provided below: **(₹ in Lakhs)**

| Particulars | Current Year | Previous Year |
|---|---|---|
| (a) Principal amount and interest due thereon remaining unpaid to any supplier at the end of accounting year | | |
| i) Principal amount | **682.27** | 408.05 |
| ii) Interest due on above | **-** | - |
| (b) the amount of interest paid by the company under MSMED Act along with the amounts of payment made to the supplier beyond the appointed day during the accounting year | **-** | - |
| (c) the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act. | **-** | - |
| d) the amount of interest accrued and remaining unpaid at the end of accounting year | **27.63** | 27.63 |
| e) the amount of further interest remaining due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to small enterprises for the purpose of disallowance as a deductible expenditure under section 23 of this Act. | **-** | - |

b. All the Current assets, loans and advances, in the opinion of the Board, have a value on realization which in the ordinary course of business shall at least be equal to the amount at which it is stated in the balance sheet.

c. The Company has made an investment of the requisite amount for setting up new projects in the State of Uttar Pradesh in accordance with the UP Sugar Industry Promotion Policy, 2004 and has accordingly filed application for eligibility under the above policy. However, the State Government has later on terminated the Policy with effect from June 4, 2007. The Company had filed writ petition before Hon'ble Allahabad high court (Lucknow Bench) for enforcement of the scheme and settlement of incentive claims.

The writ petitions were allowed vide common Judgment dated 12.02.2019 of Hon'ble Allahabad High court (Lucknow Bench) that the petitioners are entitled for consideration of all the benefits in the form of exemptions/ remission/ reimbursements as per the Sugar Industry Promotion Policy – 2004 and various notifications issued thereunder from time to time for the entire period of the validity of the Policy. As per Hon'ble court, Since the matter has become quite old it will be appropriate that the cases may be examined and benefits may be given within a maximum period of two months from the date of order.

The State Government has challenged the order of the Hon'ble Allahabad High court (Lucknow Bench) in Supreme Court where their petition has been admitted, and now the matter is pending with Supreme Court.

However, The Company have submitted the claim on 4th September 2020 with Cane Commissioner of Uttar Pradesh (Appropriate Authority) for an amount of ₹3847 lakhs as Capital Subsidy and for remission / exemption / reimbursement of taxes, duties and other charges aggregating of ₹ 5489 lakhs. The claim will be accounted for as and when it will be approved by the appropriate authority.

d. Investment Promotion and Facilitation Agency of Government of Uttar Pradesh (INVEST U.P.) had issued letter of comfort on 12.01.2020 for grant facilities / relief under Industrial Investment and Employment Promotion policy-2017 (IIEPP-2017) and in accordance to which Company has accounted for and submitted claim of ₹ 108.75 lakhs on 19.02.2021 with PICUP which includes interest subsidy of ₹ 92.69 lakhs and ₹ 16.06 lakhs for GST/VAT refund. The matter is under process with INVEST U.P. for final disposal.

e. The Company has expanded capacity from 150 KLPD to 250 KLPD at plant situated at Village Barakatpur. Letter of comfort has been issued on 29.10.2024 under Industrial Investment and Employment Promotion policy-2022 (IIEPP-2022). Application of claim for capital subsidy of ₹ 500 lakhs filed on 18.02.2025, amount will be received in 10 years in equal instalments. Since the matter is under process with INVEST U.P. for final disposal, therefore subsidy is not accounted for in books of accounts.

f. The Company is eligible for sugar export quota for 12815 MT as letter no. 1 (1) /2025-SP dated 20.01.2025 received from, Government of India Ministry of Consumer affairs, Food & Public Distribution, Department of Food & Public Distribution. Out of above company entered in agreement to swap the quota 11000 MT with domestic quota for ₹584 lakhs, which has been included in note no. 25 i.e. Other operating income and the company is under obligation to export the remaining 1815 MT by 30.09.2025.

g. The Company has entered into an agreement on 27th February, 2024 viz. Share Subscription Cum Transfer Agreement (SSTA) as amended vide supplementary Agreement dated 14th February, 2025 with Uttamenergy Limited (UEL) and Uttam Distilleries Ltd. (UDL). As per the SSTA the Company will acquire majority stake through two-tranche first by way of subscription of its Equity Shares and second by way of transfer of share presently held by UEL which will be acquired either by USML or its promoter/Associate company. Accordingly, company up to 31.03.2025 had completed first tranche by way of subscription ₹ 2908 Lakhs in equity shares of UDL and Consequently, Company has become the holding company of UDL effective from 30th July, 2024.

The investment and acquisition process (i.e., the second tranche) will be completed on or before 31.10.2025.

Uttam Distilleries Ltd. (UDL) has set up a 40 KLPD Ethanol / ENA distillery plant based on all types Grains in Bahadrabad, Roorkee Distt. Haridwar, under Interest Subvention scheme, a flagship program of the Govt. of India and this acquisition will give business synergy to our company as it's already in the business of Ethanol / ENA production.

h. The code on Social security, 2020 (code) relating to employee benefits during employment and post-employment benefits received Presidential Assent in September, 2020. The code has been published in the Gazette of India. The code would impact the contributions by the Company towards provident fund and Gratuity. However, the date on which code will come into effect has not been notified. The Company will complete its evaluation and will give appropriate impact in the financial statements in the period in which, the code becomes effective and the related rules to determine the financial impact are published.

i. Regulatory fee @ ₹20 per quintal of molasses sales / inter-unit transfers imposed by the State Government of Uttar Pradesh w.e.f. 24th December, 2021 has been accounted for under protest as the company has challenged the same and the matter is pending with Hon'ble Allahabad High Court.

j. Uttar Pradesh Electricity Regulatory Commission vide notification dated 25th July, 2019 reduced the power purchase rates of bagasse-based power plants w.e.f. 1st April, 2019 and revenue in this respect has accordingly been recognized at such reduced rates. The Uttar Pradesh Cogen Association has filed a writ petition, challenging the reduction in power rates before Hon'ble High Court at Allahabad which has been admitted.

k. a. The Board of Directors has proposed a dividend on 6.50% Redeemable Preference shares and on 10% Redeemable Preference shares and ₹2.50 per equity share of ₹10/- each, for the year ended 31st March, 2025, which are subject to approval of Shareholders at the ensuing Annual General Meeting of the Company.

b. During the year the Board of Directors has distributed a dividend for the year ended 31.03.2024 on 6.50% Redeemable Preference shares and on 10% Redeemable Preference shares aggregating of ₹108.27 Lakhs (Previous year ₹154.88 lakhs) and ₹2.50/- (Previous year ₹2.50/-) per equity share of ₹10/- each of ₹953.45 lakhs (Previous Year ₹953.45 Lakhs), after approval of Shareholders at the Annual General Meeting of the Company. Total cash outflow is ₹1059.62 lakhs (Previous Year ₹1103.16 Lakhs). Unpaid dividend as on date of Balance Sheet is ₹12.12 lakhs (Previous year ₹10.02 lakhs). (Refer Note No. 10 & 17)

l. **Lease**

a. The Company's lease assets primarily consist of office space having the lease terms. The Company also has certain leases of with lease terms of 12 months or less. Such lease applies the 'short term lease' recognition exemptions for those leases.

b. Following is carrying value of right of use assets and the movement there of **(₹ in Lakhs)**

| Particulars | Current year | Previous year |
|---|---|---|
| Opening Balance | **74.10** | 10.36 |
| Additions during the year | **-** | 88.93 |
| Deletion during the year | - | - |
| Depreciation of Right-of-use assets (Refer note no.3) | **29.64** | 25.19 |
| Closing Balance (Refer note no.3) | **44.46** | 74.10 |

## Notes on Financial Statements for the Year ended 31st March, 2025

c. Following is carrying value of liabilities and movement there of: - **(₹ in Lakhs)**

| Particulars | Current year | Previous year |
|---|---|---|
| Opening Balance | **76.14** | 13.35 |
| Additions during the year | **-** | 88.93 |
| Finance Cost accrued during the year | **7.30** | 5.26 |
| Deletion during the year | **-** | - |
| Payment of lease liabilities including interest | **35.19** | 31.40 |
| Closing Balance | **48.25** | 76.14 |
| Current Maturities of Lease liabilities | **31.23** | 27.09 |
| Non-Current Maturities of Lease liabilities | **17.02** | 49.05 |

d. Impact on Statement of Profit and Loss for the year ended March 31, 2025 **(₹ in Lakhs)**

| Particulars | Current year | Previous year |
|---|---|---|
| -Decrease in rent expenses ( included in other expenses) | **35.19** | 31.40 |
| -Increase in finance cost | **7.30** | 5.26 |
| -Increase in depreciation and amortization expenses | **29.64** | 25.19 |
| Net increase / (Decrease) in Profit before tax | **(1.75)** | 0.95 |

m. In terms of Ind AS 36 on impairment of assets, there was no impairment indicators exist as of reporting date as per the internal management estimates done and hence no impairment charge is recognized during the year under review.

n. During the financial year borrowing cost of ₹ NIL (Previous Year ₹ 298.84 lakhs) has been debited to Property, Plant & Equipment.

o. Detail of Pre-operative expenses capitalized during immediately preceding year relating to expansion from 150 KLPD to 250 KLPD distillery plant situated at Village Barkatpur under the head Property, Plant & Equipment is as under:- **(₹ in Lakhs)**

| Particulars | Current year | Previous year |
|---|---|---|
| Opening balance | - | 38.30 |
| Legal & Professional Charges | - | 3.33 |
| Salary & Wages | - | 19.24 |
| Interest on Term Loan | - | 298.84 |
| Vehicle Running & Maintenance | - | 1.55 |
| Travelling & Conveyance | - | 0.60 |
| Fees & Subscription | - | 5.50 |
| Others | - | 9.26 |
| Gross Balance | - | **376.62** |
| Total amount capitalized during the year | - | **376.62** |
| Net Balance | - | - |

p. **Segment Information:**

The Managing director has been identified as the Company's Chief Operating Decision –Maker (CODM) as defined by IND AS- 108 Operating Segments. The Chief Operational Decision Maker monitors the operating results of its business Segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements.

Notes on Financial Statements for the Year ended 31st March, 2025

The following is analysis of revenue and results from operation by reportable segment: - **(₹ in Lakhs)**

| S.No. | Particulars | Current year | Previous year |
|---|---|---|---|
| 1 | **Segment Revenue** | | |
| | a) Sugar | **174643.85** | 195089.33 |
| | b) Cogeneration | **9801.41** | 11886.22 |
| | c) Distillery | **39582.17** | 39819.27 |
| | **Total** | **224027.43** | **246794.82** |
| | Less: Inter Segment Revenue | **44686.46** | 42098.17 |
| | Net Segment Revenue | **179340.97** | **204696.65** |
| 2 | **Segment Results - Profit before Tax and Finance Cost and Exceptional Items** | | |
| | a) Sugar | **16307.93** | 20080.25 |
| | b) Cogeneration | **653.14** | 1235.10 |
| | c) Distillery | **3621.64** | 5035.95 |
| | **Total** | **20582.71** | **26351.30** |
| | Add/Less: i) Finance Cost | **5388.41** | 5573.41 |
| | ii) Other Un-allocable Expenses net off | **2810.86** | 2896.06 |
| | **Profit before Tax** | **12384.43** | **17881.83** |
| 3 | **Segment Assets** | | |
| | a) Sugar | **152085.50** | 134213.86 |
| | b) Cogeneration | **7691.38** | 7265.18 |
| | c) Distillery | **39150.50** | 34881.51 |
| | d) Un-allocable | **3692.46** | 2128.38 |
| | **Total Assets** | **202619.84** | **178488.93** |
| 4 | **Segment Liabilities** | | |
| | a) Sugar | **33437.02** | 19344.39 |
| | b) Cogeneration | **2.54** | 1.68 |
| | c) Distillery | **1213.15** | 1058.95 |
| | d) Un-allocable | **1363.60** | 909.49 |
| | **Total Liabilities** | **36017.31** | **21313.51** |
| 5 | **Capital Expenditure** | | |
| | a) Sugar | **3688.82** | 8287.19 |
| | b) Cogeneration | **8.25** | 122.12 |
| | c) Distillery | **779.48** | 3986.89 |
| | d) Un-allocable | **54.27** | 14.26 |
| | **Total Capital Expenditure** | **4530.82** | **12410.46** |
| 6 | **Depreciation and amortization** | | |
| | a) Sugar | **2732.33** | 2409.03 |
| | b) Cogeneration | **339.47** | 349.66 |
| | c) Distillery | **1301.28** | 1142.94 |
| | d) Un-allocable | **86.61** | 78.93 |
| | **Total Depreciation and Amortization** | **4459.69** | **3980.56** |

## Notes on Financial Statements for the Year ended 31st March, 2025

Inter-segment revenues are eliminated upon consolidation and reflected in the Inter segment head. Finance income and costs, and fair value gains and losses on financial assets are not allocated to individual segments as the underlying instruments are managed at corporate level.

Current taxes, deferred taxes and certain financial assets and liabilities are not allocated to those segments as they are also managed at corporate level.

Transactions between segments are primarily transferred at estimated market prices. Common costs are apportioned on a reasonable basis.

**Geographical Location:-** The geographical segments have been considered for disclosure as the secondary segment, under which the domestic segment includes sales to customers located in India and overseas segment includes sales to customer located outside India and through merchant exporters.

**(₹ In lakhs)**

| Particulars | Current year | Previous Year |
|---|---|---|
| **Revenue from operation** | **179340.97** | 204696.65 |
| Domestic | **178661.26** | 204666.08 |
| Overseas (merchant export ₹ 679.71 lakhs (P.Y. ₹ 30.57 lakhs) | **679.71** | 30.57 |

Note: There are no non-current assets located outside India

Information about major customer contributed 10% or more of the total revenue of the Company for the year ended 31st March, 2025 and 31st March, 2024.

| S. No. | Party Name | Financial Year |
|---|---|---|
| 1 | Indian Oil Corporation Limited | 2024-2025 |
| 2 | SMP Exim (P) Ltd. | 2024-2025 |
| 3 | Gaurav Trading Company | 2023-2024 & 2024-2025 |

**q. The details of performance obligation in terms of Ind AS 115 - Revenue from contracts with customers are as follows:**

**Sugar:-** The Sugar segment of the Company principally generates revenue from manufacturing and sale of sugar and its by-products and power. Domestic sales of sugar is made on ex-factory/delivery basis in terms agreed to wholesaler /institutional buyers/merchant exporters within the country. Domestic sugar sales are majorly done on advance payment terms. Export sales of sugar to merchant exporters are done on ex-factory /delivered basis in terms of the agreement and revenue is recognized when the goods have been shipped to / delivered to the buyers' specific location. The sale price and payment terms is fixed as per contracted terms.

Power is supplied to distribution companies from the Company's facilities in accordance with the sale price, payment terms and other conditions as per the Power Purchase Agreements ("PPA").

Bagasse are sold generally on advance payment terms on ex-factory basis as per the terms of the agreement and revenue is recognized when the goods have been shipped to / delivered to the buyer.

The distillery segment of the Company principally generates revenue from sale of industrial alcohol which mainly constitutes ethanol sold under contracts with Public and Private Oil Marketing Companies and other products to institutional buyers.

For sale of Ethanol, sale price is pre-determined based on Expression of Interest /Tender floated from Oil Marketing Companies. The prices are on delivered cost basis at Oil Marketing Companies locations inclusive of all duties/levies/taxes/charges etc. Payment terms is within 21 days after delivery of material and submission of original invoices.

Rectified Spirit, Extra Neutral Alcohol (ENA), etc. are sold on bulk basis to institutional buyers on ex-factory basis as per agreed terms. Revenue is recognized when goods have been shipped to the buyers' specific location as per agreed terms. The payment terms are fixed as per Company's policy which are generally on advance payment basis.

Other products like Carbon di oxide (Co2) and potash being sold to the Institutional buyers.



## Notes on Financial Statements for the Year ended 31st March, 2025

**(₹ In lakhs)**

| Particulars | Current year | Previous Year |
|---|---|---|
| **Timing of revenue recognition** | | |
| Products transferred at a point in time | **179340.97** | 204696.65 |
| Products transferred over time | **-** | - |

**r. Employee Benefits**

As per Indian Accounting Standard-19 "Employees Benefits" the disclosures of employee's benefits are as follows:

**Defined Contribution Plan:**

Employee benefits in the form of provident fund are considered as defined contribution plan. The contribution to the respective fund are made in accordance with the relevant statute and are recognized as expense when employees have rendered service entitling them to the contribution, the contribution to defined contribution plan, recognized as expense in the Statement of Profit and Loss are as under:

**(₹ In lakhs)**

| Particulars | Current year | Previous Year |
|---|---|---|
| Employer's contribution to pension fund | **165.47** | 158.62 |
| Employer's contribution to provident fund | **76.43** | 77.33 |
| Other administrative expenses | **19.59** | 19.87 |
| **Total** | **261.49** | **255.82** |

The Company has made provision for gratuity and leave encashment in the nature of defined benefit obligation on the basis of actuarial valuation as per Ind AS 19. Since the liability has not been funded through a trust or insurer, there are no plan assets.

**Defined benefits obligations:**

**Gratuity**

The gratuity plan is governed by the payment of Gratuity Act 1972, under the said Act an employee who has completed five years of service is entitled to specific benefit. The gratuity plan provides a lump sum payment to employees at retirement, death, incapacitation or termination of employment. The level of benefits provided depends on the member's length of service and salary at retirement age. Liability for gratuity is determined on actuarial basis using projected unit credit method.

**Leave Encashment**

The employees of the Company are entitled to compensated absences that are both accumulating and non-accumulating in nature. The expected cost of accumulating compensated absences is determined by actuarial valuation using the projected unit credit method for the unused entitlement accumulated at the balance sheet date.

**Detail of unfunded post-retirement Defined Benefit obligations are as follows:**

Employee benefits in respect of gratuity and leave encashment are based on actuarial valuation as on 31st March 2025. The details are given below:

**(₹ In lakhs)**

| Particulars | Current year (Previous year) | Current year (Previous year) |
|---|---|---|
| **A) Change in the Present Value of obligation** | **Gratuity Unfunded** | **Leave Encashment Unfunded** |
| a) Present Value of obligation as at 1st April | 1859.71<br>(1614.91) | 475.88<br>(394.53) |
| (b) Interest Cost | 134.09<br>(118.53) | 34.31<br>(28.96) |
| (c) Current Service Cost | 167.92<br>(153.14) | 67.62<br>(57.75) |
| (d) Benefits Paid | (40.72)<br>(-92.11) | (18.57)<br>(-46.81) |

## Notes on Financial Statements for the Year ended 31st March, 2025

| | | |
|---|---|---|
| (e) Actuarial Loss/(Gain) | 58.89<br>(65.24) | 51.02<br>(41.46) |
| (f) Present Value of Obligation as at 31st March | 2179.89<br>(1859.71) | 610.25<br>(475.88) |
| Current Liability | 279.81<br>(188.60) | 126.56<br>(90.05) |
| Non - Current Liability | 1900.08<br>(1671.11) | 483.69<br>(385.83) |
| **(B) Amount recognized in Balance Sheet (A-B)** | 2179.89<br>(1859.71) | 610.25<br>(475.88) |
| **(C) Expenses recognized in the Profit & Loss Account** | | |
| (a) Current Service Cost | 167.92<br>(153.14) | 67.62<br>(57.75) |
| (b) Interest Cost | 134.09<br>(118.53) | 34.31<br>(28.96) |
| **(D) Expenses recognized in Other Comprehensive Income** | | |
| (a) Actuarial Loss/(Gain) | 58.89<br>(65.24) | 51.02<br>(41.46) |
| (b) Net Cost | 360.90<br>(336.91) | 152.95<br>(128.17) |
| **Actuarial Assumptions** | | |
| (a) Discount Rate | | 6.79% |
| (b) Rate of escalation in Salary (Per Annum) | | 5.50% |
| (c) Mortality Table | | 100% of IALM (2012 - 14) |
| (d) Retirement Age (Years) | | 58 |

s. **RELATED PARTY DISCLOSURES FOR THE YEAR FROM 01.04.2024 TO 31.03.2025**

The disclosures in respect of Related Parties as required under Ind AS 24 'Related Party Disclosures' is stated herein below:

**(i) Parties where control exists:** **NIL**

**(ii) Subsidiary Company:** **Uttam Distilleries Limited (w.e.f 30.07.2024)**

**(iii) Other related parties where transaction have taken place**

**a) Key Management Personnel (KMP):**

| | | |
|---|---|---|
| Sh. Raj Kumar Adlakha | : | Managing Director (MD) |
| Sh. Shankar Lal Sharma | : | Executive Director |
| Sh. Sanjay Bhandari | : | Chief Financial Officer |
| Sh. Rajesh Garg | : | Company Secretary & Compliance Officer |
| Sh. Gurbachan Singh Matta | : | Non-Executive Director |
| Sh. Narendra Kumar Sawhney | : | Independent Director till 19.09.2024 |
| Sh. Jasbir Singh | : | Independent Director |
| Smt. Rutuja Rajendra More | : | Independent Director till 19.09.2024 |
| Sh. Ravi Kumar | : | Independent Director |
| Smt. Anju Sethi | : | Independent Director w.e.f. 18.09.2024 |



Notes on Financial Statements for the Year ended 31st March, 2025

**b) Close Member of Key Management Personnel and their Relationship:**

Smt. Amita Adlakha (Wife of MD)
Sh. Balram Adlakha (Son of MD)
Sh. Jai Adlakha (Son of MD)
Sh. Rajan Adlakha (Brother of MD)
Sh. Ranjan Adlakha (Brother of MD)
Smt. Ranjana Chopra (Sister of MD)
Smt. Rajni Babbar (Sister of MD)

**c) Enterprises where Significant Influence exists:**

- Uttam Industrial Engineering Private Limited
- Lipi Boilers Pvt. Ltd.
- The Standard Type Foundry Pvt. Ltd.
- Uttam Sucrotech Limited
- Shubham Sugars Limited
- Uttam Adlakha & Sons Holdings Pvt. Ltd.
- Uttamenergy Ltd.
- Uttam Sucrotech International (P) Limited
- Uttam Properties Pvt. Ltd.
- Sekhri Finance & Investment (P) Ltd.
- Uttam Foods & Spices Pvt. Ltd.
- Adharshila Capital Services Limited
- Uttam Beverages Pvt. Ltd.
- New Castle Finance and Leasing Pvt. Ltd.
- Pariksha Fin-Invest-Lease Ltd.
- Uttam Elite Hotels Pvt. Ltd.
- Uttam Sugar Charitable Trust
- Uttam Sunna Charitable Trust.
- R. K. & Sons (HUF)

**d) Details of Transactions with the above related parties in the ordinary course of business:**

**(₹ in Lakhs)**

| Name of related parties | Nature of Transactions | Year ended 31.03.2025 | Year ended 31.03.2024 | Outstanding Balances | As at 31.03.2025 | As at 31.03.2024 |
|---|---|---|---|---|---|---|
| **Key Management Personnel (KMP)** | | | | | | |
| Raj Kumar Adlakha | Remuneration | **408.00** | 408.00 | Remuneration Payable | **12.34** | 37.37 |
| | Commission | **700.00** | 650.00 | Commission Payable | **-** | - |
| | Perquisites | **17.58** | 10.42 | Security Deposit Given | **3.75** | 3.75 |
| | Lease Rent | **24.00** | 24.00 | Lease Rent | **0.20** | 5.65 |
| | Redemption of Preference Shares | **293.70** | 75.00 | | | |
| | Dividend on Equity Shares | **51.12** | 40.62 | | | |
| | Dividend on Preference Shares | **15.12** | 19.99 | | | |

## Notes on Financial Statements for the Year ended 31st March, 2025

(₹ in Lakhs)

| Name of related parties | Nature of Transactions | Year ended 31.03.2025 | Year ended 31.03.2024 | Outstanding Balances | As at 31.03.2025 | As at 31.03.2024 |
|---|---|---|---|---|---|---|
| Shankar Lal Sharma | Remuneration | **103.33** | 82.90 | Remuneration Payable | **1.12** | 10.79 |
| | Post-employment benefits (Contribution to Provident Fund) | **0.22** | 0.22 | | | |
| Gurbachan Singh Matta | Remuneration | **12.00** | 12.00 | | | |
| | Sitting Fees | **1.65** | 1.75 | | | |
| Narendra Kumar Sawhney | Remuneration | **5.63** | 12.00 | | | |
| | Sitting Fees | **1.05** | 1.75 | | | |
| Jasbir Singh | Remuneration | **12.00** | 12.00 | | | |
| | Sitting Fees | **1.65** | 1.75 | | | |
| Rutuja Rajendra More | Remuneration | **5.63** | 12.00 | | | |
| | Sitting Fees | **0.75** | 1.25 | | | |
| Ravi Kumar | Remuneration | **3.00** | 3.00 | | | |
| | Sitting Fees | **1.45** | 1.25 | | | |
| Anju Sethi | Remuneration | **6.37** | - | | | |
| | Sitting Fees | **0.50** | - | | | |
| Sanjay Bhandari | Remuneration | **88.48** | 79.83 | Remuneration Payable | **10.43** | 9.66 |
| | Post-employment benefits (Contribution to Provident Fund) | **0.22** | 0.22 | | | |
| Rajesh Garg | Remuneration | **49.30** | 42.97 | Remuneration Payable | **0.50** | 1.18 |
| | Post-employment benefits (Contribution to Provident Fund) | **0.22** | 0.22 | | | |
| **Relative of KMP** | | | | | | |
| Amita Adlakha | Office Rent | **21.24** | 19.82 | Office Rent payable | **0.86** | 1.51 |
| | Dividend on Preference Shares | **0.50** | 0.50 | Security Deposit Given | **3.60** | 3.60 |
| Balram Adlakha | Dividend on Equity Shares | **0.08** | 0.08 | | | |
| Jai Adlakha | Dividend on Equity Shares | **0.11** | 0.11 | | | |
| Rajan Adlakha | Dividend on Equity Shares | **1.95** | 1.95 | | | |
| Ranjan Adlakha | Dividend on Equity Shares | **37.31** | 37.31 | | | |
| Ranjana Chopra | Dividend on Equity Shares | **11.64** | 9.33 | | | |
| Rajni Babbar | Dividend on Equity Shares | **3.50** | 3.50 | | | |

## Notes on Financial Statements for the Year ended 31st March, 2025

(₹ in Lakhs)

| Name of related parties | Nature of Transactions | Year ended 31.03.2025 | Year ended 31.03.2024 | Outstanding Balances | As at 31.03.2025 | As at 31.03.2024 |
|---|---|---|---|---|---|---|
| **Enterprises where Significant Influence exists** | | | | | | |
| Uttam Sucrotech Ltd. | Dividend on Equity Shares | **0.03** | 0.03 | | | |
| Uttam Sucrotech International (P) Ltd. | Receiving of Services Plant & Machinery | **-** | 0.08 | | | |
| Uttam Industrial Engg. (P) Ltd. | Receiving of Services Plant & Machinery | **-** | 1.71 | Unsecured Loan | **27.31** | 27.31 |
| | Sale of Sugar | **0.15** | 0.98 | Interest for Unsecured Loan | **29.29** | 26.98 |
| | Dividend on Equity Shares | **68.75** | 68.75 | | | |
| | Dividend on Preference Shares | **73.95** | 73.95 | | | |
| | Interest on Unsecured Loan | **2.73** | 2.73 | | | |
| The Standard Type Foundry (P) Ltd. | Receiving of Services Plant Machinery and Vehicles | **56.70** | 82.59 | Creditors | **6.46** | 24.49 |
| | Purchase of Plant & Machinery and Vehicles | **43.87** | 194.86 | | | |
| | Sale of Sugar | **0.10** | 0.07 | | | |
| Lipi Boilers Pvt. Ltd. | Dividend on Equity Shares | **87.88** | 87.88 | | | |
| | Dividend on Preference Shares | **-** | 14.64 | | | |
| | Redemption of Preference Shares | **-** | 285.30 | | | |
| Shubham Sugars Ltd. | Purchase of Agriculture Products | **11.98** | 10.49 | Creditors | **2.15** | - |
| | Dividend on Equity Shares | **3.63** | 1.76 | Receivable Against Sale | **-** | 12.14 |
| | Sale of Bio Compost | **-** | 0.95 | | | |
| | Dividend on Preference Shares | **0.35** | 0.35 | | | |
| | Redemption of Preference shares | **7.00** | - | | | |
| Uttam Properties Pvt. Ltd. | Dividend on Preference Shares | **0.10** | 0.10 | | | |
| New Castle Finance and Leasing Pvt. Ltd | Redemption of Preference Shares | **44.45** | 135.55 | | | |
| | Dividend on Equity Shares | **9.52** | 9.52 | | | |
| | Dividend on Preference Shares | **2.67** | 8.48 | | | |
| Sekhri Finance & Investment (P) Ltd. | Dividend on Preference Shares | **12.45** | 12.45 | | | |

## Notes on Financial Statements for the Year ended 31st March, 2025

(₹ in Lakhs)

| Name of related parties | Nature of Transactions | Year ended 31.03.2025 | Year ended 31.03.2024 | Outstanding Balances | As at 31.03.2025 | As at 31.03.2024 |
|---|---|---|---|---|---|---|
| Uttam Adlakha & Sons Holdings Pvt. Ltd. | Guarantee satisfied / received (Net) | **(8195.56)** | 13038.12 | Guarantee | **35249.33** | 43444.89 |
| | Dividend on Equity Shares | **407.53** | 407.53 | | | |
| | Dividend on Preference Shares | **2.63** | 3.60 | | | |
| | GST on Corporate Guarantee | **185.58** | - | Creditors | **99.72** | - |
| Uttamenergy Ltd. | Purchase of Plant & Machinery | **185.68** | 188.80 | Receivable Against Sale | **-** | 0.31 |
| | | | | Creditors | **0.88** | - |
| | Sale of Old Machinery Parts | **-** | 0.60 | Advance given for supply | **-** | 3.75 |
| Uttam Foods & Spices Pvt. Ltd. | Sale of Sugar | **0.48** | 3.90 | Receivable Against Sale | **-** | 12.32 |
| | Purchase of Spices | **7.84** | 5.27 | Creditors | **0.21** | - |
| | Purchase of Plant & Machinery | **8.66** | 8.79 | | | |
| Adharshila Capital Services Limited | Redemption of Preference Shares | **-** | 57.00 | | | |
| | Dividend on Preference Shares | **-** | 3.15 | | | |
| Pariksha Fin-Invest-Lease Ltd. | Redemption of Preference Shares | **-** | 134.15 | | | |
| | Dividend on Preference Shares | **-** | 8.12 | | | |
| Uttam Distilleries Ltd. | Dividend on Preference Shares | **0.51** | 0.51 | Receivable Against Sale | **411.44** | - |
| | Sale of Bagasse & Others | **1684.54** | 179.80 | | | |
| | Reimbursement of Expenses/Govt. dues incurred on behalf of the Company | **-** | 33.55 | | | |
| | Investment in Equity Shares | **2408.00** | 500.00 | | | |
| | Shares Application Money given for Investment | **-** | 810.00 | Shares Application Money | **-** | 810.00 |
| Uttam Beverages Pvt Ltd. | Sale of spare parts old Machine etc. | **28.91** | - | Receivable Against Sale | **23.16** | - |
| Uttam Elite Hotels Pvt Ltd. | Redemption of Preference Shares | **121.00** | 60.00 | | | |
| | Dividend on Preference Shares | **-** | 9.05 | | | |
| Uttam Sunna Charitable Trust | Sale of Sugar | **0.76** | 0.53 | Receivable Against Sale | **0.05** | 0.01 |
| Uttam Sugar Charitable Trust | Charity and Donation | **0.05** | - | | | |
| R. K. & Sons (HUF) | Dividend on Equity Shares | **0.10** | 0.10 | | | |

**Note:** Remuneration is excluding provision of gratuity and leave encashment, where the actuarial valuation is done on overall company basis.



## Notes on Financial Statements for the Year ended 31st March, 2025

**t. Auditors' Remuneration:**

(₹ in Lakhs)

| Particulars | Current year | Previous Year |
|---|---|---|
| (a) As Statutory Auditors | **17.00** | 17.00 |
| (b) As Tax Auditor | **3.75** | 3.75 |
| (c) For taxation & other Matters | **3.97** | 7.06 |
| **Total** | **24.72** | 27.81 |

**u. Expenditure on Corporate Social Responsibility (CSR) activities:**

**(i) Details of CSR Expenditure:**

(₹ in Lakhs)

| Sl. No. | Particulars | Current Year | Previous Year |
|---|---|---|---|
| i) | Amount required to be spent by the company during the year | **355.33** | 311.62 |
| ii) | Brought forward excess amount incurred in earlier year | **31.28** | 26.79 |
| iii) | Amount of expenditure incurred | **394.13** | 316.11 |
| iv) | Excess amount incurred in this year to be carried forward (i-ii-iii) | **70.08** | 31.28 |
| v) | Shortfall at the end of the year | **-** | - |
| vi) | Total of previous year shortfall | - | - |
| vii) | Reason for shortfall | - | - |
| viii) | Nature of CSR activities | As Given below (ii) | As Given below (ii) |
| ix) | Details of related party transactions e.g. contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard | - | - |
| x) | Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately | - | - |

**(ii) The various heads under which the CSR expenditure were incurred in detail as follows :**

| Sl. No. | Relevant Clause of Schedule VII to the Act | Description of CSR activities | Current Year | Previous Year |
|---|---|---|---|---|
| (a) | Clause (i) | Eradicating hunger, poverty and malnutrition, promoting health care & providing safe drinking water | **53.03** | 33.41 |
| (b) | Clause (ii) | Promoting education, including special education and employment enhancing vocational training and livelihood enhancement projects | **19.37** | 69.78 |
| (c) | Clause (vii) | To promote rural sports | **2.11** | 0.90 |
| (d) | Clause (x) | Rural Development Projects | **319.62** | 212.02 |
| | | **Total** | **394.13** | **316.11** |

The excess of requirements spend on CSR activities will be set off against the requirements in succeeding financial year in accordance with the provisions to sub section (5) of section 135 of the Companies Act, 2013.

## Notes on Financial Statements for the Year ended 31st March, 2025

### v. Earnings per share (EPS)

| Particulars | Current year | Previous Year |
|---|---|---|
| (a) Profit for the year attributable to the equity shareholders (₹ in lakhs) | **9123.41** | 13220.91 |
| (b) Weighted average number of equity shares outstanding (i) Basic: Weighted average number of equity shares at the end | **38138120** | 38138120 |
| (c) ii) Diluted Weighted average number of shares as in b(i) | **38138120** | 38138120 |
| (d) Paid up value of share | **₹10/-** | ₹10/- |
| (e) Basic Earnings per share (₹)(a/bi) | **23.92** | 34.67 |
| (f) Diluted Earnings per share (₹) (a/cii) | **23.92** | 34.67 |

### w. Foreign Currency Inflow & outflow

i. **Expenditure:** (₹ in Lakhs)

| Particulars | Current year | Previous Year |
|---|---|---|
| (a) Travelling Foreign | **6.26** | 4.96 |

### x. Government Grant

The Company is eligible to receive various financial assistance from government authorities. Accordingly, the Company has recognized these government grants in the following manner: **(₹ in Lakhs)**

| Sl. No. | Particular | Treatment in Accounts | Current Year | Previous Year |
|---|---|---|---|---|
| 1 | Interest subvention claim for installation of Incineration Boiler at Barkatpur Distillery | Reduced from finance cost | **8.15** | 47.73 |
| 2 | Interest subvention claim for installation of green field 50 KLPD distillery at Libberheri unit | Reduced from finance cost | **16.48** | 77.02 |
| 3 | Interest subvention claim under expansion of Barkatpur Distillery by 100 KLPD | Reduced from finance cost | **188.21** | 46.51 |
| 4 | Interest subvention claim under soft Loan | Reduced from finance cost | **0.38** | 24.95 |

### Note No. 35 : Financial Risk Framework

The Company's financial liabilities comprise borrowings, capital creditors and trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's financial assets include Loans, trade and other receivables, cash and cash equivalents.

The Company is exposed to market risk, credit risk and liquidity risk.

The Company's senior management overseas the management of these risks. The Company's senior management provides assurance that the company's financial risks activities are governed by appropriate policies and risk objectives. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarized below:

#### 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.

## Notes on Financial Statements for the Year ended 31st March, 2025

**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 rates. The company's exposure to the risk of changes in market interest rates relates primarily to the company's borrowing obligations with floating interest rates.

**(₹ in Lakhs)**

| Particulars | As At 31.03.2025 | As At 31.03.2024 |
|---|---|---|
| Variable rate Borrowings | **70844.20** | 67620.81 |
| Fixed rate Borrowings | **6651.63** | 8451.66 |

**Sensitivity**

A reasonably possible change of 50 basis points in interest rates at the reporting date would have increased (decreased) equity and profit and loss by the amount shown below. This analysis assumes all other variables held constant.

| Particulars | Increase /decrease in Basic Points | | Impact on Profit before Tax (₹ in Lakhs) | | Impact on Equity (₹ in Lakhs) | |
|---|---|---|---|---|---|---|
| | 31.03.2025 | 31.03.2024 | 31.03. 2025 | 31.03.2024 | 31.03.2025 | 31.03.2024 |
| Increase in Basis Point | 50 | 50 | 354.22 | 338.10 | 354.22 | 338.10 |
| Decrease in Basis Point | 50 | 50 | (354.22) | (338.10) | (354.22) | (338.10) |

**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 rates, the company's exposure to the risk of changes in foreign exchange rates relates primarily to the Direct exports made by the company which are made during the year however same is very negligible as compare to total turnover.

**Sensitivity**

1% increase or decrease in foreign exchange rates will have no material impact on profit.

**iii) Other risk**

**a) Regulatory risk**

Sugar industry is regulated both by central government as well as by the state government, Central and state governments policies and factors such as State Advised Price (SAP) and fair and Remunerative Price (FRP) of sugar cane affects the sugar industry and the company's operations and profitability. Distillery business is also dependent on the Government policy as the price of ethanol decided by the Government. Similarly sugar prices are also effected by the Government Policies like restriction on sale, import of sugar by way of allocation of monthly Quota, export of sugar and import duty / export duty determination of sugar and MSP of sugar.

The regulatory risks listed above are Government policy driven and are beyond the control of the company and can't be alleviated unless the industry is decontrolled. Various representation through the body of industry like ISMA, UPSMA and UPDA submitted to Government to come out solutions regarding above risks.

Power business is also dependent on the regulations prescribed by Central/State regulatory commissions. They fix power purchase rates and other guide lines for supply based on cost of bagasse and other inputs.

**b) Commodity price risk**

Sugar Prices in domestic and international markets depends primarily on the supply and demand situation. Fluctuation in demand and supply arise on account of the change in the availability and price of sugar variation in the production capacity of the competitor's availability of substitutes for the sugar products and international demand and supply position. The company has mitigated this

## Notes on Financial Statements for the Year ended 31st March, 2025

risk by adding more value added products by diversifying into co- generation and distillation, thereby utilizing the by- products. Similarly, in sugar product also the company's products are diversifying in specialty sugar segments like brown sugar, sachet, pharma sugar, icing sugar, liquid sugar etc.

### B. Credit Risk

Credit risk is the risk that counter party will default on its obligations under a Contractual arrangement leading to a financial loss. The company's sugar sales are mostly on advance payment basis. Power and ethanol are sold to state government companies and petroleum companies; thereby the credit default risk is significantly mitigated. Company has also taken advances and security deposits from its customers / agents, which mitigate the credit risk to an extent Financial assets are written off when there is no reasonable expectation of recovery, however, the company continues to attempt to recover the receivables. Where recoveries are made, these are recognized in the statement of profit and loss.

**The ageing of trade receivable is given below:** **(₹ in Lakhs)**

| | Particulars | Up to 6 Months | More than 6 Months | More than one year |
|---|---|---|---|---|
| a) | As at 31.03.2025 Gross carrying Amount | 6978.36 | - | - |
| b) | Expected Credit Loss @ | | | |
| a) | As at 31.03.2024 Gross carrying Amount | 3927.40 | 37.35 | 8.97 |
| b) | Expected Credit Loss @ | | | |

Following table summarizes the change in loss allowances measured using life time expected credit loss model. No significant changes in the estimation techniques or assumption were made during the period.

| Particulars | ECL for Trade Receivables |
|---|---|
| 31.03.2025 Provision /Reversal during the year | - |
| 31.03.2024 Provision /Reversal during the year | - |

**Balances with Banks – Other Financial Assets**

Credit risk from balances with banks is managed in accordance with Company's policy. Company considers factors such as track record, size of the institution, market reputation and service standards to select the banks with which term deposits are maintained. Generally, term deposits are maintained with banks with which Company has also availed borrowings.

The Company's maximum exposure to credit risk for the components of the balance sheet as at 31st March, 2025 and 31st March, 2024 is the carrying amounts as stated under Note No. 10

### C. Liquidity risk

**i. Liquidity Risk Management**

Liquidity risk is the risk that a company may encounter difficulties in meeting its obligations associated with financial liabilities that are settled by delivering cash or other financial assets. The Company's objective is to maintain optimum levels of liquidity to meet its cash and its collateral requirements. The company's Management is responsible for liquidity funding as well as settlement. Management monitors the company's net liquidity position through rolling forecast on the basis of expected cash flows.

**ii. Maturities of financial liabilities**

The table below provides undiscounted cash flows towards financial liabilities into relevant maturity based on the remaining period at the balance sheet to the contractual maturity date.



Notes on Financial Statements for the Year ended 31st March, 2025

**Non derivative financial instruments** **(₹ in Lakhs)**

| Particulars | As at 31.03.2025 Carrying Amount | On Demand | Less than One year | More than one year and less than three years | More than three years | Total |
|---|---|---|---|---|---|---|
| Borrowings | 77495.83 | 70929.61 | 1953.80 | 3912.66 | 699.76 | 77495.83 |
| Trade payable | 30051.97 | - | 30051.97 | - | - | 30051.97 |
| Other financial Liabilities | 2789.34 | 515.75 | 2273.59 | - | - | 2789.34 |
| Lease Liability | 48.25 | - | 31.23 | 17.02 | - | 48.25 |

| Particulars | As at 31.03.2024 Carrying Amount | On Demand | Less than One year | More than one year and less than three years | More than three years | Total |
|---|---|---|---|---|---|---|
| Borrowings | 76072.47 | 66213.85 | 3215.63 | 3931.71 | 2711.28 | 76072.47 |
| Trade payable | 16088.26 | - | 16088.26 | - | - | 16088.26 |
| Other financial Liabilities | 3394.17 | 513.65 | 1060.19 | 1820.33 | - | 3394.17 |
| Lease Liability | 76.14 | - | 27.09 | 49.05 | - | 76.14 |

**iii. Financial Arrangements**

**The Company has following undrawn borrowing facilities at the end of reporting period.**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| Undrawn Borrowing Facilities | 20254.38 | 9142.85 |

## Note No. 36 : Capital Management

### a) Risk Management

For the purpose of the Company's capital management, capital includes issued equity capital, securities premium and all other equity reserves attributable to the equity shareholder of the Company. The Primary objective of capital management is to maximize shareholder value and also to maintain an optimum capital structure and to safeguard its ability to continue at a going concern.

The Company's Capital management objectives are to maintain equity including all reserve to protect economic viability and to finance any growth opportunities that may be available in future so as to maximize shareholder value.

The Company manages its capital structure and makes adjustments in the amount of dividends return on capital to shareholders issue new shares or sell assets to reduce debts.

The company monitors capital on the basis of following gearing ratio **(₹ in Lakhs)**

| Particulars | As at 31.03.2025 | As at 31.03.2024 |
|---|---|---|
| Long Term Debts (Including Unsecured Loans) | **7250.21** | 10515.30 |
| Cash & Bank balances | **476.52** | 452.49 |
| Net Debts (i) | **6773.69** | 10062.81 |
| Total Equity (ii) | **77372.09** | 69605.25 |
| Net debts / Equity Ratio ( i / ii ) | **0.09** | 0.14 |

Debts excluding cash credits limits from bank.

## Notes on Financial Statements for the Year ended 31st March, 2025

**b) Loan Covenants:**

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest bearing loans and borrowing that define capital structure requirements. The company has compiled with these covenants and there have been no breaches in the financial covenants of any interest – bearing loans and borrowings.

No changes were made in the objectives, policies or processes for managing capital during the year ended 31st March 2025 and 31st March, 2024.

### Note No. 37: Other disclosures

**a.** The Company has utilized the borrowings from banks for the specific purpose for which they were taken from banks.

**b.** The Company has during the year sanctioned working capital limits in excess of ₹ 5 crore, in aggregate, from banks on the basis of pledge of sugar stocks, the quarterly returns or statement filed by the company they are in agreement to books of account except value of inventory of pledged sugar provided to bank which is valued in accordance with terms and condition of sanction letter at average Net realizable value whereas in the books of account same has been in considered at lower of Cost or Net realizable value in accordance with the Indian Accounting Standard.

The detail of difference in value is here under:- **(₹ in Lakhs)**

| Quarter | Value of sugar as per Books at lower of cost or Net realizable value | Value of sugar as per Stock Statement at Realizable value | Difference |
|---|---|---|---|
| 1st Quarter ended 30.06.2024 | 54674.95 (69044.06) | 62757.61 (79517.14) | 8082.66 (10473.08) |
| 2nd Quarter ended 30.09.2024 | 26203.45 (29323.63) | 30040.01 (34030.54) | 3836.56 (4706.91) |
| 3rd Quarter ended 31.12.2024 | 48826.12 (41942.90) | 49850.91 (45366.06) | 1024.79 (3423.16) |
| 4th Quarter ended 31.03.2025 | 90754.26 (79763.63) | 99229.21 (90246.14) | 8474.95 (10482.51) |

However, company borrowing is not more than value as per books.

**c.** The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender except in the following case:- **(₹ in Lakhs)**

| Nature of Borrowings, including debt securities | Name of Lenders | Amount not paid on due date | Whether Principal or Interest | No. of delays or unpaid | Remarks, if any |
|---|---|---|---|---|---|
| Financial Assistance to fund difference between SMP and SAP | Uttarakhand State Government | 656.68 | Principal | Continuously unpaid since January 2011 | An application for waiver off such loan/ financial assistance is pending with the Government of Uttarakhand. |
| | | 503.63 (Interest from 28.01.2005 to 31.03.2024) | Interest | Continuously unpaid since 31.03.2005 | |

The company based on management assessment has decided after considering the fact and circumstances that no demand in respect of the outstanding loan and interest thereon has been raised by the State Government since January, 2008 and the application in respect of waiver of loan and interest is pending with the appropriate authority, not account for the interest for the year amounting to ₹26.26 Lacs on unsecured loan received from the State Government of Uttarakhand till the final outcome.

**d.** The Company has not been declared willful defaulter by bank or financial institution or any other lender.

**e.** The company does not have any transactions or balances with the companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956 during the year and previous year.

**f.** During the year, there are no instances of any registration, modification or satisfaction of charges which are pending for registration with Registrar of Companies beyond the statutory period.



Notes on Financial Statements for the Year ended 31st March, 2025

**g.** The Company is in compliance with the relevant provisions of the Companies Act,2013 with respect to the number of layers prescribed under clause (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of layers) Rules, 2017.

**h.** The Company has not traded or invested in any crypto currency or virtual currency during the year and previous year.

**i.** The Company have 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.

j. The Company have not received any fund from any other 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 guarantees, security or the like on behalf of the ultimate beneficiaries.

k. The Company does not have any transaction not recorded on books of accounts that has been surrendered or disclosed as income during the year and previous year in the tax assessments under the income Tax Act,1961.

l. Key Financial Ratios is as under:-

| Sl. No. | Particulars | Method of Calculations | 2024-25 | 2023-24 | % Change | Reason of Change |
|---|---|---|---|---|---|---|
| 1 | Current Ratio (In times) | Current Assets / Current Liabilities | **1.13** | 1.11 | 1.80% | N.A. |
| 2 | Debt Equity Ratio (In times) | (Long Term Debts + Current Maturity of Term Loans + Cash Credit Limit + Leased Liabilities + Preference Share Capital) / Shareholder's Equity | **1.02** | 1.12 | -8.93% | N.A. |
| 3 | Debt Service Coverage Ratio (In times) | (Profit after Tax + Depreciation+ Interest on Term Loans + Non-cash Operating expenses and income) / (Term Loan Paid + Preference Share Capital + Interest on Term Loans) | **3.09** | 1.95 | 58.46% | Due to lower debt repayment |
| 4 | Return on Equity Ratio (%) | Net Profit after Taxes / (opening Shareholder's equity + closing Shareholder's equity) / 2 =Average Shareholder's Equity | **12.41%** | 20.78% | -40.28% | Due to lower profits |
| 5 | Inventory Turnover Ratio (In times) | Revenue from Operations / (Opening Inventory + Closing Inventory) /2 = Average Inventory | **1.74** | 2.30 | -24.35% | Due to increase in inventory |
| 6 | Trade Receivable Turnover Ratio (In times) | Revenue from Operations / (Opening Debtors + Closing Debtors) /2 = Average Debtors | **32.75** | 44.16 | -25.84% | Due to decrease in revenue from operation |
| 7 | Trade Payable Turnover Ratio (in times) | Purchases / (opening Creditors + Closing Creditors) / 2 = Average Trade Payable | **6.96** | 7.61 | -8.54% | N.A. |
| 8 | Net Capital Turnover Ratio (In times) | Revenue from Operations / Working Capital (CA-CL) | **13.21** | 20.31 | -34.96% | Due to decrease in revenue from operation |
| 9 | Net Profit Ratio (%) | Net Profit / Total Income | **5.07%** | 6.43% | -21.15% | Due to lower sugar sale |
| 10 | Return on Capital Employed (%) | Earnings before Interest and Taxes / Capital Employed | **10.67%** | 14.92% | -28.49% | Due to lower sugar sale |
| 11 | Return on Investment (%) | Net Income (PAT) / Cost of investment (total assets) | **4.50%** | 7.41% | -39.27% | Due to lower sugar sale |

## Notes on Financial Statements for the Year ended 31st March, 2025

### Note No. 38 :
### Financial instruments-Accounting, Classification and fair Value measurements

**A. Financial instruments by category** (₹ in Lakhs)

| Particulars | Refer Note No. | Total Fair Value | Cost | Deemed Cost | Carrying Value | | | Total |
|---|---|---|---|---|---|---|---|---|
| | | | | | Amortized Cost | FVTOCI | FVTPL | |
| **As at 31st March 2025** | | | | | | | | |
| **Financial assets** | | | | | | | | |
| (i) Investments (Excluding Subsidiary) | 4 | - | | | - | | | - |
| (ii) Trade and other receivable | 8 | 6,978.36 | | | 6,978.36 | | | 6,978.36 |
| (iii) cash and cash equivalents | 9 | 476.52 | | | 476.52 | | | 476.52 |
| (iv) Bank balance other than cash and cash equivalents | 10 | 285.35 | | | 285.35 | | | 285.35 |
| (v) Other financial assets | 5 | 631.80 | | | 631.80 | | | 631.80 |
| **Total** | | **8,372.04** | - | - | **8,372.04** | - | - | **8,372.04** |
| **Financial liabilities** | | | | | | | | |
| (i) Borrowings | 16 | 77,495.83 | | | 77,495.83 | | | 77,495.83 |
| (ii) Trade and others payable | 21 | 30,051.97 | | | 30,051.97 | | | 30,051.97 |
| (iii) Other financial liabilities incl. Lease Liabilities | 17 | 2,837.58 | | | 2,837.58 | | | 2,837.58 |
| **Total** | | **110,385.38** | - | - | **110,385.38** | - | - | **110,385.38** |
| **As at 31st March 2024** | | | | | | | | |
| **Financial assets** | | | | | | | | |
| (i) Investments (Excluding Subsidiary) | 4 | 500.00 | - | | - | | 500.00 | 500.00 |
| (ii) Trade and other receivable | 8 | 3,973.72 | | | 3,973.72 | | | 3,973.72 |
| (iii) cash and cash equivalents | 9 | 452.49 | | | 452.49 | | | 452.49 |
| (iv) Bank balance other than cash and cash equivalents | 10 | 252.16 | | | 252.16 | | | 252.16 |
| (v) Other financial assets | 5 | 1,237.23 | | | 1,237.23 | | | 1,237.23 |
| **Total** | | **6,415.60** | - | - | **5,915.60** | - | **500.00** | **6,415.60** |
| **Financial liabilities** | | | | | | | | |
| (i) Borrowings | 16 | 76,072.47 | | | 76,072.47 | | | 76,072.47 |
| (ii) Trade and others payable | 21 | 16,088.26 | | | 16,088.26 | | | 16,088.26 |
| (iii) Other financial liabilities incl. Lease Liabilities | 17 | 3,470.31 | | | 3,470.31 | | | 3,470.31 |
| **Total** | | **95,631.04** | - | - | **95,631.04** | - | - | **95,631.04** |

**Note:- Fair Value hierarchy**

The fair value of the financial assets and financial liabilities are included at the amount at which the instrument could not be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Fair value of cash and cash equivalents, bank balances other than cash and cash equivalents, trade and other receivables, loans and other current financial assets, short term borrowings from banks and financial institutions, trade and other payables and other current financial liabilities approximate their carrying amounts due to the short term maturities of these instruments.

### Note No. 39 :

The previous year figures have been reworked, regrouped, rearranged and reclassified wherever necessary. The figures are rounded off to nearest rupee in lakhs up to two decimals.

**AS PER OUR REPORT OF EVEN DATE**
**Firm Registration No. 00852C**
**For B. K. Kapur & Co.**
**Chartered Accountants**

**(M.S.KAPUR) FCA**
Partner
Membership No. 074615

**Place : Noida**
**Date : 23rd MAY, 2025**

**for and on behalf of Board of Directors**

**(RAJ KUMAR ADLAKHA)**
Managing Director
DIN 00133256

**(SHANKAR LAL SHARMA)**
Executive Director
DIN 09018381

**(SANJAY BHANDARI)**
Chief Financial Officer

**(RAJESH GARG)**
Co. Secretary &
Compliance Officer

# Consolidated Financial Statements 2024-25

## INDEPENDENT CONSOLIDATED AUDITOR'S REPORT

### TO THE SHAREHOLDERS OF UTTAM SUGAR MILLS LIMITED

### Report on the Consolidated Financial Statements

#### Opinion

We have audited the accompanying consolidated financial statements of **Uttam Sugar Mills Limited** (hereinafter referred to as "the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at March 31, 2025, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 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 consolidated state of affairs of the as at March 31, 2025, its consolidated profit, consolidated total comprehensive income, consolidated changes in equity and consolidated cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the consolidated financial statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made 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 audit opinion on the consolidated financial statements.

#### Emphasis of Matter

Attention is invited to note number 36(c) which describes that the company based on management assessment has decided after considering the fact and circumstances that no demand in respect of the outstanding loan and interest thereon has been raised by the State Government since January, 2008 and the application in respect of waiver of loan and interest is pending with the appropriate authority, not to account for the interest for the year amounting to ₹26.26 Lacs on unsecured loan received from the State Government of Uttarakhand till the final outcome.

Our opinion is not modified in respect of this matter.

| S. NO | KEY AUDIT MATTERS | AUDITOR'S RESPONSE |
|---|---|---|
| 1. | **Revenue recognition**<br>**Refer to note no 2.6 to the financial statements.**<br>The Group principally generates revenue from sale of Sugar (domestic and Export) and sale of its By-products, sale of distillery products, sale of Jaggery and sale of Power, Renewal energy credits (REC) in domestic market.<br>We identified revenue recognition as a key audit matter because it is one of the key performance indicators of the Group and gives rise to an inherent risk of misstatement to meet expectations or targets. | Our audit procedures, amongst others, included the following:<br>• Obtaining an understanding of the process relating to recording of sales and testing the design, implementation and operating effectiveness of relevant key internal controls over recording of sales.<br>• Assessing the appropriateness of the Company's accounting policy for recording of sales and compliance of the policy with applicable accounting standards. |

| | | |
|---|---|---|
| | | • Comparing a sample of sale transactions recorded during the year with sales orders, sales invoices, delivery challans and other relevant underlying documents.<br>• Comparing a sample of sale transactions recorded near the year end with the sales orders, sales invoices, delivery challans and other relevant underlying documentation to assess if the sale was recorded in the appropriate accounting period.<br>• Comparing a sample of electricity sales transactions with energy invoices duly verified by Central Power Purchasing Agency (Guarantee) Limited ("CPPA-G") and assessed whether the sale was recorded in the appropriate accounting period.<br>• Inspecting on a sample basis, credit notes issued near to and subsequent to year end to evaluate whether the adjustments to sales had been accurately recorded in the appropriate accounting period; and<br>• Scanning for any manual journal entries relating to sales recorded during and near the year end which were considered to be material or other specific risk-based criteria for inspecting underlying documentation. |
| 2. | **Capitalization of property, plant and equipment**<br>**Refer note no.3 to the financial statements.** The Group has made significant capital expenditure on New Plant, modernization and replacement of plant and equipment.<br>We identified capitalization of property, plant and equipment as a key audit matter because there is a risk that amounts being capitalized may not meet the capitalization criteria with related implications on depreciation charge for the year. | Our audit procedures, amongst others, included the following:<br>• Obtaining an understanding of and testing the design, implementation and operating effectiveness of management's key internal control over capital expenditure;<br>• Comparing on sample basis, the costs incurred on projects with supporting documentation and contracts;<br>• Assessing the nature of costs incurred for the capital projects for appropriateness by comparing, on sample basis, amounts recorded with underlying documentation and considering that the expenditure meets the criteria for capitalization as per the applicable accounting standards;<br>• Inspecting supporting documents for the date of capitalization when project assets were ready for its intended use to assess that depreciation commenced and further capitalization of costs ceased from that date and to assess the useful life assigned by management including testing the calculation of related depreciation. |
| 3. | **Valuation of Inventories**<br>**Refer note no. 6 to the financial statements.**<br>We identified valuation of inventories as a key audit matter as it involves significant management judgments in determining the carrying value of stock. | Our audit procedures, amongst others, included the following:<br>• Assessing the appropriateness of Company's accounting policy for valuation of stock and compliance of the policy with the requirements of the prevailing accounting standards;<br>• Obtaining an understanding of internal controls over valuation of stock and testing, on a sample basis, their design, implementation and operating effectiveness;<br>• Obtaining an understanding and assessing reasonableness of the management's determination of net realizable value (NRV) and the key estimates adopted, including future selling prices and costs necessary to make the sales and their basis; and<br>• Comparing the NRV, on a sample basis, to the cost of stock-in-trade to assess whether any adjustments are required to the value of stock in trade in accordance with the accounting policy. |
| 4. | **Investment in Equity Shares of subsidiary by holding**<br>**Refer Note. 33(g) to the Financial Statements**<br>The Holding company has entered into an agreement on 27th February, 2024 viz. Share Subscription Cum Transfer Agreement (SSTA) as amended vide supplementary Agreement dated 14th February, 2025 with Uttamenergy Limited (UEL) and Subsidiary i.e. Uttam Distilleries Ltd. (UDL) as more fully described in Note no 33(g) and Consequently, it has become the holding company of UDL effective from 30th July, 2024, we identified the investment as key management matter as it involves significant judgements for acquisition & fair valuation of shares which requires the use of specialists /experts. | Our audit procedures, amongst others, included the following:<br>• We examined the terms & conditions of the agreement.<br>• We assessed the company's determination of the fair value of equity shares acquired & the matters used to value them by considering the valuation report of the appointed external valuation specialist/expert.<br>Evaluating appropriateness of adequate disclosures in accordance with the appropriate accounting Standards. |

## Other Matter

The Consolidated Statement includes the financial statements of Uttam Distilleries Limited for the period from 30th July, 2024 to 31st March, 2025 (i.e. the period post becoming the subsidiary of the company).

## Information Other than the Consolidated Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility and sustainability Report, Corporate Governance and Shareholder's Information, but does not include the Standalone Financial Statements, Consolidated Financial Statements and our auditor's report thereon.

Our opinion on the Consolidated Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Consolidated Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## Management's Responsibility for the Consolidated Financial Statements

The Holding company's Board of Directors is responsible for the matters stated in section 134(5) of the Act

with respect to preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated total comprehensive income, consolidated changes in equity and consolidated cash flows of the Group in accordance with the Ind AS and other accounting principles generally accepted in India. The respective Board of Directors of the companies included in the Group are responsible for maintenance of the adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the Group'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 management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so. The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

### Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated 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.
- Obtain an understanding of internal financial 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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 Group ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

### Report on Other Legal and Regulatory Requirements

1. With respect to the matters specified in clause (xxi) of paragraph 3 of the Companies (Auditor's Report) Order, 2020 (hereinafter referred to as the "Order"/ "CARO") issued by the Central Government in terms of section 143(11) of the Act, according to the information and explanations given to us, and based on the CARO reports issued by us for the holding and subsidiary company, the financial statements of which have been considered for the preparation of consolidated financial statements of the Company. We report that the remarks given in CARO Report of the respective companies are neither qualification nor adverse in nature. However, in respect of the following clauses of CARO, answers to the matters referred to in the clauses herein below were not affirmative:

| S. No. | Name of the company | CIN of the company | Clause no. of CARO Report |
|---|---|---|---|
| 1 | UTTAM SUGAR MILLS LIMITED-Holding Company | L99999UR1993PLC032518 | Clause 3(i)(c), 3(ix)(a) |
| 2 | UTTAM DISTILLERIES LIMITED- Subsidiary Company | U15520DL2004PLC128347 | Clause3(ix)(a), 3(xvii) |

2. As required by Section 143(3) of the Act, based on our audit 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 of aforesaid consolidated financial statements.
   b) In our opinion, proper books of account as required by law have been kept by the Group so far as it appears from our examination of those books.
   c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
   d) In our opinion, the aforesaid consolidated financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended.
   e) On the basis of the written representations received from the directors of the holding and subsidiary company as on March 31, 2025 taken on record by the Board of Directors of the companies, none of the directors of group companies, is disqualified as on March 31, 2025 from being appointed as a director in terms of Section 164 (2) of the Act.
   f) With respect to the adequacy and the operating effectiveness of the internal financial controls over financial reporting with reference to this consolidated financial statement, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls over financial reporting with respect to the companies of the group, incorporated in India.
   g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
      i. The Consolidated financial statements disclose the impact of pending litigations on its consolidated financial position of the Group.
      ii. The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
      iii. The company was not required to transfer, any amount to the Investor Education and Protection Fund.
      iv. (a) The respective Managements of the Holding company and its subsidiary have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the holding company or subsidiary to or in any other person or entity, outside the Group, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, 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 holding company or its subsidiary ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
      (b) The respective Managements of the holding company and its subsidiary, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company or subsidiary from

any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company or subsidiary 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.

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. (i) The final dividend which was proposed in the previous year, declared and paid by the Holding Company during the year is in accordance with Section 123 of the Act, as applicable.

(ii) The Board of Directors of the Holding Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable.

vi. Based on our examination which included test checks and that the Holding Company and subsidiary have used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit, we did not come across any instance of audit trail feature being tampered with and the audit trail has been preserved by the Group as per the statutory requirements for record retention.

**For B. K. Kapur and Co.,**
**Chartered Accountants,**
**Firm Registration No.00852C**

**(M.S. Kapur) F.C.A**
**Partner**
**M.No.074615**

**Place : Noida**
**Dated : 23rd May, 2025**

**UDIN : 25074615BMGJFG4458**

## ANNEXURE – A TO THE INDEPENDENT AUDITORS' REPORT

Referred to in Paragraph (1)(f) 'Report on Other Legal and Regulatory Requirements' of the Independent Auditors' Report of even date to the members of Uttam Sugar Mills Limited on the Consolidated Financial Statements for the year ended March 31, 2025

### Report on the Internal Financial Controls

(under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated financial statements of Uttam Sugar Mills Limited (hereinafter referred to as "Holding Company"), as of and for the year ended March 31, 2025, we have audited the internal financial controls over financial reporting of the Holding Company and its Subsidiary, as of that date.

### Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company and its subsidiary incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective companies, 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 Companies Act, 2013.

### Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the holding company and subsidiary incorporated in India, 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 Companies Act, 2013, 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 Institute of Chartered Accountants of India. 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.

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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

### Meaning of Internal Financial Controls over Financial Reporting

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 (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) 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 authorizations of management and directors of the company; and (3) 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

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 and Subsidiary , 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 31 March 2025, based on the internal control over financial reporting criteria established by the Holding 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.

**For B.K.Kapur and Co.,**
**Chartered Accountants,**
**Firm Registration No.00852C**

**(M. S. Kapur) F.C.A**
**Partner**
**M.No.074615**

**Place : Noida**
**Dated : 23rd May, 2025**

**UDIN : 25074615BMGJFG4458**

## CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2025

(₹ in Lakhs)

| Particulars | Note No. | As at 31st March, 2025 |
|---|---|---|
| **I. ASSETS** | | |
| **(1) Non-Current Assets** | | |
| **(a)** Property, Plant and Equipment | | 88,151.41 |
| **(b)** Capital work in progress | | 193.69 |
| **(c)** Right-of-use assets | 3 | 44.46 |
| **(d)** Intangible assets | | 5.09 |
| **(e)** Biological assets | | 4.35 |
| **(f) Financial assets** | | |
| Other financial assets | 4 | 46.96 |
| **(g)** Other Non-current assets | 5 | 374.31 |
| **Total (1)** | | **88,820.27** |
| **(2) Current Assets** | | |
| **(a)** Inventories | 6 | 115,365.51 |
| **(b) Financial assets** | | |
| (i) Trade receivables | 7 | 6,792.70 |
| (ii) Cash and cash equivalents | 8 | 480.33 |
| (iii) Bank balance other than cash and cash equivalents | 9 | 747.97 |
| (iv) Other financial assets | 4 | 945.86 |
| **(c)** Other current assets | 11 | 1,564.84 |
| **Total (2)** | | **125,897.21** |
| **(3) Non-current assets classified as held for sale** | 12 | **112.41** |
| **Total Assets (1+2+3)** | | **214,829.89** |
| **II. EQUITY AND LIABILITIES** | | |
| **(1) Equity** | | |
| **(a)** Share capital | 13 | 3,813.81 |
| **(b)** Other Equity | 14 | 74,997.89 |
| **Total (1)** | | **78,811.70** |
| Non Controlling interest | | 3,482.28 |
| **(2) Liabilities** | | |
| **(A) Non-Current Liabilities** | | |
| **(a)** Financial liabilities | | |
| (i) Borrowings | 15 | 7,274.42 |
| (ia) Lease liabilities | | 17.02 |
| (ii) Other financial liabilities | 16 | - |
| **(b)** Deferred revenue (including Government grant) | 17 | 562.29 |
| **(c)** Provisions | 18 | 2,394.35 |
| **(d)** Deferred tax liabilities (net) | 19 | 9,820.08 |
| **Total (2 A)** | | **20,068.16** |
| **(B) Current Liabilities** | | |
| **(a)** Financial liabilities | | |
| (i) Borrowings | 15 | 76,000.20 |
| (ia) Lease liabilities | | 31.23 |
| (ii) **Trade payable** | 20 | |
| Total Outstanding dues of Micro and Small Enterprises | | 858.10 |
| Total Outstanding dues of other than Micro and Small Enterprises | | 30,093.32 |
| (iii) Other financial liabilities | 16 | 2,822.74 |
| **(b)** Deferred revenue (including Government grant) | 17 | 281.26 |
| **(c)** Current tax liabilities (net) | 10 | 206.96 |
| **(d)** Other current liabilities | 21 | 1,767.30 |
| **(e)** Provisions | 18 | 406.64 |
| **Total (2 B)** | | **112,467.75** |
| **Total Equity & Liabilities (1+2)** | | **214,829.89** |
| Corporate information | **1** | |
| Significant accounting policies and estimates | **2 & 2A** | |
| Contingent Liabilities | **22** | |
| Capital Commitment | **23** | |
| The accompanying notes are an integral part of the financial statements | | |

**AS PER OUR REPORT OF EVEN DATE**
**Firm Registration No. 00852C**
**For B. K. Kapur & Co.**
**Chartered Accountants**

**(M.S. KAPUR) FCA**
Partner
Membership No. 074615
**Place : Noida**
**Date : May 23, 2025**

**for and on behalf of Board of Directors**

**(RAJ KUMAR ADLAKHA)**
Managing Director (DIN 00133256)

**(SHANKAR LAL SHARMA)**
Executive Director (DIN 09018381)

**(SANJAY BHANDARI)**
Chief Financial Officer

**(RAJESH GARG)**
Company Secretary & Compliance Officer





## CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2025

(₹ in Lakhs)

| Particulars | Note No. | Year Ended 31st March, 2025 |
|---|---|---|
| **Income** | | |
| **I.** Revenue from Operations | **24** | 184,600.74 |
| **II.** Other Income | **25** | 812.81 |
| **III. Total Income (I+II)** | | **185,413.55** |
| **IV. Expenses** | | |
| Cost of material consumed | **26** | 156,027.08 |
| Purchases of stock-in-trade | | 9.09 |
| Change in inventories of finished goods, by-products, work in progress & stock in trade | **27** | (21,336.62) |
| Employees benefits expenses | **28** | 11,396.70 |
| Finance costs | **29** | 5,662.52 |
| Depreciation and amortisation expenses | **3** | 4,660.05 |
| Other expenses | **30** | 17,194.81 |
| **Total Expenses** | | **173,613.63** |
| **V. Profit before tax (III-IV)** | | **11,799.92** |
| **VI. Tax expense** | **31** | |
| Current tax | | 2,700.00 |
| Income tax for Earlier Year | | (20.70) |
| Deferred tax | **19** | 540.84 |
| **VII. Profit for the year (V-VI)** | | **8,579.78** |
| **Profit for the year attributable to:-** | | |
| Owners of the company | | 8,831.11 |
| Non-Controlling Interest | | (251.33) |
| **Profit for the year after Non-Controlling Interest** | | **8,831.11** |
| **VIII. Other Comprehensive (loss)/income** | **32** | |
| (i) Items that will not be reclassified to profit and loss | | (109.91) |
| (ii) Income tax relating to items that will not be reclassified to profit and loss | | 27.66 |
| **Total Other Comprehensive (loss)/income** | | **(82.25)** |
| **Other Comprehensive Income/Loss attributable to:-** | | |
| Owners of the company | | (82.25) |
| Non-Controlling Interest | | - |
| **IX. Total Profit after comprehensive income for the year (VII+VIII)** | | **8,497.53** |
| (Comprising of profit and loss comprehensive income for the year) | | |
| **Total Comprehensive Income/Loss for the year attributable to :-** | | |
| Owners of the company | | (8,748.86) |
| Non-Controlling Interest | | (251.33) |
| **X. Earnings per equity share** | | |
| **(Nominal value per share ₹10/-)** | **33 v** | |
| - Basic (₹) | | **23.16** |
| - Diluted (₹) | | **23.16** |
| **Number of shares used in computing earning per share** | | |
| - Basic (Nos.) | | **38,138,120** |
| - Diluted (Nos.) | | **38,138,120** |
| Corporate information | **1** | |
| Significant accounting policies and estimates | **2 & 2 A** | |
| Contingent Liabilities | **22** | |
| Capital Commitment | **23** | |
| The accompanying notes are an integral part of the financial statements | | |

**AS PER OUR REPORT OF EVEN DATE**
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**Chartered Accountants**

**(M.S. KAPUR) FCA**
Partner
Membership No. 074615
**Place : Noida**
**Date : May 23, 2025**

**for and on behalf of Board of Directors**

**(RAJ KUMAR ADLAKHA)**
Managing Director (DIN 00133256)

**(SHANKAR LAL SHARMA)**
Executive Director (DIN 09018381)

**(SANJAY BHANDARI)**
Chief Financial Officer

**(RAJESH GARG)**
Company Secretary & Compliance Officer

## CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2025

(₹ in Lakhs)

| Particulars | Year Ended 31st March 2025 |
|---|---|
| **A. CASH FLOW FROM OPERATING ACTIVITIES** | |
| **Net Profit before tax** | **11,799.92** |
| **Adjustments for:** | |
| Depreciation and amortisation expenses | 4,660.05 |
| Finance cost | 5,042.81 |
| Interest expense based on effective interest rate | 619.71 |
| Profit on sale of assets | (4.38) |
| Interest income based on effective interest rate | (365.14) |
| Interest Income | (69.95) |
| **Operating Profit before Working Capital Changes** | **21,683.02** |
| **Working Capital Adjustment** | |
| Decrease/(Increase) in inventories | (20,732.40) |
| Decrease/(Increase) in trade receivables | (2,609.51) |
| Decrease/(Increase) in other financial assets | (281.28) |
| Decrease/(Increase) in other assets | 497.24 |
| Decrease/(Increase) in other bank balances | (66.74) |
| (Decrease)/Increase in other financial liabilities | (363.54) |
| (Decrease)/Increase in trade payable | 13,741.43 |
| (Decrease)/Increase in provisions | 355.49 |
| (Decrease)/Increase in other liabilities | 343.27 |
| | **(9,116.04)** |
| **Cash generated from operations** | 12,566.98 |
| Direct taxes refund received / (Paid) (net) | (2,377.00) |
| **Net Cash flow from Operating Activities** | **10,189.98** |
| **B. CASH FLOW FROM INVESTING ACTIVITIES** | |
| Purchase of property, Plant and Equipment, CWIP, Intangible Assets | (4,728.70) |
| Sale proceeds of assets | 60.96 |
| Purchase of investments/Share application given to related party | (1,598.00) |
| Interest received | 69.95 |
| **Net Cash used in Investing Activities** | **(6,195.79)** |
| **C. CASH FLOW FROM FINANCING ACTIVITIES** | |
| Finance cost paid | (5,085.47) |
| Equity Share Capital Issued | 100.00 |
| Redemption of Preference Shares | (550.31) |
| Proceeds from borrowings (Term loans) | 79.28 |
| Repayments of borrowings (Term loans) | (3,927.46) |
| Proceeds from borrowings (Working capital) | 6,427.85 |
| Equity Dividend paid | (951.35) |
| Preference Dividend paid | (108.27) |
| Repayments of lease liabilities | (35.19) |
| **Net Cash used in financing activities** | **(4,050.92)** |
| **Net Increase/(Decrease) in Cash and Cash equivalents (A+B+C)** | **(56.73)** |
| Cash and cash equivalents as at beginning of the year | 452.49 |
| Cash and cash equivalents as at the date of acquisation of Subsidiary company | 84.57 |
| Cash and cash equivalents as at closing | 480.33 |

| Reconciliation of Cash and cash equivalents as per the cash flow statements | As at 31st March, 2025 |
|---|---|
| **Particulars** | |
| a) Balance with banks on current & cash credit accounts | 455.51 |
| b) Cash in hand | 24.82 |
| **Closing cash and cash equivalents (Refer note no. 8)** | **480.33** |

1. Accounting standard (IND AS-7) Cash Flow Statement.
2. Cash and Cash Equivalent do not include any amount which is not available to the company for it use.

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Executive Director (DIN 09018381)

**(RAJESH GARG)**
Company Secretary & Compliance Officer



## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2025

### (a) Share Capital:

(₹ in Lakhs)

| Particulars | For the year ended 31st March, 2025 | | |
|---|---|---|---|
| | Balance as at 01.04.2024 | Changes in equity share capital during the year | Balance as at 31.03.2025 |
| 38138120 Equity Shares of ₹10/- each fully paid up | **3,813.81** | **-** | **3,813.81** |

### (b) Other Equity

**Balance as at 31st March, 2025**

(₹ in Lakhs)

| Particulars | Reserve and Surplus | | | | | |
|---|---|---|---|---|---|---|
| | Equity component of compound financial instruments | Securities premium | Capital Redemption Reserve | Retained earnings | Other comprehensive income | Total other equity |
| **Balance as at 01.04.2024** | **417.43** | **15,252.82** | **5,964.98** | **44,156.21** | **-** | **65,791.44** |
| **Add:- Capital reserve on Consolidation** | | | | | | **1,434.79** |
| **Add/Less :- Transfer from retained earnings/to Capital Redemption Reserve on redemption during the year of** | | | | | | |
| a. 58700 6.50% Non-Cumulative Redeemable Preference Shares | | | 58.70 | (58.70) | - | - |
| b. 203725 10.00% Non-Cumulative Redeemable Preference Shares | | | 203.73 | (203.73) | - | - |
| Add/Less : Annual Impact of Ind AS amortization of Preference shares | (160.62) | - | - | 160.62 | | - |
| Less:- Impact of redemption of Preference Shares out of opening balance | 85.85 | - | - | - | - | 85.85 |
| Less : Impact of Deferred Tax on Land Revaluation reserve | | | | (77.11) | - | (77.11) |
| **Profit for the year** | | - | - | **8,831.11** | **(82.25)** | **8,748.86** |
| Transfer from/to other comprehensive income/retained earnings | | - | - | (82.25) | 82.25 | - |
| Less: Equity Dividend paid | | | | 953.45 | - | 953.45 |
| Less: Preference Dividend paid | - | - | - | 15.02 | - | 15.02 |
| **Balance as at 31.03.2025** | **170.96** | **15,252.82** | **6,227.41** | **51,911.90** | **-** | **74,997.89** |

The accompanying notes are an integral part of the financial statements

**AS PER OUR REPORT OF EVEN DATE**
**Firm Registration No. 00852C**
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**Chartered Accountants**

**(M.S. KAPUR) FCA**
Partner
Membership No.074615
**Place : Noida**
**Date : May 23, 2025**

**for and on behalf of Board of Directors**

**(RAJ KUMAR ADLAKHA)**
Managing Director (DIN 00133256)

**(SANJAY BHANDARI)**
Chief Financial Officer

**(SHANKAR LAL SHARMA)**
Executive Director (DIN 09018381)

**(RAJESH GARG)**
Company Secretary & Compliance Officer

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

### Note No. 1 : Corporate Information

Uttam Sugar Mills Ltd.– Holding Company ("USML" or the Company) is a public limited Company incorporated and domiciled in India. The registered office of the Company is situated at Village Libberheri, Tehsil Roorkee, Distt. Haridwar (Uttarakhand).

The Company's shares are listed on the BSE Limited and National Stock Exchange of India Ltd.

The Company is engaged in the manufacture and sale of Sugar, Industrial Alcohol and Generation of Power. The financial statements of the Company are for the year ended 31st March, 2025 and are prepared in Indian Rupees being the functional currency. The values in Rupees are rounded off to nearest rupee in lakhs up to two decimals, except otherwise indicated.

The consolidated financial statements for the year ended 31st March, 2025 was approved by the Board of Directors of the Company on 23rd May 2025 and is subject to the adoption by the shareholders in the Annual General Meeting.

Uttam Distilleries Ltd.– Subsidiary Company (w.e.f. 30th July 2024) is incorporated and domiciled in India. The registered office of the Company is situated at 7c Ist Floor, J-Block Shopping Center, Saket, New Delhi, engaged in the manufacture of Industrial Alcohol.

The financial statements of subsidiary company for the year ended 31st March, 2025 was approved by the Board of Directors of the Company on 22nd May 2025 and is subject to the adoption by the shareholders in the Annual General Meeting.

### Note No. 2 : Material Accounting Policies

#### 2.1 Statement of compliance with Ind AS

The consolidated financial statements of the Company have been prepared to comply with the Indian Accounting Standards ('Ind AS') notified under Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) read with Section 133 of the Companies Act, 2013 and other relevant provision and presentation requirement of Division II of Schedule III of the Companies Act as applicable.

The company has assessed the materiality of the accounting policy information which involves exercising judgements and considering both qualitative and quantitative factors by taking into account not only the size and nature of the item or condition but also the characteristics of the transactions, events or conditions that could make the information more likely to impact the decisions of the users of the financial statements.

Entity's conclusion that an accounting policy is immaterial does not affect the disclosures requirements set out in the accounting standards.

All the Ind AS issued and notified by the Ministry of Corporate Affairs under the Companies (India Accounting Standards) Rules 2015 (As amended) till the consolidated financial statements are approved for issue by the Board of Directors has been considered in preparing these financial statements.

#### 2.2 Basis of preparation

These financial statements have been prepared in accordance with Ind AS under the historical cost basis except for the following.

i) Certain financial assets and financial liabilities – measured at fair value and

ii) Defined benefits plan- plan assets measured at fair value.

iii) Biological assets that are measured at fair value, assets held for sale which is measured at lower of cost and fair value less cost to sell.

Accounting Policies have been consistently applied except where a newly issued IND AS is initially accepted or a revision to an existing IND AS requiring change in the accounting policies hitherto in use.

#### 2.3 The Company presents assets and liabilities in the balance sheet based on current/non-current classification.

**An asset is treated as current when it is:**

i) Expected to be realized or intended to be sold or consumed in normal operating cycle,



Notes on Consolidated Financial Statements for the year ended 31st March 2025

ii) Held primarily for the purpose of trading,

iii) Expected to be realized within twelve months after the reporting period,

iv) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period, or

v) Carrying current portion of non-current financial assets.

All other assets are classified as non-current.

**A liability is current when:**

i) It is expected to be settled in normal operating cycle,

ii) It is held primarily for the purpose of trading,

iii) It is due to be settled within twelve months after the reporting period,

iv) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period, or

v) It includes current portion of non-current financial liabilities.

All other liabilities are classified as non-current.

#### 2.4 Principal of consolidation

The consolidated financial statements comprise the financial statements of Uttam Sugar Mills Limited (hereinafter referred to as "the Holding Company") and its subsidiary. The Holding Company together with its subsidiary constitute "the Group". For this purpose, an entity which is directly or indirectly, controlled by the Holding Company is treated as subsidiary. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee),
- Exposure, or rights, to variable returns from its involvement with the investee, and
- The ability to use its power over the investee to affect its returns. Generally, there is a presumption that a majority of voting rights result in control. To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:
- The contractual arrangement with the other vote holders of the investee.
- Rights arising from other contractual arrangements.
- The Group's voting rights and potential voting rights.
- The size of the group's holding of voting rights relative to the size and dispersion of the holdings of the other voting rights holders.

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control.

**Investment in subsidiary:**

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary.

Consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the Group uses accounting policies other than those adopted in the consolidated financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that Group member's financial statements in preparing the consolidated financial statements to ensure conformity with the Group's accounting policies.

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

The financial statements of all entities used for the purpose of consolidation are drawn up to same reporting date as that of the parent company, i.e., year ended on 31 March. When the end of the reporting period of the parent is different from that of a subsidiary, the subsidiary prepares, for consolidation purposes, additional financial information as of the same date as the financial statements of the parent to enable the parent to consolidate the financial information of the subsidiary, unless it is impracticable to do so. Consolidation procedure:

a) Combine like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiary. For this purpose, income and expenses of the subsidiary are based on the amounts of the assets and liabilities recognized in the consolidated financial statements at the acquisition date.

b) Offset (eliminate) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary. Business combinations policy explains how to account for any related goodwill.

c) Eliminate in full intra group assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the Group (profits or losses resulting from intra group transactions that are recognized in assets, such as inventory and fixed assets, are eliminated in full). Intra group losses may indicate an impairment that requires recognition in the consolidated financial statements. IND AS 12 Income Taxes applies to temporary differences that arise from the elimination of profits and losses resulting from intra group transactions. Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiary to bring their accounting policies into line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it:

- Derecognizes the assets (including goodwill) and liabilities of the subsidiary
- Derecognizes the carrying amount of any non-controlling interests
- Derecognizes the cumulative translation differences recorded in equity
- Recognizes the fair value of the consideration received
- Recognizes the fair value of any investment retained
- Recognizes any surplus or deficit in profit or loss
- Reclassifies the parent's share of components previously recognized in OCI to profit or loss or retained earnings, as appropriate, as would be required if the Group had directly disposed of the related assets or liabilities.

### 2.5 Business Combinations and Goodwill

Business combinations are accounted for using the acquisition method. The cost of an acquisition is measured at the aggregate of the consideration transferred measured at acquisition date fair value and the amount of any non-controlling interests in the acquiree. For each business combination, the Group elects whether to measure the non-controlling interests in the acquiree at fair value or at the proportionate share of the acquiree's identifiable net assets. Acquisition-related costs are expensed as incurred.

At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognized at their acquisition date fair values. For this purpose, the liabilities assumed include contingent liabilities representing present obligation and they are measured at their acquisition fair values irrespective of the fact that outflow of resources embodying economic benefits is not probable. However, the following assets and liabilities acquired in a business combination are measured at the basis indicated below:

- Deferred tax assets or liabilities, and the assets or liabilities related to employee benefit arrangements are recognized and measured in accordance with Ind AS 12 Income Tax and Ind AS 19 Employee Benefits respectively.
- Assets (or disposal groups) that are classified as held for sale in accordance with Ind AS 105 Non-current Assets Held for Sale and Discontinued Operations are measured in accordance with that standard. When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions as at the acquisition date. This includes the separation of embedded derivatives in host contracts by the acquiree.

If the business combination is achieved in stages, any previously held equity interest is re-measured at its acquisition date fair value and any resulting gain or loss is recognized in profit or loss or OCI, as appropriate.

Any contingent consideration to be transferred by the acquirer is recognized at fair value at the acquisition date. Contingent consideration classified as an asset or liability that is a financial instrument and within the scope of Ind AS 109 Financial Instruments, is measured at fair value with changes in fair value recognized in profit or loss. If the contingent consideration is not within the scope of Ind AS 109, it is measured in accordance with the appropriate Ind AS. Contingent consideration that is classified as equity is not re-measured at subsequent reporting dates and subsequent its settlement is accounted for within equity.

Goodwill is initially measured at cost, being the excess of the aggregate of the consideration transferred and the amount recognized for non-controlling interests, and any previous interest held, over the net identifiable assets acquired and liabilities assumed. If the fair value of the net assets acquired is in excess of the aggregate consideration transferred, the Group re-assesses whether it has correctly identified all of the assets acquired and all of the liabilities assumed and reviews the procedures used to measure the amounts to be recognized at the acquisition date. If the reassessment still results in an excess of the fair value of net assets acquired over the aggregate consideration transferred, then the gain is recognized in OCI and accumulated in equity as capital reserve. However, if there is no clear evidence of bargain purchase, the entity recognises the gain directly in equity as capital reserve, without routing the same through OCI.

After initial recognition, goodwill is measured at cost less any accumulated impairment losses. For the purpose of impairment testing, goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Group's cash-generating units that are expected to benefit from the combination, irrespective of whether other assets or liabilities of the acquiree are assigned to those units. A cash generating unit to which goodwill has been allocated is tested for impairment annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash generating unit is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro rata based on the carrying amount of each asset in the unit. Any impairment loss for goodwill is recognized in profit or loss. An impairment loss recognized for goodwill is not reversed in subsequent periods.

Where goodwill has been allocated to a cash-generating unit and part of the operation within that unit is disposed of, the goodwill associated with the disposed operation is included in the carrying amount of the operation when determining the gain or loss on disposal. Goodwill disposed in these circumstances is measured based on the relative values of the disposed operation and the portion of the cash-generating unit retained.

If the initial accounting for a business combination is incomplete by the end of the reporting period in which the combination occurs, the Group reports provisional amounts for the items for which the accounting is incomplete. Those provisional amounts are adjusted through goodwill during the measurement period, or additional assets or liabilities are recognized, to reflect new information obtained about facts and circumstances that existed at the acquisition date that, if known, would have affected the amounts recognized at that date. These adjustments are called as measurement period adjustments. The measurement period does not exceed one year from the acquisition date.

### 2.6 Revenue recognition

Revenue from sale of product is recognized at the point in time when control of the goods is transferred to the customer, generally on delivery of the product.

At contract inception, the Group assess the goods promised in a contract with a customer and identify as a performance obligation each promise to transfer to the customer. Revenue from contracts with customers is recognized when control of goods or services are transferred to customers and the Group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold.

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

Revenue is measured at the fair value of the consideration received or receivables, net of returns and allowances, trade discounts and volume rebates. Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured, regardless of when the payment is being made.

Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the Government. The Group bases its estimates on historical results, taking into consideration the type of customer, the type of transaction and the specific of each arrangement.

Revenue from sale of power is recognized when the units generated are transmitted to the pooling station, in accordance with the terms and conditions of the power purchase agreement entered into by the Group with the purchasing parties.

Income from sale of REC is recognized on delivery of REC to the customers 'account.

Export incentives are accounted for in the year of exports based on eligibility and when there is no significant uncertainty in receiving the same.

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Group 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" that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's gross carrying amount.

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that there is no uncertainty in receiving the claims.

All other incomes are accounted for on accrual basis.

### 2.7 Expenses

All expenses are accounted for on accrual basis.

### 2.8 Property, plant and equipment and Capital work in progress (CWIP)

All property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses, if any. Free hold land is not depreciated. The cost of an asset includes the purchase cost of materials, including import duties and non-refundable/ creditable taxes and any directly attributable cost of bringing an asset to the location and condition of its intended use and costs of dismantling and removing the item and restoring the site on which it is located , interest on borrowing used to finance the construction of qualifying assets are capitalized as part of the cost of the asset until such time that the asset is ready for its intended use.

When significant parts of property, plant and equipment are required to be replaced at intervals, the Group depreciates them separately based on their specific useful lives. Likewise, when a major refurbishment is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repairs and maintenance costs are recognized in statement of profit and loss as incurred.

Items of spare parts, stand-by equipment and servicing equipment which meet the definition of property, plant and equipment are capitalized. Other spare parts are carried as inventory and recognized in the statement of profit and loss on consumption. When parts of an item of PPE have different useful lives, they are accounted for as separate component.

Directly attributable expenditure (including finance cost relating to borrowed funds for construction or acquisition of fixed assets) incurred on projects under implementation are treated as pre-operative expenses pending allocation to the assets and are shown under CWIP, CWIP is stated at the amount expended up to balance sheet date on assets or property, plant and equipment that are not yet ready for their intended use.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

The cost and related accumulated depreciation are eliminated from the financial statements upon disposal/ sale or retirement of the asset and the resultant gains or losses (difference between the sale proceeds and the carrying amount of the assets) are recognized in the Statement of profit and Loss.



Notes on Consolidated Financial Statements for the year ended 31st March 2025

### 2.9 Depreciation methods, estimated useful lives and residual value

a) Depreciation on property, plant and equipment is provided on Straight Line basis so as to charge the cost of the assets or the amount substituted for costs in case of revalued assets less its residual value over the useful life of the respective asset as prescribed under part C of Schedule II to the Companies Act, 2013. Residual value has been considered as 5% of the cost of the respective assets.

b) Leasehold Building Developments are amortized at lower of period of lease or ten years.

c) Intangible Assets are amortized over a period of economic benefits not exceeding ten years.

d) Depreciation/amortization on assets added, sold or discarded during the year is provided on pro – rata basis.

### 2.10 Intangible assets (Computer software)

Intangible assets are stated at cost of acquisition net of recoverable taxes less accumulated amortization/depletion and impairment loss, if any. The cost comprises purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use. An intangible asset is derecognized on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of profit and loss when the asset is derecognized.

### 2.11 Inventories

Inventories (other than By-products) are valued at lower of cost or net realizable value.

Inventories of Renewal Energy Certificates (REC) are valued at lower of cost or net realizable value.

Inventories on stock in trade are valued at lower of cost or net realizable value.

Cost of inventories has been determined on current cost.

Chemicals, packing material and other store & spares at purchase cost including incidental expenses on -weighted average basis.

Cost of finished goods and Work in Progress has been worked out on absorption cost basis.

By- products and residuals are valued at net realizable value except in case of B Heavy Molasses which is valued by considering the realizable value of C Heavy Molasses plus sugar sacrificed for producing B Heavy Molasses.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

Assessment of net realizable value is made at each subsequent reporting date. When the circumstances that previously caused inventories to be written down below cost no longer exist or when there is clear evidence of an increase in net realizable value because of changed economic circumstances, the amount so written-down is adjusted in terms of policy as stated above.

### 2.12 Government Grants

Government grants are recognized at fair value when there is reasonable assurance that the grant would be received and the Group would comply with all the conditions attached with them.

Government grants related to property, plant and equipment are treated as deferred revenue (included under non-current liabilities with current portion considered under current liabilities) and are recognized and credited in the statement of profit and loss on systematic and rational basis and included under other income.

Government grants related to revenue nature are 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 and are adjusted with the related expenditure.

(If not related to a specific expenditure, it is taken as income and presented under: other Income)

### 2.13 Borrowing costs

Borrowing costs that are directly attributable to the acquisition, construction or production of assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization. All other borrowing costs are charged to the profit and loss statement in the period in which they are incurred.

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

Preference Shares, which are mandatorily redeemable on a specific date are classified as liabilities. The dividend on these preference shares is recognized as finance cost in the Statement of Profit and Loss.

### 2.14 Leases

The Group assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As a lessee the Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Group recognizes lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

Right-of-use assets the Group recognizes right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any re-measurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognized, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received.

Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets. If ownership of the leased asset transfers to the Group at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset. The right-of-use assets are also subject to impairment.

The right-of-use assets are disclosed in Property, Plant and Equipment (see Note 3).

Lease Liabilities at the commencement date of the lease, the Group recognizes lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees.

In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is re-measured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset. Lease liabilities are included in Other financial liabilities.

Short-term lease and lease of low-value assets the Group applies the short-term lease recognition exemption to its short-term leases of machinery and equipment (i.e., those leases that have a lease term of twelve months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of offices, godowns, equipment, etc. that are of low value. Lease payments on short-term leases and leases of low-value assets are recognized as expense on a straight-line basis over the lease term.

### 2.15 Provisions, contingent liabilities and contingent assets.

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at current pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability when discounting is used, the increase in the passage of time is recognized as finance costs.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group or a present obligation that is not recognized because it is not probable that an out flow of recourses will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is liability that can't be recognized because it can't be measured reliably.

A contingent liability is not recognized in the financial statements, but discloses its existence in the Financial Statement.



Notes on Consolidated Financial Statements for the year ended 31st March 2025

When the realization of income is virtually certain, then the related asset is no longer a contingent asset, and is recognized as an asset.

Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.

### 2.16 Dividend payable

Final dividend on shares is recorded as a liability on the date of approval by the shareholders and interim dividend are recorded as a liability on the date of declaration by the Group's Board of Directors. A corresponding amount is recognized directly in equity.

### 2.17 Foreign currency transactions

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of transaction. Monetary items denominated in foreign currencies at the year ended translated at the year ended rates which is likely to be realized from, or required to disburse at the balance sheet date. Exchange differences arising on settlement of monetary items at rates different from those at which they were initially recorded / reported in financial statements are recognized as income or expense in the year in which they arise.

Non-monetary items which are carried at historical cost denominated in a foreign currency are translated using the exchange rate at the date of the initial transaction.

### 2.18 Employee benefits

a) Short –term employee benefits are recognized as an expense at the undiscounted amount in the Statement Profit & Loss Account of the period in which the related service is rendered.

b) Long –term employee benefits are recognized as an expense in the Statement Profit & Loss Account for the year in which the employee has rendered services.

**Defined Benefit Plans**

The Group's liabilities on account of gratuity and earned leaves on retirement of employees are determined at the end of each financial year on the basis of actuarial valuation certificates obtained from registered actuary in accordance with the measurement procedure as per Indian Accounting Standard (INDAS)-19- 'Employee Benefits'.

**i) Compensated absences**

Accumulated leave, which is expected to be utilized within next 12 months, is treated as short term employee benefit and this is shown under current provisions in the Balance Sheet. The Group treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefits and shown under long term provisions in the Balance sheet.

**ii) Gratuity**

The Group provides for retirement benefits in the form of gratuity. The Group's liability towards this benefit is determined on the basis of actuarial valuation using projected unit credit method at the date of Balance sheet. Actuarial gain and Losses in respect of such benefits are recognized in Other Comprehensive Income.

### 2.19 Financial instruments

A Financial instrument is any contract that gives rise to financial assets of one entity and a financial liability or equity instrument of another party.

**A. Financial Assets**

**a. Initial recognition**

The Group classifies financial instruments, or their component parts, on initial recognition as a financial asset, a financial liability or an equity instrument in accordance with the substance of the contractual arrangement. Financial instruments are recognized when the Group becomes a party to the contractual provisions of the instrument. Financial instruments are recognized initially at fair value plus transactions costs that are directly attributable to the acquisition or issue of the financial instrument, except for financial assets at fair value through statement of profit and loss, which are initially measured at fair value, excluding transaction costs (which is recognized in statement of profit and loss).

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

**b. Subsequent measurement**

**i) Financial assets carried at amortized cost (AC)**

A financial asset is subsequently measured at amortized cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**ii) Financial assets at fair value through other comprehensive income (FVTOCI)**

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**iii) Financial assets at fair value through statement of profit and loss (FVTPL)**

**Equity instruments**

All equity investments in scope of Ind AS 109 are measured at fair value either as at FVTOCI or FVTPL. The Group makes such election on instrument-by-instrument basis. For equity instruments measured as at FVTOCI, all fair value changes on the instrument, excluding dividends, are recognized in the OCI. Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit & Loss account.

**c. De-recognition**

A Financial Assets (or where applicable, part of financial assets) is primarily derecognized when:

1. The contractual right to receive cash flows from the assets have expired or
2. The Group has transferred its right to receive cash flow from the financial assets and subsequently all the risks and rewards of ownership of the assets to third party.

**d. Reclassification of financial assets:**

Group determines the classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities.

**e. Impairment of financial assets**

The Group recognized loss allowance using the expected credit loss (ECL) model for the financial assets which are not fair valued through Statement of Profit and loss. Loss allowance for trade receivable with no significant financing component is measured at an amount equal to life time ECL.

For all other financial assets, expected credit loss are measured at an amount equal to the twelve-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL.

**B. Financial liabilities**

**a. Initial recognition and measurement:**

All financial liabilities are recognized initially at fair value and in case of loans and borrowings and payables, net of directly attributable cost. The Group's financial liabilities include trade and other payable, loans and borrowing including bank over drafts, financial guarantee contracts and derivative financial instruments. Fees of recurring nature are directly recognized in statement of profit and loss as finance cost.

**b. Subsequent measurement:**

Financial liabilities are subsequently carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

**i) Loans and borrowings**

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortized cost using the effective interest rate (EIR) method. Gains and losses are recognized in statement of profit and loss when liabilities are de-recognized. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance cost in the statement of profit and loss.

**ii) Compound financial instruments**

At the issue date the fair value of the liability component of a compound instrument is estimated using the market interest rate for a similar non-convertible instrument. This amount is recorded as a liability at amortized cost using the effective interest method until extinguished upon conversion or at the instrument's redemption date. The equity component is determined as the difference of the amount of the liability component from the fair value of the instrument. This is recognized in equity, net of income tax effects, and is not subsequently re-measured.

**c. De-recognition of financial instruments**

A financial liability is derecognized where the obligation under the liability is discharged or cancelled or expires where an existing financial liability is replaced by another from the same tender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of new liability. The difference in the respective carrying amounts is recognized in the statement of Profit and Loss.

**d. Offsetting of financial instruments**

Financial assets and financial liabilities including derivative instruments are offset and the net amount is reported in the Balance sheet, if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis or to realize the assets and settle the liabilities simultaneously.

**e. Fair value measurement**

Fair value is a market-based measurement, not an entity-specific measurement. Under Ind AS, fair valuation of financial instruments is guided by Ind AS 113 "Fair Value Measurement" (Ind AS – 113).

For some assets and liabilities, observable market transactions or market information might be available. For other assets and liabilities, observable market transactions and market information might not be available. However, the objective of a fair value measurement in both cases is the same to estimate the price at which an orderly transaction to sell the asset or to transfer the liability would take place between market participants at the measurement date under current market conditions (i.e. an exit price at the measurement date from the perspective of a market participant that holds the asset or owes the liability).

Three widely used valuation techniques specified in the said Ind AS are the market approach, the cost approach and the income approach which have been dealt with separately in the said Ind AS.

Each of the valuation techniques stated as above proceeds on different fundamental assumptions, which have greater or lesser relevance, and at times there is no relevance of a particular methodology to a given situation. Thus, the methods to be adopted for a particular purpose must be judiciously chosen. The application of any particular method of valuation depends on the Group being evaluated, the nature of industry in which it operates, the Group's intrinsic strengths and the purpose for which the valuation is made.

In determining the fair value of financial instruments, the Group uses a variety of methods and assumptions that are based on market conditions and risks existing at each balance sheet date.

**The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:**

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs)

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

**f. Share capital**

An equity instrument is a contract that evidences residual interest in the assets of the Group after deducting all of its liabilities. Incremental costs directly attributable to the issuance of new equity shares are recognized as a deduction from equity, net of any tax effects.

### 2.20 Impairment Non-financial assets

The carrying amount of any property, plant and equipment and intangible assets with finite lives are reviewed at each balance sheet date, if there is any indication of impairment based on internal /external factor. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. Recoverable amount is higher of an asset's or cash generating unit's net selling price and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or group of assets.

An impairment loss is charged to the Statement of Profit and loss in the year in which an asset is identified as impaired. An impairment loss recognized in prior accounting periods is reversed if there has been change in the estimate of the recoverable amount. At each balance sheet date, the Group assesses whether there is any indication that any property, plant and equipment and intangible assets with finite lives may be impaired. If any such impairment exists, the recoverable amount of an asset is estimated to determine the extent of impairment. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the impairment loss previously recognized is reversed such that the asset is recognized at its recoverable amount but not exceeding written down value which would have been reported if the impairment loss had not been recognized.

### 2.21 Taxes

Income tax expense comprises current tax and deferred tax and is recognized in the Statement of Profit and Loss except to the extent it relates to items directly recognized in Equity or in Other Comprehensive Income (OCI).

**Current tax**

Provision for current tax is made with reference to taxable income computed for the accounting period for which the financial statements are prepared by applying the tax rates and laws that are enacted or substantively enacted at the balance sheet date. The tax is recognized in statement of profit and loss, except to the extent that it related to items recognized in the OCI or in other equity. In this case, the tax is also recognized in other comprehensive income and other equity.

The Group offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis or to realize the assets and settle the liabilities simultaneously.

**Deferred tax**

Deferred tax is recognized using the balance sheet approach. Deferred tax assets and liabilities are recognized for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount in financial statements, except when the deferred tax arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profits or loss at the time of the transaction.

Deferred tax assets are recognized for deductible temporary differences, the carry forward of and any unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax losses can be utilized. .

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be recovered.

Unrecognized deferred tax assets are re-assessed at each balance sheet date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off deferred tax assets against deferred tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.



Notes on Consolidated Financial Statements for the year ended 31st March 2025

### 2.22 Earnings per Share

The Group presents basic and diluted earnings per share ("EPS") data for its equity shares. Basic EPS is calculated by dividing the profit/loss before other comprehensive income/loss for the year attributable to equity shareholders of the Group by the weighted average number of equity shares outstanding during the period. Diluted EPS is determined by adjusting the profit/loss before other comprehensive income/loss for the year attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all dilutive potential equity shares.

### 2.23 Non-current assets (or disposal groups) held for sale and discontinued operations

(a) Non-current assets (or disposal groups) are classified as held for sale if their carrying amount would be recovered principally through a sale/distribution rather than through continuing use and a sale/distribution is considered highly probable.

Actions required to complete the sale/distribution should indicate that it is unlikely that significant changes to the sale/ distribution would be made or that the decision to sell/distribute would be withdrawn. Management must be committed to sale/distribution expected within one year from the date of classification.

(b) Immediately before the initial classification of the assets (and disposal groups) as held for sale, the carrying amount of the assets (or all the assets and liabilities in the disposal groups) are measured in accordance with their applicable accounting policy.

Non-current assets (or disposal groups) held for sale/for distribution to owners are subsequently measured at the lower of their carrying amount and fair value less costs to sell, except for assets such as deferred tax assets, assets arising from employee benefits and financial assets which are specifically exempt from this requirement.

(c) Non-current assets including those that are part of a disposal group (PPE and Intangible assets) once classified as held for sale/ distribution to owners are neither depreciated nor amortized. Interest and other expenses attributable to the liabilities of a disposal group classified as held for sale continue to be recognized.

(d) Non-current assets (including assets of a disposal group) classified as held for sale are presented separately from the other assets in the Balance sheet. The liabilities of a disposal group classified as held for sale/ distribution are presented separately from other liabilities in the Balance sheet.

(e) A disposal group qualifies as discontinued operation, if it is a component of equity that has either being disposed of or is classified as Held for sale, and that represents a separate major line of business or geographical area of operations, or is part of a single co-ordinate plan to dispose of a separate major line of business or geographical area of operations or is a subsidiary exclusively with a view to resale.

Discontinued operations are excluded from the results of continuing operations and are presented separately as a single amount as profit or loss after tax from discontinued operations in the Statement of Profit and Loss and comparative information is restated accordingly.

(f) All notes to the financial statements mainly include amounts for continuing operations, unless stated otherwise.

### 2.24 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. Revenue and expenses are identified to segments on the basis of their relationship to the operating activities of the segment. Inter segment revenue are accounted for based on the cost price. Revenue, expenses, assets and liabilities which are not allocable to segments on a reasonable basis, are included under "Unallocated revenue/ expenses/ assets/ liabilities".

The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Managing Director who makes strategic decisions.

The accounting policies adopted for segment reporting are in line with the accounting policies adopted for preparing and presenting the financial statements of the Group as a whole.

### 2.25 Cash and cash equivalents

Cash and cash equivalents in the consolidated Balance sheet comprise cash on hand, cheques on hand, balance with banks on current accounts and debit balance of cash credit account if any and short term, highly liquid investments with an original maturity of three months or less and which carry insignificant risk of changes in value.

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

For the purpose of the consolidated Cash Flow Statement, Cash and cash equivalents consist of Cash and cash equivalents, as defined above and net of outstanding book overdrafts as they are considered an integral part of the Group's cash management.

### 2.26 Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit/loss before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing flows. The cash flows from operating, investing and financing activities of the Group are segregated.

### Note No. : 2A Key accounting judgment, estimates and assumptions

The preparation of the financial statements requires the use of accounting estimates, which, by definition would seldom equal the actual results. Management also needs to exercise judgment and make certain assumptions in applying the Group accounting policies and preparation of financial statements.

The use of such estimates, judgments and assumptions affects the reported amounts of revenue, expenses, assets and liabilities including the accompanying disclosures and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in the future periods.

Estimates and judgments are continually evaluated. They are based on historical experience and other factors including expectations of future events that may have a financial impact on the Group and that are believed to be reasonable under the circumstances.

**Estimates and Assumptions**

The Group has based its assumptions and estimates on parameters available when the financial statement was prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

The key assumptions concerning the future and other key sources of estimation uncertainty at the balance sheet date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are described below.

i) **Depreciation and useful lives of property, plant and equipment:** Property, plant and equipment are depreciated over the estimated useful lives of the assets, after taking into account their estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful lives and residual values are based on the Group's historical experience with similar assets and take into account anticipated technological changes. The depreciation for future periods is adjusted if there are significant changes from previous estimates.

ii) **Income Tax:** Management judgment is required for calculation of income tax and deferred tax assets and liabilities. Deferred tax assets are recognized for unused losses (carry forward of prior years' losses) to the extent that it is probable that taxable profit would be available against which the losses could be utilized. The Group reviews at each balance sheet date the carrying amount of deferred tax. The factor used in estimate may differ from actual outcome which may lead to significant adjustment in the amounts in financial statement.

iii) **Recoverability of trade receivable:** Judgments are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

iv) **Provisions for contingencies:** Provisions are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability require the application of judgment to existing facts and circumstances, which can be subject to change. Since the cash outflows can take place many years in the future, the carrying amounts of provisions and liabilities are reviewed regularly and adjusted to take account of changing facts and circumstances.

v) **Impairment of non-financial assets:** The Group assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount. An asset's recoverable amount is the higher

Notes on Consolidated Financial Statements for the year ended 31st March 2025

of an asset's or CGU's fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using pretax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transaction are taken into account, if no such transactions can be identified, an appropriate valuation model is used.

vi) **Estimation of Defined benefit obligations:** The Group's obligation on account of gratuity and compensated absences is determined based on actuarial valuation.

An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each financial year end.

vii) **Impairment of financial assets:** The impairment provisions for financial assets are based on assumptions about risk of default and expected cash loss rates. The Group uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on Group's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

viii) **Fair value measurement of financial instruments:** When the fair value of the financial assets and liabilities recorded in the balance sheet cannot be measured based on the quoted market price in activate markets, their fair value is measured using valuation technique. The input to these models are taken from the observable market where possible, but if this is not feasible, a review of judgment is required in establishing fair values. Changes in assumption relating to this assumption could affect the fair value of financial instrument.

ix) **Material uncertainty about going concern:** In preparing financial statements, management has made an assessment of Group's ability to continue as a going concern. Financial statements are prepared on a going concern basis. The Management is aware, in making its assessment, of material uncertainties related to events or conditions that may cast significant doubt upon the Group's ability to continue as a going concern.

**Recent pronouncements**

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2025, MCA has notified Ind AS-117 Insurance Contracts and amendments to Ind AS 116- Lease, relating to sale and leaseback transactions, applicable to the Group w.e.f April 1, 2024. The Group has reviewed the new pronouncements and based on its evaluation has determined that it does not have any significant impact in its financial statement.

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

### Note No. 3 : PROPERTY, PLANT AND EQUIPMENTS, INTANGIBLE ASSETS AND CAPITAL WORK IN PROGRESS FOR YEAR ENDED 31.03.2025

**The Change in carrying value of Property, Plant and Equipment for the Year ended 31st March, 2025 are as follows** (₹ in Lakhs)

| Nature of Assets | GROSS CARRYING VALUE | | | | DEPRECIATION/AMORTISATION | | | | NET CARRYING VALUE |
|---|---|---|---|---|---|---|---|---|---|
| | Opening balance | Additions during the Year | Sold/ Adjust during the Year | As on 31.03.2025 | Opening balance | For the Year | On Sale/ Adjustment | Up to 31.03.2025 | As on 31.03.2025 |
| **A. Tangible Assets** | | | | | | | | | |
| Freehold Land (Factory) | 14,247.05 | - | - | 14,247.05 | - | - | - | - | **14,247.05** |
| Building | 6,430.48 | 293.07 | - | 6,723.55 | 1,588.44 | 230.13 | - | 1,818.57 | **4,904.97** |
| Leasehold Building Developments | 72.02 | - | - | 72.02 | 9.22 | 1.19 | - | 10.41 | **61.61** |
| Plant and Machinery | 87,949.90 | 3,965.78 | 427.72 | 91,487.96 | 20,775.05 | 4,028.66 | 278.92 | 24,524.78 | **66,963.18** |
| Furniture and Fixtures | 239.07 | 31.66 | - | 270.72 | 135.74 | 24.23 | - | 159.96 | **110.76** |
| Office Equipments | 745.23 | 123.95 | 0.63 | 868.54 | 478.00 | 88.17 | 0.10 | 566.07 | **302.47** |
| Weigh Bridges | 751.50 | 25.41 | - | 776.91 | 283.35 | 33.01 | - | 316.36 | **460.55** |
| Vehicles & Tractors | 1,807.99 | 135.87 | 47.31 | 1,896.55 | 607.74 | 223.46 | 35.47 | 795.73 | **1,100.82** |
| | | | | | | | | | **88,151.41** |
| Biological Stock | 4.35 | - | - | 4.35 | - | - | - | - | **4.35** |
| **Total (A)** | **112,247.59** | **4,575.74** | **475.66** | **116,347.66** | **23,877.53** | **4,628.85** | **314.49** | **28,191.90** | **88,155.76** |
| **B. Capital Work in Progress** | | | | | | | | | |
| Building, Plant & Machinery | | | | | | | | | 193.69 |
| **Total (B)** | | | | | | | | | **193.69** |
| **C. Intangible Assets** | | | | | | | | | |
| Computer Software | 20.10 | - | - | 20.10 | 16.27 | 0.76 | - | 17.03 | 3.07 |
| Trade Mark | 8.41 | - | - | 8.41 | 5.59 | 0.80 | - | 6.39 | 2.02 |
| Right-of-use Assets | 88.93 | - | - | 88.93 | 14.83 | 29.64 | - | 44.47 | 44.46 |
| **Total (C)** | **117.44** | **-** | **-** | **117.44** | **36.69** | **31.20** | **-** | **67.89** | **49.55** |
| **Grand Total (A+B+C)** | **112,365.02** | **4,575.74** | **475.66** | **116,465.09** | **23,914.22** | **4,660.05** | **314.49** | **28,259.79** | **88,399.00** |

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

### Note No. 3 : PROPERTY, PLANT AND EQUIPMENTS, INTANGIBLE ASSETS AND CAPITAL WORK IN PROGRESS FOR YEAR ENDED 31.03.2025

**D. Capital Work in Progress ageing schedule outstanding as on 31.03.2025:** (₹ in Lakhs)

| Particulars | Amount in CWIP for a period of | | | | |
|---|---|---|---|---|---|
| | Less than 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | Total |
| Projects in Progress | 102.15 | - | - | - | 102.15 |
| Projects temporarily suspended | - | - | - | 91.54 | 91.54 |
| **Total** | **102.15** | **-** | **-** | **91.54** | **193.69** |

**E. The title deeds of the immovable property as disclosed in the Property, Plant and Equipment are held in the name of Company, except for the following freehold land:**

| Relevant line item in the balance sheet | Description of item of Property | Gross Carrying Value | Title deed held in the name of | Whether title deed holder is a promoter, director or relative or employee of promoters or directors | Property held since which date | Reason for not being held in the name of company |
|---|---|---|---|---|---|---|
| Note No.3 Freehold Land (Factory) | Khasra No.-122 at Village Barkatpur, Pudrikhurd Pargana-Kiratpur, Tehsil-Najibabad, Distt. Bijnor (U.P.) | 0.11 Lakhs | Babu Das s/o Shri Banwari, village: Motipur, Tehsil: Nigasan Distt. Lakhimpur Khiri (U.P.) | No | 12th August 2004 | Statutory procedures are pending |

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

(₹ in Lakhs)

| Particulars | As at 31st March, 2025 |
|---|---|
| **Note No. 4: Other Financial Assets (Unsecured, considered good, unless stated otherwise)** | |
| **(i) Non-Current (Unsecured, considered good)** | |
| **Carried at amortized cost** | |
| Security deposits with others | 15.52 |
| **Fixed deposits with banks and other Govt. deptt.** | |
| (Bank deposits with more than 12 months maturity) | |
| For Molasses storage fund (earmarked) (including interest) | 31.44 |
| **Total (i)** | **46.96** |
| **(ii) Current (Unsecured, considered good)** | |
| **Carried at amortized cost** | |
| Advances to employees | 154.97 |
| Security deposits with others | 9.90 |
| Claim receivable | 780.99 |
| **Total (ii)** | **945.86** |
| **Total (i+ii)** | **992.82** |
| **Note No. 5 : Other Non-Current Assets (Unsecured, Considered good unless stated otherwise)** | |
| Capital Advances | 57.54 |
| Balance with Rajasthan State Industrial Development and Investment Corp. | 150.55 |
| Security deposits with Government authorities (including interest) | 116.63 |
| Prepaid expenses | 49.59 |
| **Total** | **374.31** |
| **Note No. 6 : Inventories (Valued at cost or net realisable value, whichever is lower unless stated otherwise)** | |
| **(a)** Raw material | 1,000.22 |
| **(b)** Work-in-progress | 1,682.20 |
| **(c) Finished Goods** | |
| Sugar | 90,754.26 |
| Industrial alcohol | 1,984.19 |
| Goods in transit (Industrial alcohol) | 952.77 |
| Banked power | 51.49 |
| Renewal energy certificates (REC) | 109.37 |
| Stock in Trade | 1.46 |
| **(d)** By-products | 16,896.81 |
| **(e)** Stores, Spare Parts and Packing Materials | 1,932.74 |
| **Total** | **115,365.51** |
| Carrying amount of sugar inventories pledged as security for Borrowings | **64,257.92** |



Notes on Consolidated Financial Statements for the year ended 31st March 2025

(₹ in Lakhs)

| Particulars | As at 31st March, 2025 |
|---|---|
| **Note No. 7: Trade And Other Receivables (Carried at Amortized Cost)** | |
| **(i) Current (Unsecured)** | |
| Trade receivables-considered good | 6,792.70 |
| **Total (i)** | **6,792.70** |
| **(ii) Current (Unsecured)** | |
| Trade receivables-which have significant increase in credit risk | - |
| Less: Provision for which have significant increase in credit risk | - |
| **Total (ii)** | - |
| **Total (i+ii)** | **6,792.70** |

**Trade Receivable Ageing schedule outstanding as on 31.03.2025** (₹ In Lakhs)

| Particulars | Outstanding for 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 | |
| (I) Undisputed Trade Receivables - considered good | 6,792.70 | - | - | - | - | 6,792.70 |
| (II) Undisputed Trade Receivables - which have significant increase in credit risk | - | - | - | - | - | - |
| (III) Undisputed Trade Receivables - credit impaired | - | - | - | - | - | - |
| (IV) Disputed Trade Receivables - considered good | - | - | - | - | - | - |
| (V) Disputed Trade Receivables - which have significant increase in credit risk | - | - | - | - | - | - |
| (VI) Disputed Trade Receivables - credit impaired | - | - | - | - | - | - |
| **Total** | **6,792.70** | **-** | **-** | **-** | **-** | **6,792.70** |

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

(₹ in Lakhs)

| Particulars | As at 31st March, 2025 |
|---|---|
| **Note No. 8 : Cash and Cash Equivalents** | |
| **Balances with banks** | |
| In current and cash credit accounts | 459.22 |
| Cash on hand | 21.11 |
| **Total** | **480.33** |
| **Note No. 9 : Bank balances other than Cash and Cash Equivalents** | |
| **Earmarked balances** | |
| In current account for unpaid dividend | 12.12 |
| **Fixed deposits pledged with bank and other Govt. Department** | |
| Current portion of original maturity period more than 12 months (Including Interest) | 255.81 |
| Original maturity period upto 12 months (Including Interest) | 480.04 |
| **Total** | **747.97** |
| **Note No. 10 : Current Tax Assets/Liabilities (net)** | |
| Advance Tax and TDS & TCS | 2,493.04 |
| Less: Provision for taxation | 2,700.00 |
| **Total** | **(206.96)** |
| **Note No. 11 : Other Current Assets (Unsecured, considered good)** | |
| Advances to suppliers | 136.02 |
| Balance with Government Authorities | 61.28 |
| GST Receivable | 922.43 |
| Security deposits with Government Authorities | 22.17 |
| Prepaid expenses | 283.20 |
| Other advances | 139.74 |
| **Total** | **1,564.84** |
| **Note No. 12 : Non-Current Assets Classified as Held for Sale** | |
| Assets held for sale | 112.41 |
| **Total** | **112.41** |
| **Particulars of Assets held for sale** | |
| Free hold land | 7.82 |
| Plant and machinery | 104.59 |
| **Total** | **112.41** |

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

(₹ in Lakhs)

| Particulars | As at 31st March, 2025 |
|---|---|
| **Note No. 13 : Share Capital** | |
| **(a) Authorised** | |
| **Equity Share Capital** | |
| 70000000 Equity Shares of ₹10/- each | **7,000.00** |
| **Redeemable Preference Share Capital** | |
| 13500000 Preference Shares of ₹100/- each | 13,500.00 |
| **Total (a)** | **20,500.00** |
| **(b) Issued, Subscribed and Paid-up Capital** | |
| 38138120 Equity Shares of ₹ 10/- each fully paid up | 3,813.81 |
| **Total (b)** | **3,813.81** |

**a) Terms & Conditions of Equity Shares**

1. The Company has one class of Equity shares having a par value of ₹10/- each.
2. Each shareholder is eligible for one vote per shares held.
3. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the Annual General Meeting, except in the case of interim dividend, if any.
4. In the event of liquidation, the Equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion of their shareholding.

**b) Shares in the Company held by each shareholders holding more than 5% shares**

| Name of Equity Shareholders | As at 31st March 2025 | |
|---|---|---|
| | No. of Shares held | Percentage (%) |
| Uttam Adlakha & Sons Holdings Pvt. Limited | 16301224 | 42.74% |
| Lipi Boilers (P) Limited | 3515000 | 9.22% |
| Uttam Industrial Engineering (P) Limited | 2750000 | 7.21% |
| Raj Kumar Adlakha | 2134610 | 5.60% |

**c)** There are Nil number of shares (Previous Year Nil) reserved for issue under options and contracts/commitments for the sale of shares/disinvestments including the terms and amounts.

**d) For the period of five years immediately preceding the date at which the balance sheet is prepared**

| Particulars | No. of Shares |
|---|---|
| Aggregate number and class of shares allotted as fully paid up pursuant to Contract(s) without payment being received in cash | Nil |
| Aggregate number and class of shares allotted as fully paid up by way of bonus shares | Nil |
| Aggregate number and class of shares bought back | Nil |

**e)** There are no securities convertible into Equity

**f)** The Company's shares are fully paid up.

**g) Reconciliation of No. of Shares Outstanding:**

| Particulars | 31.03.2025 |
|---|---|
| **Equity Shares** | |
| At the beginning of the year | **38138120** |
| Change during the year | **-** |
| At the end of the year | **38138120** |

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

**Note No. : 13 i) Share Capital:**
**Detail of shareholding of Promoters:**
**Shares held by promoters at the end of year as on 31.03.2025**

| Promoters/Promoters group Name | No. of shares as on 31.03.2024 | % of Total Shares | Change during the year | No. of shares as on 31.03.2025 | % of Total Shares | % of Changes |
|---|---|---|---|---|---|---|
| Raj Kumar Adlakha | 2,044,610 | 5.36 | 90,000 | 2,134,610 | 5.60 | 4.40% |
| Ranjan Adlakha | 1,492,550 | 3.91 | - | 1,492,550 | 3.91 | - |
| Rajan Adlakha | 78,088 | 0.20 | - | 78,088 | 0.20 | - |
| Uttam Industrial Engineering Pvt. Ltd. | 2,750,000 | 7.21 | - | 2,750,000 | 7.21 | - |
| Uttam Sucrotech Ltd. | 1,000 | 0.00 | - | 1,000 | 0.00 | - |
| Lipi Boilers Private Limited | 3,515,000 | 9.22 | - | 3,515,000 | 9.22 | - |
| R.K. & Sons (HUF) | 4,104 | 0.01 | - | 4,104 | 0.01 | - |
| Balram Adlakha | 3,100 | 0.01 | - | 3,100 | 0.01 | - |
| Jai Adlakha | 4,200 | 0.01 | - | 4,200 | 0.01 | - |
| Sonia Adlakha | 10 | 0.00 | - | 10 | 0.00 | - |
| Shomna Adlakha | 870,410 | 2.28 | - | 870,410 | 2.28 | - |
| Kumari Shanta | 60,000 | 0.16 | - | 60,000 | 0.16 | - |
| Ranjana Chopra | 203,301 | 0.53 | 172,300 | 375,601 | 0.98 | 84.75% |
| Rajni Babbar | 139,910 | 0.37 | - | 139,910 | 0.37 | - |
| Shubham Sugars Limited | 145,240 | 0.38 | - | 145,240 | 0.38 | - |
| Sunayna Sunna Adlakha | 114,856 | 0.30 | - | 114,856 | 0.30 | - |
| Uttam Adlakha & Sons Holdings Private Limited | 16,301,224 | 42.74 | - | 16,301,224 | 42.74 | - |
| New Castle Finance & Leasing Pvt. Ltd. | 380,650 | 1.00 | - | 380,650 | 1.00 | - |
| **Total** | **28,108,253** | **73.70** | **262,300** | **28,370,553** | **74.38** | |

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

(₹ in Lakhs)

| Particulars | As at 31st March, 2025 |
|---|---|
| **Note No. 14 : Other Equity** | |
| **(a) Equity Component of Compound Financial Instruments** | |
| As per last Balance Sheet | **417.43** |
| Less: Annual Impact of Ind AS amortization of preference shares | 160.62 |
| Less: Impact of redemption of Preference Shares out of opening balance | 85.85 |
| | **170.96** |
| **(b) Security Premium Reserve** | |
| As per last balance sheet | **15,252.82** |
| **(c) Capital Redemption Reserve** | |
| Balance as per Last Balance Sheet | 5,964.98 |
| Add: Amount transferred during the year | 262.43 |
| | **6,227.41** |
| **(d) Capital reserve on consolidation** | **1,434.79** |
| **(e) Retained Earnings** | |
| Balance as per Last Balance Sheet | **44,156.21** |
| Less: Transfer to Capital Redemption Reserve on redemption during the year of | |
| (i) 58700 6.50% Non-Cumulative Redeemable Preference Shares | 58.70 |
| (ii) 203725 10.00% Non-Cumulative Redeemable Preference Shares | 203.73 |
| Add : Annual Impact of Ind AS amortization of preference shares | 160.62 |
| Add : Impact of Deferred Tax Land Revaluation reserve | 77.11 |
| Add : Profit for the Year | 8,831.11 |
| Add : Other comprehensive income for the year | (82.25) |
| Less: Equity Dividend | 953.45 |
| Less: Preference Dividend | 15.02 |
| | **51,911.91** |
| **Total (a+b+c+d)** | **74,997.89** |

**Footnotes:-**

(i) Equity component of compound financial instruments has been created at the time of adoption of Ind-AS on the outstanding balance of the redeemable preference shares with the Company. It shall be utilised in the manner prescribed under Ind-AS.

(ii) Securities premium represented the amount received in excess of face value of shares on issue and will be utilised in accordance with the provisions of the Act.

(iii) Capital redemption reserve is created consequent to redemption of preference shares. This reserve shall be utilised in accordance with the provisions of the Act.

(iv) Retained earnings represents the undistributed profit / amount of accumulated earnings of the company.

(v) Other Comprehensive Income represents the balance in equity relating to re-measurement gain/(loss) of defined benefit obligation.

(vi) Capital reserve on consolidation is created on investment in subsidiary company.

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

(₹ in Lakhs)

| Particulars | As at 31st March, 2025 |
|---|---|
| **Note No. 15 : Borrowings** | |
| **(i) Non-current** | |
| **Carried at amortized Cost** | |
| **(A) Secured Loan** | |
| **Term Loans - from Banks** | **7,201.00** |
| Zila Sahkari Bank Ltd., Ghaziabad | 2,519.79 |
| Punjab National Bank | 2,019.21 |
| Indian Overseas Bank | 2,662.00 |
| **Vehicle Loans** | **73.42** |
| From Banks | **73.42** |
| **Total (i)** | **7,274.42** |
| **(ii) Current** | |
| **Secured Loans** | |
| **(A) Loan repayable on demand** | |
| **Cash Credit / Working Capital Demand Loan from Banks** | |
| Punjab National Bank | 21,922.62 |
| State Bank of India | 5,093.13 |
| Uttarakhand State Co-Op. Bank Limited | 2,619.26 |
| Zila Sahkari Bank Limited, Ghaziabad | 11,069.29 |
| Axis Bank Limited | 9,937.84 |
| Indusind Bank Limited | 4,076.91 |
| Indian Overseas Bank | 2,439.38 |
| District Co-Operative Bank Limited, Muzaffarnagar | 10,526.57 |
| Yes Bank Limited | 5,000.00 |
| **Total (ii-A)** | **72,685.00** |
| **Carried at amortized Cost** | |
| **(B) Current maturities of long term debt** | |
| **Secured Loans** | |
| **Term Loans - from Banks** | **2,502.72** |
| Zila Sahkari Bank Ltd., Ghaziabad | 775.31 |
| Indian Overseas Bank | 677.41 |
| Punjab National Bank | 1,050.00 |
| **Vehicle Loans** | **128.49** |
| From Banks | 128.49 |
| **Unsecured Loan** | **683.99** |
| Soft Loan from Uttarakhand State Government | 656.68 |
| Loan from related party (refer note no. 33 s) | 27.31 |
| **Total (ii-B)** | **3,315.20** |
| **Total (ii A + ii B)** | **76,000.20** |
| **Total (i+ii)** | **83,274.62** |

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

### I) Terms & Conditions of Secured Loans

**1. Punjab National Bank**

**Term Loan**

a) Secured by first pari-passu charge by way of mortgage of factory land and building of the company at Libberheri, Barkatpur, Khaikheri and Shermau.

b) Secured by first pari passu charge by way of Hypothecation of other fixed assets (inclusive of all movables, plant and machinery) both present and future of the borrower (excluding specific charge) shared with other term Lender/soft loan lenders on pari- passu basis.

c) Third Charge on current assets of the company (except stock pledged) both present and future.

d) Guaranteed by Managing Director of the company and corporate guarantee of Uttam Adlakha & Sons Holdings Private Limited.

**Cash Credit Limit**

a) Secured by way of pledge of stocks of sugar at Libberheri, Shermau, Barkatpur and Khaikheri units of the company.

b) Sub limit of ₹ 50 crores is secured by first pari passu charge by way of Hypothecation on stock of Molasses present and future at all units of the company i.e. Libberheri, Shermau, Barkatpur and Khaikheri.

c) Guaranteed by Managing Director of the company and corporate guarantee of Uttam Adlakha & Sons Holdings Private Limited.

d) By way of third pari passu charge on immovable assets of the Company (Secured / to be secured).

**Non-Fund Based**

a) Secured by way of first pari passu charges by hypothecation of stocks of raw materials, sugar, molasses, other stores and spares and book debts/receivables and other current assets of the Company both present and future and third pari passu charge on movable and immovable assets of the Company.

b) Guaranteed by Managing Director of the company and corporate guarantee of Uttam Adlakha & Sons Holdings Private Limited.

**2. State Bank of India**

**Working Capital Demand Loan/RDL**

a) Secured by exclusive Charge by way of pledge of stocks kept under commodity backed by warehouse receipt finance scheme of SBI.

b) Guaranteed by Managing Director of the company and Corporate Guarantee of Uttam Adlakha and Sons Holdings Pvt. Limited.

**3. Zila Sahkari Bank Limited Ghaziabad**

**Term Loan**

a) Secured by way of exclusive first charge on fixed assets of the company financed by the Bank.

b) Secured by first charge on all other fixed assets situated at Barkatpur Unit of the company on pari-passu basis and also guaranteed by Managing Director of the company.

**Cash Credit Facility**

**For Khaikheri Unit**

a) Secured by way of pledge of sugar stocks of Khaikheri Unit of the company.

b) Secured by way of residual charge on immovable and movable assets of the Khaikheri unit of the company.

**For Shermau Unit**

a) Secured by way of pledge of sugar stocks of Shermau Unit of the company.

b) Secured by way of residual charge on immovable and movable assets of the Shermau unit of the company.

**4. Cash Credit facility from District Co-operative Bank Ltd. Muzzafarnagar**

a) Secured by way of pledge of sugar stocks of Khaikheri Unit of the company.

b) Secured by way of residual charge on immovable and movable assets of the Khaikheri unit of the company.

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

**5. Cash Credit facility from Uttarakhand State Co-Operative Bank Limited**

a) Secured by way of pledge of sugar stocks of Libberheri Unit of the company.

b) Secured by way of residual charge on immovable and movable assets of the Libberheri unit of the Company.

c) Cash Credit (Hypothecation) facility is secured by way of Hypothecation of Molasses stock of Libberheri unit and residual charge on immovable and movable assets of the Libberheri unit of the Company.

**6. IndusInd Bank Limited**

a) Secured by way of exclusive charge of pledge of stocks as per the warehouse receipt.

b) Guaranteed by corporate guarantee of Uttam Adlakha & Sons Holdings Private Limited.

**7. Cash Credit facility from Axis Bank Limited**

Cash Credit facility from Axis Bank Limited is secured by Pledge of Warehouse Receipts and Storage Receipts.

**8. Cash Credit facility from Yes Bank Limited**

a) Secured by way of first Pari Passu Charge of Hypothecation on Current Assets (excluding inventory exclusively pledged/charge to other lender) both present and future.

b) Secured by way of subservient charge of Hypothecation on Movable Fixed Assets both present and future.

**9. Terms & Conditions of Unsecured Loan from Uttarakhand State Government**

Financial Assistance from Uttarakhand State Government amounting to ₹ 656.68 lakhs and interest accrued & due thereon of ₹ 503.63 lakhs was repayable in three years in quarterly installments w.e.f. January 2008 however the same continues to be unpaid. (refer note no. 36 c)

**10. Vehicle loans**

Vehicle loans from Banks are secured by way of hypothecation of vehicle financed by them.

**11. Indian Overseas Bank**

**Term Loan**

a) Secured by way of Equitable mortgage of factory land & building situated at Khasra no.119, 121, 122 & 126 having total land area of 6.3910 hectare situated in village Ahmedpur Grant Bahadrabad Pargana Jwalapur Tehsil & District Haridwar.

b) Secured by Hypothecation of plant & machineries and other movable fixed assets created out of term loan.

c) Fixed Deposit of ₹ 2.00 crore as Collateral Security.

d) Guaranteed by Mr. Balram Adlakha, Managing Director of Uttam Distilleries Limited and corporate guarantee of Uttamenergy Limited.

**Cash Credit Limit**

a) Secured by way of Hypothecation of entire current assets i.e., Inventory and debtors [Present and Future] of company.

b) Fixed Deposit of ₹ 0.65 crore as Collateral Security.

c) Guaranteed by Managing Director (Mr. Balram Adlakha) of the company and corporate guarantee of Uttamenergy Limited.

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

Maturity Profile as on 31st March, 2025

(₹ in Lakhs)

| Name of Bank | ROI | Long Term Loans | | | | | | | | Total |
|---|---|---|---|---|---|---|---|---|---|---|
| | | 2026-27 | | 2027-28 | | 2028-29 | | 2029-30 | | |
| | | No of Inst. | ₹ in Lakhs | No of Inst. | ₹ in Lakhs | No of Inst. | ₹ in Lakhs | No of Inst. | ₹ in Lakhs | |
| Punjab National Bank | 9.35% | 4 | 1,050.00 | 4 | 969.21 | | - | | | 2,019.21 |
| Zila Sahkari Bank Limited Ghaziabad | 9.00% | 12 | 862.92 * | 12 | 958.75 * | 9 | 698.12 * | | | 2,519.79 |
| Punjab National Bank | 8.30% | 7 | 6.81 | | | | | | | 6.81 |
| Punjab National Bank | 8.30% | 12 | 7.60 | | | | | | | 7.60 |
| Punjab National Bank | 8.30% | 11 | 9.33 | | | | | | | 9.33 |
| Punjab National Bank | 8.30% | 12 | 9.03 | 6 | 3.09 | | | | | 12.12 |
| HDFC Bank Ltd. | 8.86% | 12 | 17.17 | 12 | 18.75 | 1 | 1.64 | | | 37.56 |
| Indian Overseas Bank | 11.25% | 4 | 671.40 # | 4 | 790.60 # | 4 | 800.00 # | 4 | 400.00 # | 2,662.00 |
| **Total** | | | **2,634.26** | | **2,740.40** | | **1,499.76** | | **400.00** | **7,274.42** |

* including ₹ 436.32 Lakhs on account of effective rate of interest adjustment.

# including ₹125.97 Lakhs on account of effective rate of interest adjustment.

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

(₹ in Lakhs)

| Particulars | As at 31st March, 2025 |
|---|---|
| **Note No. 16 : Other Financial Liabilities** | |
| **(i) Non-current** | - |
| **(ii) Current** | |
| Reclassification of Preference shares capital as financial liabilities | 1,593.02 |
| **Following preference shares redeemed during the year** | |
| 58700 6.50% Non-Cumulative Redeemable Preference Shares | - |
| 203725 10.00% Non-Cumulative Redeemable Preference Shares | - |
| **Outstanding of preference shares at the end of the year are as under:-** | |
| 103600 6.50% Non-Cumulative Redeemable Preference Shares | - |
| 834000 10.00% Non-Cumulative Redeemable Preference Shares | - |
| Interest accrued but not due on borrowings | 29.68 |
| Interest accrued and due on State Govt. loan | 503.63 |
| Security deposits | 491.61 |
| Due to directors | 13.66 |
| Due to Rajasthan State Industrial Dev. and Investment Corp. | 13.33 |
| Unpaid Dividend | 12.12 |
| Other Liabilities | 165.69 |
| **Total (ii)** | **2,822.74** |
| **Total (i + ii)** | **2,822.74** |

**(A) Terms & conditions of Preference Shares capital reclassified due to adoption of Ind AS as financial Liabilities, is as under:-**

**Series-1 6.50% Non-Cumulative Redeemable Preference Shares**

1. Rate of dividend on these Preference shares is 6.50%.
2. The Preference shares are Non-Cumulative with reference to the dividend.
3. The Preference shares shall be redeemed on the call of the Company on or before 31st March, 2026
4. The Preference shareholders will have no voting rights except as provided in the Companies Act, 2013.

**Series-2 10% Non-Cumulative Redeemable Preference Shares**

1. Rate of dividend on these Preference shares is 10.00%.
2. The Preference shares are Non-Cumulative with reference to the dividend.
3. The Preference shares shall be redeemed on the call of the Company on or before 31st March, 2026.
4. The Preference shareholders will have no voting rights except as provided in the Companies Act, 2013.

**(B)** Financial Assistance from Uttarakhand State Government amounting to ₹ 656.68 lakhs and interest accrued & due thereon of ₹ 503.63 lakhs was repayable in three years in quarterly installments w.e.f. January 2008 however the same continues to be unpaid. An application for waiver off such loan is pending with the Government of Uttarakhand.

The company during the year based on management assessment has not accounted for interest amounting to ₹26.26 Lacs on unsecured loan received from the State Government of Uttarakhand, in view that no demand has been made by the State Government since January 2008 and the application in respect of waiver of outstanding loan and interest thereon is pending with the appropriate authority, it has been decided by the management not to provide further interest till the final outcome. (refer note no. 36 c)

**(C)** Amount due to Rajasthan State Industrial Development and Investment Corporation (RIICO) against Land amounting to ₹13.33 Lakhs has been continously unpaid since 2010 (refer note no. 36 c)

**(D)** There is no dues and outstanding to be created to Investors' Education and Protection Fund as on Balance Sheet date.



## Notes on Consolidated Financial Statements for the year ended 31st March 2025

(₹ in Lakhs)

| Particulars | As at 31st March, 2025 |
|---|---|
| **Note No. 17 : Deferred Revenue (including Government grant)** | |
| **Opening Balance** | 1,208.58 |
| Add: Received during the year | - |
| Less: released to statement of profit and loss | 365.03 |
| **Closing Balance** | **843.55** |
| **Current** | **281.26** |
| **Non Current** | **562.29** |
| **Note No. 18 : Provisions** | |
| **(i) Non-current** | |
| Provision for employee benefits | 2,394.35 |
| **(ii) Current** | |
| Provision for employee benefits | 406.64 |
| **Total** | **2,800.99** |

| Particulars | Opening Balance | Recognised in Profit & Loss Account | Charge from Opening Retained Earning | Recognised in / reclassified from other comprehen-sive income | As At 31.03.2025 |
|---|---|---|---|---|---|
| **Note No. 19 : Deferred Tax Liabilities (net)** | | | | | |
| **Deferred tax liability** | | | | | |
| Difference between book & tax depreciation | 8,952.89 | 958.06 | - | - | 9,910.95 |
| Land revaluation reserve | 1,770.60 | - | (77.11 ) | - | 1,693.49 |
| Right to use assets | 18.65 | (7.46) | - | - | 11.19 |
| **Total** | **10,742.14** | **950.60** | **(77.11)** | **-** | **11,615.63** |
| **Deferred tax assets** | | | | | |
| Leasehold Liabilities | 19.16 | (7.02) | - | - | **12.14** |
| Expenses allowed u/s 43-B on paid basis | 621.38 | 112.53 | - | 27.66 | **761.57** |
| Unabsorbed business losses & depreciation | 717.58 | 304.25 | - | - | **1,021.83** |
| **Total** | **1,358.12** | **409.76** | **-** | **27.66** | **1,795.54** |
| **Deferred tax liabilities (Net) Total** | **9,384.03** | **540.84** | **(77.11)** | **27.66** | **9,820.08** |

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

### Note No. 20 : Trade Payables

(₹ in Lakhs)

**Trade Payable Ageing schedule outstanding as on 31.03.2025**

| Particulars | Outstanding for following periods from due date of payment | | | | Total |
|---|---|---|---|---|---|
| | Less than 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | |
| (I) Total Outstanding dues of Micro and Small Enterprises | 858.10 | - | - | - | **858.10** |
| (II) Total Outstanding dues of other than Micro and Small Enterprises | 28,527.95 | 244.12 | 2.63 | 1,318.62 | **30,093.32** |
| (III) Disputed dues - MSME | - | - | - | - | **-** |
| (III) Disputed dues - Others | - | - | - | - | **-** |
| **Total** | **29,386.05** | **244.12** | **2.63** | **1,318.62** | **30,951.42** |

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

(₹ in Lakhs)

| Particulars | As at 31st March, 2025 |
|---|---|
| **Note No. 21 : Other Current liabilities** | |
| **Other Payables** | |
| Statutory liabilities | 971.70 |
| Advance from customers | 368.73 |
| Other liabilities | 426.87 |
| **Total** | **1,767.30** |
| **Note No. 22 : Contingent liabilities** | |
| (i) Claims against the Company not acknowledged as debts | |
| a) Excise duty/service tax/GST | 35.17 |
| b) Interest on financial assisstance (Soft Loan from Uttarakhand State Government not provided for the Year (refer note no. 36 c) | 26.26 |
| c) Income Tax | 28.87 |
| d) Cane Purchase Tax | 207.45 |
| e) Administration Charges on Molasses | 216.11 |
| f) Claim against the company by RIICO not acknowledged as debts (excluding Interest) pending dispute refer note no. 36c) | 204.70 |
| g) In respect of pending court cases by/against ex-employees amount not ascertainable at this stage | - |
| h) In respect of pending court cases filed u/s 122B U.P.Z.A Act by Gaon Sabha at Khaikheri unit of the Company, amount presently not ascertainable | - |
| Note:- The amounts shown above represents the best possible estimates arrived at on the basis of available information. The uncertainties and possible reimbursements are dependent on the outcome of the different legal processes which have been invoked by the Company or the claimants as the case may be and therefore can not be predicted accurately or relate to a present obligations that arise from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimates can not be made. Company engages reputed professional advisors to protect its interests and has been advised that it has strong legal positions against such disputes. | - |
| **(ii) Guarantees excluding financial liabilities** | - |
| Bank guarantees issued | 1,261.13 |
| **Total** | **1,979.69** |
| **Note No. 23 : Capital Commitments** | |
| Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of Advances) | 235.52 |
| **Total** | **235.52** |

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

(₹ in Lakhs)

| Particulars | Year Ended 31st March, 2025 |
|---|---|
| **Note No. 24 : Revenue from Operations** | |
| (a) Sale of products | 182,905.84 |
| (b) Other operating revenues | 1,694.90 |
| **Gross Sales** | **184,600.74** |
| **Particulars of Sale of Products** | |
| Sugar | 131,093.95 |
| Molasses | 205.55 |
| Bagasse | 2,418.94 |
| Power | 4,635.78 |
| Distillery | 44,517.44 |
| Others | 34.18 |
| **Total** | **182,905.84** |
| **Particulars of other operating revenues** | |
| Sale of Pesticides, Cane Seed etc. | 860.74 |
| Income from sale of Export Quota | 584.00 |
| Others | 250.16 |
| | **1,694.90** |
| **Note No. 25 : Other Income** | |
| (a) Interest on fixed deposits & others | 69.95 |
| (b) Interest income based on effective interest rate | 365.14 |
| (c) Profit on sale of assets | 4.38 |
| (d) Miscellaneous income | 373.34 |
| **Total** | **812.81** |
| **Note No. 26 : Cost of Raw Materials Consumed** | |
| Opening Stocks | 1,300.54 |
| Purchases | 155,726.76 |
| | **157,027.30** |
| Less : Closing Stocks | 1,000.22 |
| **Material Consumed** | **156,027.08** |
| **Note No. 27 : Changes in Inventories of Finished Goods, By-Products, Work-In-Progress and Stock in Trade** | |
| **Opening Stocks** | |
| Finished goods | 82,356.11 |
| Goods in Transit | 558.18 |
| Work-in-progress | 1,494.19 |
| By-products | 6,686.91 |
| Stock in Trade | 0.53 |
| **Total** | **91,095.92** |
| **Closing Stocks** | |
| Finished goods | 92,899.30 |
| Goods in Transit | 952.77 |
| Work-in-progress | 1,682.20 |
| By-products | 16,896.81 |
| Stock in Trade | 1.46 |
| **Total** | **112,432.54** |
| **Increase in Stocks** | **-21,336.62** |

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

(₹ in Lakhs)

| Particulars | Year Ended 31st March, 2025 |
|---|---|
| **Note No. 28 : Employee Benefits Expenses** | |
| Salaries and wages | 10,814.89 |
| Contribution to provident and other funds | 270.28 |
| Staff welfare expenses | 311.53 |
| **Total** | **11,396.70** |
| **Note No. 29 : Finance Costs** | |
| Interest expenses based on effective interest rate | 619.71 |
| Interest expenses | 4,762.95 |
| Other borrowing cost | 279.86 |
| **Total** | **5,662.52** |
| **Note No. 30 : Other Expenses** | |
| **(A) Manufacturing Expenses** | |
| Packing Materials Consumed | 2,879.82 |
| Consumption of stores, spares | 2,240.06 |
| Power and Fuel | 927.16 |
| Other Manufacturing Expenses | 1,218.18 |
| **Repairs to :** | |
| Plant and Machinery | 3,613.20 |
| Buildings | 114.81 |
| Others | 123.20 |
| **Total (A)** | **11,116.43** |
| **(B) Administrative and Other Expenses** | |
| Rent | 51.39 |
| Rates and taxes | 814.82 |
| Printing and stationery | 38.32 |
| Postage, courier and telephones | 44.98 |
| Travelling and Conveyance | 275.76 |
| Fees and subscription | 197.65 |
| Legal and professional charges | 402.84 |
| Auditors' remuneration | 26.64 |
| Vehicle running and maintenance | 305.77 |
| Insurance | 245.01 |
| Cane development expenses | 1,003.39 |
| Charity & donation | 1.67 |
| Corporate social responsibility expenses (refer note no. 33 u) | 394.13 |
| Environment Expenses | 38.21 |
| Office & Other administration expenses | 106.82 |
| **Total (B)** | **3,947.39** |

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

(₹ in Lakhs)

| Particulars | Year Ended 31st March, 2025 |
|---|---|
| **(C) Selling & Distribution Expenses** | |
| Business promotion | 5.19 |
| Sugar Handling expenses | 206.90 |
| Commission on sales | 421.60 |
| Freight outward | 1,249.86 |
| Other selling expenses | 135.04 |
| Compensation paid | 112.40 |
| **Total (C)** | **2,130.99** |
| **Total (A+B+C)** | **17,194.81** |
| **Note No. 31 : Tax expense** | |
| Current tax | 2,700.00 |
| Deferred tax | 540.84 |
| Income tax for earlier year | (20.70) |
| **Total** | **3,220.14** |
| **Reconciliation of tax expenses** | |
| Profit before tax | 11,799.92 |
| Applicable tax rate @ 25.168% | 2,969.80 |
| **Computed tax expenses** | **2,969.80** |
| **Adjustments for :** | |
| Effect of tax expenses not allowed for tax purpose | 99.47 |
| Effect of tax on loss/profit on sale of fixed assets | (1.10) |
| Effect on assessable income difference of earlier year | (24.76) |
| Effect of deferred tax assets on losses | 105.70 |
| Effect of Income tax for earlier year | (20.70) |
| Effect of deferred tax on comprehensive income and term loan expenses | 27.66 |
| Effect of tax on Ind AS adjustments | 64.07 |
| **Net adjustments** | **250.34** |
| **Tax expenses** | 3,220.14 |
| **Note No. 32 : Other comprehensive (loss)/ income** | |
| **Items that will not be reclassified to (loss) / profit** | |
| Re-measurements of defined benefit plans | (109.91) |
| Less: Income tax relating to items that will not be reclassified to profit or loss | 27.66 |
| **Total** | **(82.25)** |



Notes on Consolidated Financial Statements for the year ended 31st March 2025

### Note No. 33 on Consolidated Financial Statements for the year ended 31st March, 2025

a. Based upon the information received from vendors regarding their status under the "Micro, Small and Medium Enterprises Development Act, 2006", (MSMED Act) the relevant Information is provided below: **(₹ in Lakhs)**

| Particulars | Current Year |
|---|---|
| a) Principal amount and interest due thereon remaining unpaid to any supplier at the end of accounting year | |
| – Principal amount | 858.10 |
| – Interest due on above | - |
| b) the amount of interest paid by the company under MSMED Act along with the amounts of payment made to the supplier beyond the appointed day during the accounting year | - |
| c) the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act. | 0.50 |
| d) the amount of interest accrued and remaining unpaid at the end of accounting year | 28.89 |
| e) the amount of further interest remaining due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to small enterprises for the purpose of disallowance as a deductible expenditure under section 23 of this Act. | - |

b. All the Current assets, loans and advances, in the opinion of the Board, have a value on realization which in the ordinary course of business shall at least be equal to the amount at which it is stated in the balance sheet.

c. The Company has made an investment of the requisite amount for setting up new projects in the State of Uttar Pradesh in accordance with the UP Sugar Industry Promotion Policy,2004 and has accordingly filed application for eligibility under the above policy. However, the State Government has later on terminated the Policy with effect from June 4, 2007. The Company had filed writ petition before Hon'ble Allahabad high court (Lucknow Bench) for enforcement of the scheme and settlement of incentive claims.

The writ petitions were allowed vide common Judgment dated 12.02.2019 of Hon'ble Allahabad High court (Lucknow Bench) that the petitioners are entitled for consideration of all the benefits in the form of exemptions/ remission/ reimbursements as per the Sugar Industry Promotion Policy – 2004 and various notifications issued thereunder from time to time for the entire period of the validity of the Policy. As per Hon'ble court, Since the matter has become quite old it will be appropriate that the cases may be examined and benefits may be given within a maximum period of two months from the date of order.

The State Government has challenged the order of the Hon'ble Allahabad High court (Lucknow Bench) in Supreme Court where their petition has been admitted, and now the matter is pending with Supreme Court.

However, The Company have submitted the claim on 4th September 2020 with Cane Commissioner of Uttar Pradesh (Appropriate Authority) for an amount of ₹3847 lakhs as Capital Subsidy and for remission / exemption / reimbursement of taxes, duties and other charges aggregating of ₹5489 lakhs. The claim will be accounted for as and when it will be approved by the appropriate authority.

d. Investment Promotion and Facilitation Agency of Government of Uttar Pradesh (INVEST U.P.) had issued letter of comfort on 12.01.2020 for grant facilities / relief under Industrial Investment and Employment Promotion policy-2017 (IIEPP-2017) and in accordance to which Company has accounted for and submitted claim of ₹ 108.75 lakhs on 19.02.2021 with PICUP which includes interest subsidy of ₹92.69 lakhs and ₹16.06 lakhs for GST/VAT refund. The matter is under process with INVEST U.P. for final disposal.

e. The Company has expanded capacity from 150 KLPD to 250 KLPD at plant situated at Village Barakatpur. Letter of comfort has been issued on 29.10.2024 under Industrial Investment and Employment Promotion policy-2022 (IIEPP-2022). Application of claim for capital subsidy of ₹ 500 lakhs filed on 18.02.2025, amount will be received in 10 years in equal instalments. Since the matter is under process with INVEST U.P. for final disposal, therefore subsidy is not accounted for in books of accounts.

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

f. The Company is eligible for sugar export quota for 12815 MT as letter no. 1 (1) /2025-SP dated 20.01.2025 received from, Government of India Ministry of Consumer affairs, Food & Public Distribution, Department of Food & Public Distribution. Out of above company entered in agreement to swap the quota 11000 MT with domestic quota for ₹584 lakhs, which has been included in note no 24 i.e. Other operating income and the company is under obligation to export the remaining 1815 MT by 30.09.2025.

g. The Company has entered into an agreement on 27th February, 2024 viz. Share Subscription Cum Transfer Agreement (SSTA) as amended vide supplementary Agreement dated 14th February, 2025 with Uttamenergy Limited (UEL) and Uttam Distilleries Ltd. (UDL). As per the SSTA the Company will acquire majority stake through a two-tranche first by way of subscription of its Equity Shares and second by way of transfer of share presently held by UEL which will be acquired either by USML or its promoter/Associate company. Accordingly, company up to 31.03.2025 had completed first tranche by way of subscription ₹2908 Lakhs in equity shares of UDL and Consequently, Company has become the holding company of UDL effective from 30th July, 2024.

The investment and acquisition process (i.e., the second tranche) will be completed on or before 31.10.2025.

Uttam Distilleries Ltd. (UDL) has set up a 40 KLPD Ethanol / ENA distillery plant based on all types Grains in Bahadrabad, Roorkee Distt. Haridwar, under Interest Subvention scheme, a flagship program of the Govt. of India and this acquisition will give business synergy to our company as it's already in the business of Ethanol / ENA production.

This is first year of consolidation of Statement of Accounts.

h. The code on Social security, 2020 (code) relating to employee benefits during employment and post-employment benefits received Presidential Assent in September, 2020. The code has been published in the Gazette of India. The code would impact the contributions by the Company towards provident fund and Gratuity. However, the date on which code will come into effect has not been notified. The Company will complete its evaluation and will give appropriate impact in the financial statements in the period in which, the code becomes effective and the related rules to determine the financial impact are published.

i. Regulatory fee @ ₹20 per quintal of molasses sales / inter-unit transfers imposed by the State Government of Uttar Pradesh w.e.f. 24th December, 2021 has been accounted for under protest as the company has challenged the same and the matter is pending with Hon'ble Allahabad High Court.

j. Uttar Pradesh Electricity Regulatory Commission vide notification dated 25th July, 2019 reduced the power purchase rates of bagasse-based power plants w.e.f. 1st April, 2019 and revenue in this respect has accordingly been recognized at such reduced rates. The Uttar Pradesh Cogen Association has filed a writ petition, challenging the reduction in power rates before Hon'ble High Court at Allahabad which has been admitted.

k. a. The Board of Directors has proposed a dividend on 6.50% Redeemable Preference shares and on 10% Redeemable Preference shares and ₹2.50 per equity share of ₹10/- each, for the year ended 31st March, 2025, which are subject to approval of Shareholders at the ensuing Annual General Meeting of the Company.

b. During the year the Board of Directors has distributed a dividend for the year ended 31.03.2024 on 6.50% Redeemable Preference shares and on 10% Redeemable Preference shares aggregating of ₹ 108.27 Lakhs and ₹ 2.50/- per equity share of ₹10/- each of ₹953.45 lakhs, after approval of Shareholders at the Annual General Meeting of the Company. Total cash outflow is ₹1059.62 lakhs. Unpaid dividend as on date of Balance Sheet is ₹12.12 lakhs. (Refer Note No. 9 & 16)

l. **Lease**

a. The Company's lease assets primarily consist of office space having the lease terms. The Company also has certain leases of with lease terms of 12 months or less. Such lease applies the 'short term lease' recognition exemptions for those leases.

b. Following is carrying value of right of use assets and the movement there of **(₹ in Lakhs)**

| Particulars | Current year |
|---|---|
| Opening Balance | 74.10 |
| Additions during the year | - |
| Deletion during the year | - |
| Depreciation of Right-of-use assets (Refer note no.3) | 29.64 |
| Closing Balance (Refer note no.3) | 44.46 |



Notes on Consolidated Financial Statements for the year ended 31st March 2025

c. Following is carrying value of liabilities and movement there of **(₹ in Lakhs)**

| Particulars | Current year |
|---|---|
| Opening Balance | 76.14 |
| Additions during the year | - |
| Finance Cost accrued during the year | 7.30 |
| Deletion during the year | - |
| Payment of lease liabilities including interest | 35.19 |
| Closing Balance | 48.25 |
| Current Maturities of Lease liabilities | 31.23 |
| Non-Current Maturities of Lease liabilities | 17.02 |

d. Impact on Statement of Profit and Loss for the year ended March 31, 2025 **(₹ in Lakhs)**

| Particulars | Current year |
|---|---|
| -Decrease in rent expenses ( included in other expenses) | 35.19 |
| -Increase in finance cost | 7.30 |
| -Increase in depreciation and amortization expenses | 29.64 |
| Net increase / (Decrease) in Profit before tax | (1.75) |

m. In terms of Ind AS 36 on impairment of assets, there was no impairment indicators exist as of reporting date as per the internal management estimates done and hence no impairment charge is recognized during the year under review.

n. During the financial year borrowing cost of ₹ NIL has been debited to Property, Plant & Equipment

o. Detail of Pre-operative expenses is as under :- **(₹ in Lakhs)**

| Particulars | Current year |
|---|---|
| Opening balance | 39.50 |
| Fees & Subscription | 1.00 |
| Gross Balance | 40.50 |
| Total amount capitalized during the year | - |
| **Net Balance** | **40.50** |

p. **Segment Information:**

The Managing director has been identified as the Group's Chief Operating Decision –Maker (CODM) as defined by IND AS- 108 Operating Segments. The Chief Operational Decision Maker monitors the operating results of its business Segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements.

The following is analysis of revenue and results from operation by reportable segment:- **(₹ in Lakhs)**

| S.No. | Particulars | Current year |
|---|---|---|
| 1 | **Segment Revenue** | |
| | a) Sugar | 174643.85 |
| | b) Cogeneration | 9801.41 |
| | c) Distillery | 45928.34 |
| | **Total** | **230372.60** |
| | Less: Inter Segment Revenue | 45771.86 |
| | **Net Segment Revenue** | **184600.74** |

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

| | | |
|---|---|---|
| **2** | **Segment Results - Profit before Tax and Finance Cost and Exceptional Items** | |
| | a) Sugar | 16307.93 |
| | b) Cogeneration | 653.14 |
| | c) Distillery | 3312.22 |
| | **Total** | **20273.29** |
| | Add/Less: i) Finance Cost | 5662.51 |
| | ii) Other Un-allocable Expenses net off | 2810.86 |
| | **Profit before Tax** | **11799.92** |
| **3** | **Segment Assets** | |
| | a) Sugar | 152085.50 |
| | b) Cogeneration | 7691.38 |
| | c) Distillery | 54688.11 |
| | d) Un-allocable | 364.78 |
| | **Total Assets** | **214828.77** |
| **4** | **Segment Liabilities** | |
| | a) Sugar | 33437.02 |
| | b) Cogeneration | 2.54 |
| | c) Distillery | 2176.34 |
| | d) Un-allocable | 1363.61 |
| | **Total Liabilities** | **36979.51** |
| **5** | **Capital Expenditure** | |
| | a) Sugar | 3688.82 |
| | b) Cogeneration | 8.25 |
| | c) Distillery | 977.36 |
| | d) Un-allocable | 54.27 |
| | **Total Capital Expenditure** | **4728.70** |
| **6** | **Depreciation and amortization** | |
| | a) Sugar | 2732.33 |
| | b) Cogeneration | 339.47 |
| | c) Distillery | 1501.64 |
| | d) Un-allocable | 86.61 |
| | **Total Depreciation and Amortization** | **4660.05** |

Inter-segment revenues are eliminated upon consolidation and reflected in the Inter segment head. Finance income and costs, and fair value gains and losses on financial assets are not allocated to individual segments as the underlying instruments are managed at corporate level.

Current taxes, deferred taxes and certain financial assets and liabilities are not allocated to those segments as they are also managed at corporate level.

Transactions between segments are primarily transferred at estimated market prices. Common costs are apportioned on a reasonable basis.

**Geographical Location:-** The geographical segments have been considered for disclosure as the secondary segment, under which the domestic segment includes sales to customers located in India and overseas segment includes sales to customer located outside India and through merchant exporters.



Notes on Consolidated Financial Statements for the year ended 31st March 2025

(₹ In lakhs)

| Particulars | Current year |
|---|---|
| **Revenue from operation** | 184600.74 |
| Domestic | 183921.03 |
| Overseas (merchant export ₹ 679.71 lakhs) | 679.71 |

Note: There are no non-current assets located outside India

Information about major customer contributed 10% or more of the total revenue of the Company for the year ended 31st March, 2025.

| S. No. | Party Name | Financial Year |
|---|---|---|
| 1 | Indian Oil Corporation Limited | 2024-2025 |
| 2 | SMP Exim (P) Ltd. | 2024-2025 |
| 3 | Gaurav Trading Company | 2024-2025 |

**q. The details of performance obligation in terms of Ind AS 115 - Revenue from contracts with customers are as follows:**

**Sugar:-** The Sugar segment of the group principally generates revenue from manufacturing and sale of sugar and its by-products and power. Domestic sales of sugar is made on ex-factory/delivery basis in terms agreed to wholesaler /institutional buyers/merchant exporters within the country. Domestic sugar sales are majorly done on advance payment terms. Export sales of sugar to merchant exporters are done on ex-factory /delivered basis in terms of the agreement and revenue is recognized when the goods have been shipped to / delivered to the buyers' specific location. The sale price and payment terms is fixed as per contracted terms.

Power is supplied to distribution companies from the group's facilities in accordance with the sale price, payment terms and other conditions as per the Power Purchase Agreements ("PPA").

Bagasse are sold generally on advance payment terms on ex-factory basis as per the terms of the agreement and revenue is recognized when the goods have been shipped to / delivered to the buyer.

The distillery segment of the group principally generates revenue from sale of industrial alcohol which mainly constitutes ethanol sold under contracts with Public and Private Oil Marketing Companies and other products to institutional buyers.

For sale of Ethanol, sale price is pre-determined based on Expression of Interest /Tender floated from Oil Marketing Companies. The prices are on delivered cost basis at Oil Marketing Companies locations inclusive of all duties/levies/taxes/charges etc. Payment terms is within 21 days after delivery of material and submission of original invoices.

Rectified Spirit, Extra Neutral Alcohol (ENA), etc. are sold on bulk basis to institutional buyers on ex-factory basis as per agreed terms. Revenue is recognized when goods have been shipped to the buyers' specific location as per agreed terms. The payment terms are fixed as per group's policy which are generally on advance payment basis.

Other products like Carbon di oxide (Co2) and potash being sold to the Institutional buyers.

(₹ In lakhs)

| Particulars | Current year |
|---|---|
| **Timing of revenue recognition** | |
| Products transferred at a point in time | **184600.74** |
| Products transferred over time | **-** |

**r. Employee Benefits**

As per Indian Accounting Standard-19 "Employees Benefits" the disclosures of employee's benefits are as follows:

**Defined Contribution Plan:**

Employee benefits in the form of provident fund are considered as defined contribution plan. The contribution to the respective fund are made in accordance with the relevant statute and are recognized as expense when employees have rendered service entitling them to the contribution, the contribution to defined contribution plan, recognized as expense in the Statement of Profit and Loss are as under:

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

(₹ In lakhs)

| Particulars | Current year |
|---|---|
| Employer's contribution to pension fund | 170.22 |
| Employer's contribution to provident fund | 79.65 |
| Other administrative expenses | 20.41 |
| **Total** | **270.28** |

The Group has made provision for gratuity and leave encashment in the nature of defined benefit obligation on the basis of actuarial valuation as per Ind AS 19. Since the liability has not been funded through a trust or insurer, there are no plan assets.

**Defined benefits obligations:**

**Gratuity**

The gratuity plan is governed by the payment of Gratuity Act 1972, under the said Act an employee who has completed five years of service is entitled to specific benefit. The gratuity plan provides a lump sum payment to employees at retirement, death, incapacitation or termination of employment. The level of benefits provided depends on the member's length of service and salary at retirement age. Liability for gratuity is determined on actuarial basis using projected unit credit method.

**Leave Encashment**

The employees of the Group are entitled to compensated absences that are both accumulating and non-accumulating in nature. The expected cost of accumulating compensated absences is determined by actuarial valuation using the projected unit credit method for the unused entitlement accumulated at the balance sheet date.

**Detail of unfunded post-retirement Defined Benefit obligations are as follows:**

Employee benefits in respect of gratuity and leave encashment are based on actuarial valuation as on 31st March 2025. The details are given below:

(₹ In lakhs)

| Particulars | Current year | |
|---|---|---|
| **A) Change in the Present Value of obligation** | **Gratuity Unfunded** | **Leave Encashment Unfunded** |
| a) Present Value of obligation as at 1st April | 1859.71 | 475.88 |
| (b) Interest Cost | 134.09 | 34.31 |
| (c) Current Service Cost | 175.87 | 70.52 |
| (d) Benefits Paid | (40.72) | (18.57) |
| (e) Actuarial Loss/(Gain) | 58.89 | 51.02 |
| (f) Present Value of Obligation as at 31st March | 2187.85 | 613.14 |
| Current Liability | 279.85 | 126.79 |
| Non - Current Liability | 1908.00 | 486.35 |
| **(B) Amount recognized in Balance Sheet (A-B)** | 2187.85 | 613.14 |
| **(C) Expenses recognized in the Profit & Loss Account** | | |
| (a) Current Service Cost | 175.87 | 70.52 |
| (b) Interest Cost | 134.09 | 34.31 |
| **(D) Expenses recognized in Other Comprehensive Income** | | |
| **a) Actuarial Loss/(Gain)** | 58.89 | 51.02 |
| **b) Net Cost** | 368.85 | 155.85 |
| **Actuarial Assumptions** | | |
| (a) Discount Rate | | 6.79% |
| (b) Rate of escalation in Salary (Per Annum) | | 5.50% |
| (c) Mortality Table | | 100% of IALM (2012 - 14) |
| (d) Retirement Age (Years) | | 58 |



## Notes on Consolidated Financial Statements for the year ended 31st March 2025

s. **RELATED PARTY DISCLOSURES FOR THE YEAR FROM 01.04.2024 TO 31.03.2025**

The disclosures in respect of Related Parties as required under Ind AS 24 'Related Party Disclosures' is stated herein below:

**(i) Parties where control exists: NIL**

**(ii) Other related parties where transaction have taken place**

**a) (i) Key Management Personnel (KMP) of Holding Company:**

| | | |
|---|---|---|
| Sh. Raj Kumar Adlakha | : | Managing Director (MD) |
| Sh. Shankar Lal Sharma | : | Executive Director |
| Sh. Sanjay Bhandari | : | Chief Financial Officer |
| Sh. Rajesh Garg | : | Company Secretary & Compliance Officer |
| Sh. Gurbachan Singh Matta | : | Non-Executive Director |
| Sh. Narendra Kumar Sawhney | : | Independent Director till 19.09.2024 |
| Sh. Jasbir Singh | : | Independent Director |
| Smt. Rutuja Rajendra More | : | Independent Director till 19.09.2024 |
| Sh. Ravi Kumar | : | Independent Director |
| Smt. Anju Sethi | : | Independent Director w.e.f. 18.09.2024 |

**ii) Key Management Personnel (KMP) of Subsidiary Company:**

| | | |
|---|---|---|
| Sh. Balram Adlakha | : | Managing Director (MD) |
| Sh. Raj Kumar Adlakha | : | Director |
| Sh. Jai Adlakha | : | Director |
| Sh. Ashish Bansal | : | Chief Financial Officer |
| Sh. Hitesh Gaur | : | Company Secretary |
| Smt. Rutuja Rajendra More | : | Independent Director |
| Sh. Pulkit Handa | : | Independent Director |

**b) Close Member of Key Management Personnel and their Relationship: of Holding Company**

Smt. Amita Adlakha (Wife of MD)
Sh. Balram Adlakha (Son of MD)
Sh. Jai Adlakha (Son of MD)
Sh. Rajan Adlakha (Brother of MD)
Sh. Ranjan Adlakha (Brother of MD)
Smt. Ranjana Chopra (Sister of MD)
Smt. Rajni Babbar (Sister of MD)

**c) (i) Enterprises where Significant Influence exists of Holding Company:**

- Uttam Industrial Engineering Private Limited
- Lipi Boilers Pvt. Ltd.
- The Standard Type Foundry Pvt. Ltd.
- Uttam Sucrotech Limited
- Shubham Sugars Limited
- Uttam Adlakha & Sons Holdings Pvt. Ltd.
- Uttamenergy Ltd.
- Uttam Properties Pvt. Ltd.
- Sekhri Finance & Investment (P) Ltd.

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

- Uttam Foods & Spices Pvt. Ltd.
- Uttam Beverages Pvt. Ltd.
- New Castle Finance and Leasing Pvt. Ltd.
- Uttam Elite Hotels Pvt. Ltd.
- Uttam Sugar Charitable Trust
- Uttam Sunna Charitable Trust.
- R. K. & Sons (HUF)

**(ii) Enterprises where Significant Influence exists of Subsidiary Company:**

- Uttamenergy Limited
- Uttam Sucrotech Limited

**d) Details of Transactions with the above related parties in the ordinary course of business:**

**(₹ in Lakhs)**

| Name of related parties | Nature of Transactions | Year ended 31.03.2025 | Outstanding Balances | As at 31.03.2025 |
|---|---|---|---|---|
| **Key Management Personnel (KMP)** | | | | |
| Raj Kumar Adlakha | Remuneration | 408.00 | Remuneration Payable | 12.34 |
| | Commission | 700.00 | Commission Payable | - |
| | Perquisites | 17.58 | Security Deposit Given | 3.75 |
| | Lease Rent | 24.00 | Lease Rent | 0.20 |
| | Redemption of Preference Shares | 293.70 | | |
| | Dividend on Equity Shares | 51.12 | | |
| | Dividend on Preference Shares | 15.12 | | |
| Shankar Lal Sharma | Remuneration | 103.33 | Remuneration Payable | 1.12 |
| | Post-employment benefits (Contribution to Provident Fund) | 0.22 | | |
| Gurbachan Singh Matta | Remuneration | 12.00 | | |
| | Sitting Fees | 1.65 | | |
| Narendra Kumar Sawhney | Remuneration | 5.63 | | |
| | Sitting Fees | 1.05 | | |
| Jasbir Singh | Remuneration | 12.00 | | |
| | Sitting Fees | 1.65 | | |
| Rutuja Rajendra More | Remuneration | 5.63 | | |
| | Sitting Fees | 0.75 | | |
| Ravi Kumar | Remuneration | 3.00 | | |
| | Sitting Fees | 1.45 | | |
| Anju Sethi | Remuneration | 6.37 | | |
| | Sitting Fees | 0.50 | | |
| Sanjay Bhandari | Remuneration | 88.48 | Remuneration Payable | 10.43 |
| | Post-employment benefits (Contribution to Provident Fund) | 0.22 | | |
| Rajesh Garg | Remuneration | 49.30 | Remuneration Payable | 0.50 |
| | Post-employment benefits (Contribution to Provident Fund) | 0.22 | | |
| Rutuja Rajendra More | Remuneration (***) | 6.00 | Remuneration Payable | 0.90 |
| Pulkit Handa | Remuneration (***) | 3.00 | Remuneration Payable | 0.45 |
| **Relative of KMP** | | | | |
| Amita Adlakha | Office Rent | 21.24 | Office Rent payable | 0.86 |
| | Dividend on Preference Shares | 0.50 | Security Deposit Given | 3.60 |
| Balram Adlakha | Dividend on Equity Shares | 0.08 | | |
| Jai Adlakha | Dividend on Equity Shares | 0.11 | | |
| Rajan Adlakha | Dividend on Equity Shares | 1.95 | | |
| Ranjan Adlakha | Dividend on Equity Shares | 37.31 | | |
| Ranjana Chopra | Dividend on Equity Shares | 11.64 | | |
| Rajni Babbar | Dividend on Equity Shares | 3.50 | | |
| **Enterprises where Significant Influence exists** | | | | |
| Uttam Sucrotech Ltd. | Dividend on Equity Shares | 0.03 | | |
| | Advance returned against shares (***) | 45.00 | Advance outstanding | 12.80 |
| Uttam Industrial Engg. (P) Ltd. | Sale of Sugar | 0.15 | Unsecured Loan | 27.31 |
| | Dividend on Equity Shares | 68.75 | Interest for Unsecured Loan | 29.29 |
| | Dividend on Preference Shares | 73.95 | | |
| | Interest on Unsecured Loan | 2.73 | | |
| The Standard Type Foundry (P) Ltd. | Receiving of Services Plant Machinery and Vehicles | 56.70 | Creditors | 6.46 |
| | Purchase of Plant & Machinery and Vehicles | 43.87 | | |
| | Sale of Sugar | 0.10 | | |
| Lipi Boilers Pvt. Ltd. | Dividend on Equity Shares | 87.88 | | |
| Shubham Sugars Ltd. | Purchase of Agriculture Products | 11.98 | Creditors | 2.15 |
| | Dividend on Equity Shares | 3.63 | | |
| | Dividend on Preference Shares | 0.35 | | |
| | Redemption of Preference shares | 7.00 | | |
| Uttam Properties Pvt. Ltd. | Dividend on Preference Shares | 0.10 | | |
| New Castle Finance and Leasing Pvt. Ltd | Redemption of Preference Shares | 44.45 | | |
| | Dividend on Equity Shares | 9.52 | | |
| | Dividend on Preference Shares | 2.67 | | |
| Sekhri Finance & Investment (P) Ltd. | Dividend on Preference Shares | 12.45 | | |

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

| Name of related parties | Nature of Transactions | Year ended 31.03.2025 | Outstanding Balances | As at 31.03.2025 |
|---|---|---|---|---|
| Uttam Adlakha & Sons Holdings Pvt. Ltd. | Guarantee satisfied / received (Net) | (8195.56) | Guarantee | 35249.33 |
| | Dividend on Equity Shares | 407.53 | | |
| | Dividend on Preference Shares | 2.63 | | |
| | GST on Corporate Guarantee | 185.58 | Creditors | 99.72 |
| Uttamenergy Ltd. | Purchase of Plant & Machinery | 185.68 | Creditors | 0.88 |
| | Redemption of Shares (***) | 84.15 | | |
| | Advance given and received back (***) | 100.00 | | |
| | Guarantee satisfied / received (Net) (***) | 751.11 | Guarantee | 4751.11 |
| Uttam Foods & Spices Pvt. Ltd. | Sale of Sugar | 0.48 | Creditors | 0.21 |
| | Purchase of Spices | 7.84 | | |
| | Purchase of Plant & Machinery | 8.66 | | |
| Uttam Beverages Pvt. Ltd. | Sale of spare parts old Machine etc. | 28.91 | Receivable Against Sale | 23.16 |
| Uttam Elite Hotels Pvt. Ltd | Redemption of Preference Shares | 121.00 | | |
| Uttam Sunna Charitable Trust | Sale of Sugar | 0.76 | Receivable Against Sale | 0.05 |
| Uttam Sugar Charitable Trust | Charity and Donation | 0.05 | | |
| R. K. & Sons (HUF) | Dividend on Equity Shares | 0.10 | | |

(***) transactions of Subsidiary company

**Note:** Remuneration is excluding provision of gratuity and leave encashment, where the actuarial valuation is done on overall company basis.

**t. Auditors' Remuneration:** (₹ in Lakhs)

| Particulars | Current year |
|---|---|
| (a) As Statutory Auditors | 18.92 |
| (b) As Tax Auditor | 3.75 |
| (c) For taxation & other Matters | 3.97 |
| **Total** | 26.64 |

**u. Expenditure on Corporate Social Responsibility (CSR) activities:**

**(i) Details of CSR Expenditure:** (₹ in Lakhs)

| Sl. No. | Particulars | Current Year |
|---|---|---|
| i) | Amount required to be spent by the company during the year | 355.33 |
| ii) | Brought forward excess amount incurred in earlier year | 31.28 |
| iii) | Amount of expenditure incurred | 394.13 |
| iv) | Excess amount incurred in this year to be carried forward (i-ii-iii) | 70.08 |
| v) | Shortfall at the end of the year | - |
| vi) | Total of previous year shortfall | - |
| vii) | Reason for shortfall | - |
| viii) | Nature of CSR activities | As Given below (ii) |
| ix) | Details of related party transactions e.g. contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard | - |
| x) | Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately | - |

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

**(ii) The various heads under which the CSR expenditure were incurred in detail as follows :** (₹ in Lakhs)

| Sl. No. | Relevant Clause of Schedule VII to the Act | Description of CSR activities | Current Year |
|---|---|---|---|
| (a) | Clause (i) | Eradicating hunger, poverty and malnutrition, promoting health care & providing safe drinking water | 53.03 |
| (b) | Clause (ii) | Promoting education, including special education and employment enhancing vocational training and livelihood enhancement projects | 19.37 |
| (c) | Clause (vii) | To promote rural sports | 2.11 |
| (d) | Clause (x) | Rural Development Projects | 319.62 |
| | | **Total** | **394.13** |

The excess of requirements spend on CSR activities will be set off against the requirements in succeeding financial year in accordance with the provisions to sub section (5) of section 135 of the Companies Act, 2013.

**v. Earnings per share (EPS)** (₹ in Lakhs)

| Particulars | Current year |
|---|---|
| (a) Profit for the year attributable to the equity shareholders (₹ in lakhs) | 8831.11 |
| (b) Weighted average number of equity shares outstanding<br>(i) Basic:<br>Weighted average number of equity shares at the end | 38138120 |
| (c) ii) Diluted<br>Weighted average number of shares as in b(i) | 38138120 |
| (d) Paid up value of share | ₹10/- |
| (e) Basic Earnings per share(Rs)(a/bi) | 23.16 |
| (f) Diluted Earnings per share (₹) (a/bii) | 23.16 |

**w. Foreign Currency Inflow & outflow**

**i. Expenditure:** (₹ in Lakhs)

| Particulars | Current year |
|---|---|
| (a) Travelling Foreign | **6.26** |

**x. Government Grant**

The Group Company is eligible to receive various financial assistance from government authorities. Accordingly, the Company has recognized these government grants in the following manner: (₹ in Lakhs)

| Sl. No. | Particular | Treatment in Accounts | Current Year |
|---|---|---|---|
| 1 | Interest subvention claim for installation of Incineration Boiler at Barkatpur Distillery | Reduced from finance cost | 8.15 |
| 2 | Interest subvention claim for installation of green field 50 KLPD distillery at Libberheri unit | Reduced from finance cost | 16.48 |
| 3 | Interest subvention claim under expansion of Barkatpur Distillery by 100 KLPD | Reduced from finance cost | 188.21 |
| 4 | Interest subvention claim under soft Loan | Reduced from finance cost | 0.38 |
| 5 | Interest subvention claim for installation of green field 40 KLPD distillery at Bahadrabad unit | Reduced from finance cost | 164.52 |

**y.** Since it is a first year of Consolidation of Statement of accounts, no previous year figures have been given.

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

### Note No. 34 : Financial Risk Framework

The Group's financial liabilities comprise borrowings, capital creditors and trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Group's financial assets include Loans, trade and other receivables, cash and cash equivalents.

The Group is exposed to market risk, credit risk and liquidity risk.

The Group's senior management overseas the management of these risks. The group's senior management provides assurance that the group's financial risks activities are governed by appropriate policies and risk objectives. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarized below:

#### 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.

**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 rates. The group's exposure to the risk of changes in market interest rates relates primarily to the Group's borrowing obligations with floating interest rates.

**(₹ in Lakhs)**

| Particulars | As At 31.03.2025 |
|---|---|
| Variable rate Borrowings | 76622.99 |
| Fixed rate Borrowings | 6651.63 |

**Sensitivity**

A reasonably possible change of 50 basis points in interest rates at the reporting date would have increased (decreased) equity and profit and loss by the amount shown below. This analysis assumes all other variables held constant.

| Particulars | Increase /decrease in Basic Points | Impact on Profit before Tax (₹ in Lakhs) | Impact on Equity (₹ in Lakhs) |
|---|---|---|---|
| | 31.3.2025 | 31.3.2025 | 31.3.2025 |
| Increase in Basis Point | 50 | 383.11 | 383.11 |
| Decrease in Basis Point | 50 | (383.11) | (383.11) |

**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 rates, the group's exposure to the risk of changes in foreign exchange rates relates primarily to the Direct exports made by the company which are made during the year however same is very negligible as compare to total turnover.

**Sensitivity**

1% increase or decrease in foreign exchange rates will have no material impact on profit.

**iii) Other risk**

**a) Regulatory risk**

Sugar industry is regulated both by central government as well as by the state government, Central and state governments policies and factors such as State Advised Price (SAP) and fair and Remunerative Price (FRP) of sugar cane affects the sugar industry and the company's operations and profitability. Distillery business is also dependent on the Government policy as the price of ethanol decided by the Government. Similarly sugar prices are also effected by the Government Policies like restriction on sale, import of sugar by way of allocation of monthly Quota, export of sugar and import duty / export duty determination of sugar and MSP of sugar.

The regulatory risks listed above are Government policy driven and are beyond the control of the company and can't be alleviated unless the industry is decontrolled. Various representation through the body of industry like ISMA, UPSMA and UPDA submitted to Government to come out solutions regarding above risks.

Power business is also dependent on the regulations prescribed by Central/State regulatory commissions. They fix power purchase rates and other guide lines for supply based on cost of bagasse and other inputs.

**b) Commodity price risk**

Sugar Prices in domestic and international markets depends primarily on the supply and demand situation. Fluctuation in demand and supply arise on account of the change in the availability and price of sugar variation in the production capacity of the competitor's availability of substitutes for the sugar products and international demand and supply position The group has mitigated this risk by adding more value added products by diversifying into co- generation and distillation, thereby utilizing the by- products. Similarly, in sugar product also the company's products are diversifying in specialty sugar segments like brown sugar, sachet, pharma sugar, icing sugar, liquid sugar etc.

#### B. Credit Risk

Credit risk is the risk that counter party will default on its obligations under a Contractual arrangement leading to a financial loss. The group's sugar sales are mostly on advance payment basis. Power and ethanol are sold to state government companies and petroleum companies; thereby the credit default risk is significantly mitigated. Company has also taken advances and security deposits from its customers / agents, which mitigate the credit risk to an extent Financial assets are written off when there is no reasonable expectation of recovery, however, the company continues to attempt to recover the receivables. Where recoveries are made, these are recognized in the statement of profit and loss.

**The ageing of trade receivable is given below:** **(₹ in Lakhs)**

| | Particulars | Up to 6 Months | More than 6 Months | More than one year |
|---|---|---|---|---|
| a) | As at 31.03.2025 Gross carrying Amount | 6792.70 | - | - |
| b) | Expected Credit Loss @ | | | |

Following table summarizes the change in loss allowances measured using life time expected credit loss model. No significant changes in the estimation techniques or assumption were made during the period.

| Particulars | ECL for Trade Receivables |
|---|---|
| 31.03.2025 Provision /Reversal during the year | - |

**Balances with Banks – Other Financial Assets**

Credit risk from balances with banks is managed in accordance with group's policy. Group considers factors such as track record, size of the institution, market reputation and service standards to select the banks with which term deposits are maintained. Generally, term deposits are maintained with banks with which Company has also availed borrowings.

The Group's maximum exposure to credit risk for the components of the balance sheet as at 31st March, 2025 is the carrying amounts as stated under Note No. 9.

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

### C. Liquidity risk

#### i. Liquidity Risk Management

Liquidity risk is the risk that a company may encounter difficulties in meeting its obligations associated with financial liabilities that are settled by delivering cash or other financial assets. The Company's objective is to maintain optimum levels of liquidity to meet its cash and its collateral requirements. The group's Management is responsible for liquidity funding as well as settlement. Management monitors the company's net liquidity position through rolling forecast on the basis of expected cash flows.

#### ii. Maturities of financial liabilities

The table below provides undiscounted cash flows towards financial liabilities into relevant maturity based on the remaining period at the balance sheet to the contractual maturity date.

**Non derivative financial instruments** **(₹ in Lakhs)**

| Particulars | AS at 31.03.2025 Carrying Amount | On Demand | Less than One year | More than one year and less than three years | More than three years | Total |
|---|---|---|---|---|---|---|
| **Borrowings** | 83274.62 | 73368.99 | 2631.21 | 5374.66 | 1899.76 | 83274.62 |
| **Trade payable** | 30951.42 | - | 30951.42 | - | - | 30951.42 |
| **Other financial Liabilities** | 2822.74 | 515.75 | 2306.99 | - | - | 2822.74 |
| **Lease Liability** | 48.25 | - | 31.23 | 17.02 | - | 48.25 |

#### iii. Financial Arrangements

The Company has following undrawn borrowing facilities at the end of reporting period. **(₹ in Lakhs)**

| Particulars | 31.3.2025 |
|---|---|
| Undrawn Borrowing Facilities | 20342.22 |

### Note No. 35 : Capital Management

#### a) Risk Management

For the purpose of the Group's capital management, capital includes issued equity capital, securities premium and all other equity reserves attributable to the equity shareholder of the Company. The Primary objective of capital management is to maximize shareholder value and also to maintain an optimum capital structure and to safeguard its ability to continue at a going concern.

The Group's Capital management objectives are to maintain equity including all reserve to protect economic viability and to finance any growth opportunities that may be available in future so as to maximize shareholder value

The group manages its capital structure and makes adjustments in the amount of dividends return on capital to shareholders issue new shares or sell assets to reduce debts.

The group monitors capital on the basis of following gearing ratio **(₹ in Lakhs)**

| Particulars | As at 31.03.2025 |
|---|---|
| Long Term Debts (Including Unsecured Loans) | 10589.63 |
| Cash & Bank balances | 480.33 |
| Net Debts (i) | 10109.30 |
| Total Equity (ii) | 78811.70 |
| Net debts / Equity Ratio ( i / ii ) | 0.13 |

Debts excluding cash credits limits from bank.



Notes on Consolidated Financial Statements for the year ended 31st March 2025

#### b) Loan Covenants:

In order to achieve this overall objective, the group's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest bearing loans and borrowing that define capital structure requirements. The group has compiled with these covenants and there have been no breaches in the financial covenants of any interest – bearing loans and borrowings.

No changes were made in the objectives, policies or processes for managing capital during the year ended 31st March 2025.

### Note No. 36: Other disclosures

**a.** The Group Company has utilized the borrowings from banks for the specific purpose for which they were taken from banks.

**b.** The Group has during the year sanctioned working capital limits in excess of ₹ 5 crore, in aggregate, from banks on the basis of pledge/hypothecation of sugar stocks, the quarterly returns or statement filed by the group are in agreement to books of account except value of inventory of pledged sugar and hypothecated ENA provided to bank which is valued in accordance with terms and condition of sanction letter at average Net realizable value whereas in the books of account same has been in considered at lower of Cost or Net realizable value in accordance with the Indian Accounting Standard.

The detail of difference in value is here under:- **(₹ in Lakhs)**

| Quarter | Value of sugar and ENA as per Books at lower of cost or Net realizable value | Value of sugar and ENA as per Stock Statement at Realizable value | Difference |
|---|---|---|---|
| 1st Quarter ended 30.06.2024 (**) | 54674.95 | 62757.61 | 8082.66 |
| 2nd Quarter ended 30.09.2024 | 26381.60 | 30218.16 | 3836.56 |
| 3rd Quarter ended 31.12.2024 | 49233.37 | 50251.21 | 1017.84 |
| 4th Quarter ended 31.03.2025 | 92114.11 | 100623.11 | 8509.00 |

However, company borrowing is not more than value as per books.
(**) First quarter figures are related with Holding company only.

**c.** The Group has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender except in the following case:- **(₹ in Lakhs)**

| Sl. No. | Nature of Borrowings, including debt securities | Name of Lenders | Amount not paid on due date | Whether Principal or Interest | No. of delays or unpaid | Remarks, if any |
|---|---|---|---|---|---|---|
| 1. | Financial Assistance to fund difference between SMP and SAP | Uttarakhand State Government (**) | 656.68 | Principal | Continuously unpaid since January 2011 | An application for waiver off such loan/ financial assistance is pending with the Government of Uttarakhand. |
| | | | 503.63 (Interest from 28.01.2005 to 31.03.2024) | Interest | Continuously unpaid since 31.03.2005 | |
| 2. | Lease land Installment | Rajasthan State Industrial Development and Investment Corporation against Land (RIICO) (***) | 13.33 | Principal | Continuously unpaid since 2010 | RIICO, vide its order dated April 8, 2010, has cancelled the allotment of the plot to the Company. and later on demanded restoration and |

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

| Sl. No. | Nature of Borrowings, including debt securities | Name of Lenders | Amount not paid on due date | Whether Principal or Interest | No. of delays or unpaid | Remarks, if any |
|---|---|---|---|---|---|---|
| | | | | | | retention charges. The Company has filed a writ petition challenging the cancellation, which is currently pending before the Hon'ble High Court of Jaipur. Pending the final settlement of the dispute, the Company has not deposited the amount demanded by RICCO. |

(**) The company based on management assessment has decided after considering the fact and circumstances that no demand in respect of the outstanding loan and interest thereon has been raised by the State Government since January, 2008 and the application in respect of waiver of loan and interest is pending with the appropriate authority, not account for the interest for the year amounting to ₹26.26 Lacs on unsecured loan received from the State Government of Uttarakhand till the final outcome.

(***) Rajasthan State Industrial Development and Investment Corporation (RIICO), vide its order dated April 8, 2010, has cancelled the allotment of the plot allotted to the company and later on demanded restoration and retention charges amounting to ₹ 204.70 Lakhs. The Company has filed a writ petition challenging the cancellation and demand of the restoration and retention charges, which is currently pending before the Hon'ble High Court of Jaipur. Pending settlement, the company has not provided for the amount in its financial statements.

**d.** The Group has not been declared willful defaulter by bank or financial institution or any other lender.

**e.** The Group does not have any transactions or balances with the companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956 during the year and previous year.

**f.** During the year, there are no instances of any registration, modification or satisfaction of charges which are pending for registration with Registrar of Companies beyond the statutory period.

**g.** The Group is in compliance with the relevant provisions of the Companies Act,2013 with respect to the number of layers prescribed under clause (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of layers) Rules, 2017.

**h.** The Group has not traded or invested in any crypto currency or virtual currency during the year and previous year.

**i.** The Group have 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.

**j.** The Group have not received any fund from any other 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 guarantees, security or the like on behalf of the ultimate beneficiaries.



Notes on Consolidated Financial Statements for the year ended 31st March 2025

**k.** The Group does not have any transaction not recorded on books of accounts that has been surrendered or disclosed as income during the year and previous year in the tax assessments under the income Tax Act,1961.

**l.** Key Financial Ratios is as under:-

| Sl. No. | Particulars | Method of Calculations | FY 2024-25 |
|---|---|---|---|
| 1 | Current Ratio (In times) | Current Assets / Current Liabilities | 1.12 |
| 2 | Debt Equity Ratio (In times) | (Long Term Debts + Current Maturity of Term Loans + Cash Credit Limit + Leased Liabilities + Preference Share Capital) / Shareholder's Equity | 1.08 |
| 3 | Debt Service Coverage Ratio (In times) | (Profit after Tax + Depreciation+ Interest on Term Loans + Non-cash Operating expenses and income) / (Term Loan Paid + Preference Share Capital + Interest on Term Loans) | 2.80 |
| 4 | Return on Equity Ratio (%) | Net Profit after Taxes / (opening Shareholder's equity + closing Shareholder's equity) / 2 =Average Shareholder's Equity | 11.21% |
| 5 | Inventory Turnover Ratio (In times) | Revenue from Operations / (Opening Inventory + Closing Inventory) /2 = Average Inventory | 1.60 |
| 6 | Trade Receivable Turnover Ratio (In times) | Revenue from Operations / (Opening Debtors + Closing Debtors) /2 = Average Debtors | 27.18 |
| 7 | Trade Payable Turnover Ratio (in times) | Purchases / (opening Creditors + Closing Creditors) / 2 = Average Trade Payable | 5.39 |
| 8 | Net Capital Turnover Ratio (In times) | Revenue from Operations / Working Capital (CA-CL) | 13.75 |
| 9 | Net Profit Ratio (%) | Net Profit / Total Income | 4.76% |
| 10 | Return on Capital Employed (%) | Earnings before Interest and Taxes / Capital Employed | 9.82% |
| 11 | Return on Investment (%) | Net Income (PAT) / Cost of investment (total assets) | 4.11% |

**Note:** Previous year and reason for changes not provided due to first year of consolidation.

### Note No. 37:
### Financial instruments-Accounting, Classification and fair Value measurements

**A. Financial instruments by category** (₹ in Lakhs)

| Particulars | Refer Note No. | Total Fair Value | Cost | Deemed Cost | Carrying Value | | | Total |
|---|---|---|---|---|---|---|---|---|
| | | | | | Amortized Cost | FVTOCI | FVTPL | |
| **As at 31st March 2025** | | | | | | | | |
| **Financial assets** | | | | | | | | |
| (i) Trade and other receivable | **7** | 6,792.70 | | | 6,792.70 | | | 6,792.70 |
| (ii) cash and cash equivalents | **8** | 480.33 | | | 480.33 | | | 480.33 |
| (iii) Bank balance other than cash and cash equivalents | **9** | 747.97 | | | 747.97 | | | 747.97 |
| (vi) Other financial assets | **4** | 992.81 | | | 992.81 | | | 992.81 |
| **Total** | | **9,013.81** | - | - | **9,013.81** | - | - | **9,013.81** |
| **Financial liabilities** | | | | | | | | |
| (i) Borrowings | **15** | 83,274.62 | | | 83,274.62 | | | 83,274.62 |
| (ii) Trade and others payable | **20** | 30,951.41 | | | 30,951.41 | | | 30,951.41 |
| (iii) Other financial liabilities incl. Lease Liabilities | **16** | 2,871.00 | | | 2,871.00 | | | 2,871.00 |
| **Total** | | **117,097.03** | - | - | **117,097.03** | - | - | **117,097.03** |

**Note:- Fair Value hierarchy**

The fair value of the financial assets and financial liabilities are included at the amount at which the instrument could not be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Fair value of cash and cash equivalents, bank balances other than cash and cash equivalents, trade and other receivables, loans and other current financial assets, short term borrowings from banks and financial institutions, trade and other payables and other current financial liabilities approximate their carrying amounts due to the short term maturities of these instruments.

## Notes on Consolidated Financial Statements for the year ended 31st March 2025

**Note No. 38 :**
The figures have been reworked, regrouped, rearranged and reclassified wherever necessary. The figures are rounded off to nearest rupee in lakhs up to two decimals.

**AS PER OUR REPORT OF EVEN DATE**
**Firm Registration No. 00852C**
**For B. K. Kapur & Co.**
**Chartered Accountants**

**(M.S.KAPUR) FCA**
Partner
Membership No. 074615

**Place : Noida**
**Date : 23rd MAY, 2025**

**for and on behalf of Board of Directors**

**(RAJ KUMAR ADLAKHA)**
Managing Director
DIN 00133256

**(SHANKAR LAL SHARMA)**
Executive Director
DIN 09018381

**(SANJAY BHANDARI)**
Chief Financial Officer

**(RAJESH GARG)**
Co. Secretary &
Compliance Officer

**NOTES**

## NOTES

# Uttam Sugar Mills Limited

FSSC 22000
CERTIFIED COMPANY WITH
SUCROSE I.P. CERTIFICATION

**Corporate Office:** A-2E, IIIrd Floor, CMA Tower, Sector-24, Noida-201 301 (U.P.)
**Tel. :** + 91-120-4525000
**Web:** www.uttamsugar.in

**Registered Office:**
Village Libberheri, Tehsil Roorkee, Distt. Haridwar, Uttrakhand, India.

**Works:**

Unit-I: Village Libberheri, Tehsil Roorkee, Distt. Haridwar, Uttrakhand, India.
Unit-II: Village Barkatpur, Tehsil Naziabadad, Distt. Bijnore, Uttar Pradesh, India.
Unit-III: Village Khaikheri Tehsil & Distt.-Muzaffarnagar, Uttar Pradesh, India.
Unit-IV: Village Shermau Tehsil Nakur, Distt. Saharanpur, Uttar Pradesh, India

www.uttamsugar.in