

THE ANDHRA SUGARS LIMITED

Registered Office: Venkatarayapuram, TANUKU - 534 215

West Godavari District, (A.P)

Website: www.theandhrasugars.com CIN: L15420AP1947PLC000326

e-mail : info.tnk@theandhrasugars.com Phone : 08819-224911

NOTICE TO SHAREHOLDERS

Notice is hereby given that the SIXTY EIGHTH Annual General Meeting of THE ANDHRA SUGARS LIMITED (CIN: L15420AP1947PLC000326) will be held at the Registered Office of the Company, Venkatarayapuram, Tanuku on Saturday, 26th September, 2015 at 3.00 P.M. to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Statement of Profit & Loss for the year ended 31st March, 2015 and the Balance Sheet as at that date together with the Reports of Board of Directors and Auditors thereon.
2. To declare Dividend for the year 2014-15.
3. To appoint a Director in place of Sri M. Narendranath (DIN 00016764) who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint a Director in place of Sri P.Achyuta Ramayya (DIN 00015065) who retires by rotation and being eligible offers himself for re-appointment.
5. To ratify the appointment of M/s Brahmayya & Co., (Regn. No.000513S) Chartered Accountants, Vijayawada, as Statutory Auditors for the year 2015-16 and fix their remuneration.

SPECIAL BUSINESS

6. To Consider and if thought fit to pass with or without modifications the following Resolution as an Ordinary Resolution.

"RESOLVED THAT pursuant to the provisions of Sec.148 of the Companies Act, 2013 and other applicable provisions if any and rules made thereunder the Company hereby ratifies the payment of remuneration of Rs.4,00,000/- per annum to M/s. Narasimha Murthy & Co., Cost Accountants, Hyderabad, who were appointed as Cost Auditors by the Board at its meeting held on 26.05.2015 for conducting the Cost Audit for the year 2015-16 in respect of the products viz., Sugar, Food Residues or prepared Animal Feed, Electricity, Chemical Elements, In-organic Chemicals & other their derivatives, Organic Chemicals & other their derivatives, Bulk Drugs, Chemical Fertilizers and Chemicals-Plastics Polymers".

(BY ORDER OF THE BOARD)

Venkatarayapuram
TANUKU - 534 215
26-05-2015

For **THE ANDHRA SUGARS LIMITED**
Dr. B.B. RAMAIAH
Chairman & Managing Director

SPECIFIC ATTENTION OF SHAREHOLDERS

Sub : Furnishing of Bank Account details for printing on Dividend Warrants

Shareholders :

Physical Mode : Bank Account details be furnished to the Company at the earliest in the format enclosed.

Demat Mode : Bank Account details be furnished to the Depository Participant (DP) with whom demat account has been opened and not to the Company. **The Company cannot act on any request received directly from the Members holding shares in Demat Mode for Bank Account Mandates.**

Sub: Furnishing of E-mail ID

Members are requested to provide their e-mail IDs so as to enable the Company to send documents like notice calling general meetings, audited financial statements, Directors' report, Auditors' report etc., by way of e-mail.

Shareholders :

Physical Mode: E-mail ID be furnished to the Company in the format enclosed.

Electronic / Demat Mode: E-mail ID be furnished to the DP with whom demat account has been opened and not to the Company. The Company cannot act on e-mail IDs received directly from the Members holding shares in Demat Mode for registration of e-mail IDs.

The Andhra Sugars Limited

NOTES:

1. A Member entitled to attend and vote may appoint a proxy to attend and vote instead of himself on poll and that a proxy need not be a Member.
2. Register of Members and Share Transfer Books of the Company will remain closed from Wednesday 16th September, 2015 to Saturday 26th September, 2015 (both days inclusive).
3. The dividend recommended by Directors, if approved at the Meeting will be paid to the Shareholders whose names are on the Register of Members as on 26th September, 2015. In respect of the shares held in Demat Mode, the above dividend will be paid on the basis of beneficial ownership as at the end of business hours of 15th September, 2015 as per the details furnished by the Depositories for this purpose.
4. Shareholders in physical mode are requested to notify their change of address, if any, to the Company.
5. Shareholders in physical mode are requested to furnish their Bank Account No. in order to enable the Company to make dividend payment by way of NEFT (or) to pay dividend electronically into their account.
6. As per the provisions of Investor Education and Protection Fund (Awareness and Protection of Investors) Rules, 2001, the un-claimed Dividend in respect of Dividend for the year 2006-2007 has been transferred to Investor Education and Protection Fund as envisaged in Section 125 of the Companies Act, 2013. Shareholders who have not encashed the Dividends may make a request to the Company for the payment of un-encashed Dividend amount in respect of Dividend declared from the years 2007-08 onwards in order to enable the Company to proceed with their request in case the dividend warrants remain unencashed.
7. **Shareholders have an option to maintain their shareholding in demat form by opening a demat account with a Depository Participant. This will enable the shareholders to easily sell or buy the shares through Stock Exchanges. However, maintaining shareholding in Demat form is purely optional and not compulsory.**
8. Voting through electronic means
As provided by the Companies Act, 2013 E-Voting facility shall be made available to vote on the resolutions proposed to be passed at the ensuing 68th Annual General Meeting. Necessary papers to facilitate E-voting is enclosed.
9. Information about the Directors seeking re-appointment at the 68th Annual General Meeting as required under Corporate Governance:
 - A. Members are kindly aware that your Company has three Sugar units- (Sugar Unit-I), Tanuku, (Sugar Unit-II), Taduvai and (Sugar Unit-III), Bhimadole. Sri M. Narendranath has been incharge of all the Sugar Units since taking over as Joint Managing Director from 1.1.1998. During his tenure as Joint Managing Director all the Sugar units made considerable progress. He has been associated with the Company as a Director and as Joint Managing Director in various cane development activities. His exposure to the technology developments in the Sugar Industry around the World has been beneficial to improvements at the Company's Sugar Plants. He is instrumental in taking up Co-generation at Sugar Unit-II, Taduvai, introduction of "Bagasse Dryer" at all our Sugar plants, new generation SRT Clarifiers at Sugar Unit-I & III, and LLT Clarifier at Sugar Unit-II, improvement to the cane Diffuser at Sugar Unit-II and the introduction of technological improvements at different stations in the sugar plants.
He was instrumental in our Company joining a Sugarcane Breeding Consortium due to which we now have a number of high producing cane varieties.
He has been on the Executive Committees of the "Sugar Processing Institute", New Orleans (USA), "Sugar Industry Technologists Inc". Sugarland, USA. He is also a director on the Board of Sree Akkamamba Textiles Limited, Sree Satyanarayana Spinning Mills Limited and Hindustan Allied Chemicals Limited.
 - B. Sri P. Achuta Ramayya has been the Executive Director of your Company from 1983 and subsequently in view of the growing stature of the Company he was re-designated as Joint Managing Director with effect from 1.4.2012. Sri P. Achuta Ramayya has been looking after Marketing of various products of the company and the activities of Cotton and Oil Products Division, Guntur.

ANNEXURE TO NOTICE
Statement to be annexed to Notice u/s 102 of Companies Act, 2013.

ITEM NO. 6:

The Board of Directors on the recommendation of the Audit Committee, approved the appointment and remuneration of M/s Narasimha Murthy & Co., the Cost Auditors to conduct the audit of the Cost records of the Company for the Financial Year ending March 31, 2015 and remuneration of Rs. 4,00,000/- plus applicable taxes, out-of-pocket and travelling expenses have been fixed for this purpose.

In accordance with the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, ratification of the remuneration payable to the Cost Auditors for the Financial Year 2014-15 by way of Ordinary Resolution is being sought from the members as set out at Item No.6 of the Notice.

Your Directors therefore recommend the Resolution for approval.

None of the Directors or Key Managerial Personnel of the Company or their relatives is/are concerned or interested in the Resolution.

Inspection of Documents

All the documents referred to in the notice and explanatory statement including the Memorandum and Articles of Association of the Company are open for inspection at the Registered Office of the Company between 09:00 a.m. and 11:00 a.m. on any working day prior to the date of the Annual General Meeting.

(BY ORDER OF THE BOARD)

Venkatarayapuram
TANUKU - 534 215
26-05-2015
CIN: L15420AP1947PLC000326
Tel.:+91-8819-224911

For **THE ANDHRA SUGARS LIMITED**
Dr. B.B. RAMAIAH
(DIN 00015061)
Chairman & Managing Director
e-mail: info.tnk@theandhrasugars.com
Website: www.theandhrasugars.com

ADDENDUM TO THE NOTICE DATED 26.05.2015 CONVENING 68TH ANNUAL GENERAL MEETING TO BE HELD ON SATURDAY 26TH SEPTEMBER, 2015.

7. To Consider and if thought fit to pass with or without modifications the following Resolution as an Ordinary Resolution.

"RESOLVED THAT pursuant to the provisions of Sections 196, 197 and other applicable provisions, if any, of the Companies Act, 2013 (Act) read with Schedule V to the said Act or any statutory modification or re-enactment of the said Act and such other approvals as may be required the consent of the Company be and is hereby accorded to the appointment of Sri P. Narendranath Chowdary (DIN 00015764) as Managing Director of the Company for a period of five years with effect from 12-01-2016 on the following terms and conditions:-

Sri P. Narendranath Chowdary is not subject to retirement by rotation during the tenure of his office as Managing Director from 12-01-2016 to 11-01-2021.

1. Salary : Rs. 1,00,000/- per month.
2. Commission: Upto 2% of the net profits of the Company subject to the overall ceiling stipulated in Sections 197 of the Companies Act, 2013.
3. Perquisites : (i) Housing - if required, free furnished residential accommodation with all facilities and amenities including Gas, Electricity, Water, Furniture/Fittings etc., the monetary value of which may be evaluated as per Rule 3 of the Income-Tax Rules, 1962. The expenditure incurred by the Company on Gas, Electricity, Water and Furnishings shall be subject to a ceiling of 10% of the Salary. In case where the Company does not provide accommodation, House Rent Allowance shall be paid at the rate of 50% of the Salary. (ii) Medical reimbursement of the expenses incurred for the treatment in India / abroad for self and family, (iii) Leave Travel Concession - for himself and his family as per the rules of the Company, (iv) Club Fees, (v) Personal Accident Insurance, (vi) Provident Fund, Company's contribution towards Provident Fund at 12% of his salary or any rate applicable from time to time, (vii) Superannuation Fund - Company's contribution towards Superannuation Fund as per the rules of the Company, such contribution together with Company's contribution shall not exceed 27% of the salary as laid down under the Income tax Rules, 1962 or such other ceiling as may be prescribed from time to time, (viii) Gratuity - not exceeding ½ a month's salary for each completed year of service, (ix) Leave - entitled to one month's leave, as per the rules of the Company on full pay for every 11 months of service. Encashment of leave at the end of tenure will not be included in computation of ceiling on perquisites, (x) Telephone - one or more free telephone facility at the residence for the use of Company's business, (xi) Car - one or more use of Company's car on Company's business with driver and all expenses of maintenance, repairs and cost of petrol. (provision of Car for use of Company's business and telephone at residence will not be considered as perquisites), (xii) any other perquisites that may be allowed as per the guidelines issued by the Central Government from time to time.

The above perquisites including salary and commission shall be subject to the overall ceiling of remuneration stipulated under Section 197 of the Companies Act, 2013 read with Schedule V thereto or any statutory modification thereof.

Company's contribution to Provident Fund and Superannuation Fund and Gratuity payable at the end of the tenure to the extent these either singly or together are not taxable under the Income-tax Act shall not be included in the computation of limits for the perquisites aforesaid.

"RESOLVED FURTHER THAT the Board be and is hereby authorised to alter and vary the terms and conditions of the above salary and perquisites in such manner as may be agreed to between Sri P. Narendranath Chowdary, Managing Director and the Board."

"RESOLVED FURTHER THAT in the event of loss or inadequacy of profit in any financial year of the Company during the term of his Office as Managing Director, the remuneration and perquisites set out above be paid or granted to Sri P. Narendranath Chowdary as minimum remuneration stipulated in Section II of Part II of Schedule V of the said Act or such other amount and perquisites as may be provided in the said Schedule V as may be amended from time to time or any equivalent statutory re-enactment(s) thereof."

8. To consider and if thought fit to pass with or without modification(s), the following Resolution as a **SPECIAL RESOLUTION:**

"RESOLVED THAT pursuant to the provisions of Sections 73 and 76 and other applicable provisions, if any, of the Companies Act, 2013 ("Act") and the Companies (Acceptance of Deposits) Rules, 2014, the consent

of the Members be and is hereby accorded to the Board of Directors of the Company to invite and accept Fixed Deposits from the Public and Members, within limits prescribed in the Act and the overall borrowing limits of the Company, as approved by the Members, for the time being in force or any amendments made from time to time."

"RESOLVED FURTHER that the Board of Directors or any person authorised thereof be and is hereby authorised to finalise the scheme for invitation and acceptance of fixed deposits from the Members and the Public and to sign and execute deeds, applications, documents and writings that may be required, on behalf of the Company and generally to do all such other acts, deeds, matters and things as may be necessary, proper, expedient or incidental for giving effect to this Resolution."

(BY ORDER OF THE BOARD)

Venkatarayapuram
TANUKU - 534 215
28-07-2015

For **THE ANDHRA SUGARS LIMITED**
Dr. B.B. RAMAIAH
Chairman & Managing Director

ANNEXURE TO ADDENDUM TO THE NOTICE
Statement to be annexed to Notice u/s 102 of Companies Act, 2013.

7. Sri P. Narendranath Chowdary has been the Joint Managing Director of the Company since 1976. As Joint Managing Director, he has been assisting the Managing Director in looking after day to day affairs of Chemicals & Fertilisers Division, Kovvur and Saggonda. During his tenure as Joint Managing Director, he implemented and successfully completed various modernisation and expansion programmes. In view of his valuable contribution to the growth and development of the Company, your Board of Directors elevated him to the position of Managing Director with effect from 1-4-2012. As Managing Director, he has been assisting the Managing Director, who is overall incharge, in Planning, Co-ordination, Development of Company's activities, besides looking after day to day affairs of Chemicals & Fertilisers Division, Kovvur and Saggonda. Further he has been instrumental in implementing Solar Power Project at Kovvur. He is also involved in the implementation of 33 M.W. Coal Based Power Project at Saggonda and other projects taken up.

Your Directors recommend the Resolution for your approval.

Sri P. Narendranath Chowdary, the concerned Managing Director, along with his relative and Sri P. Achuta Ramayya shall be deemed to be interested in the above Resolution.

The terms and conditions as set out in the Resolution may be treated as an abstract of the terms of appointment of Sri P. Narendranath Chowdary as Managing Director with effect from 12.1.2016 to 11.1.2021 pursuant to Section 190 of the Companies Act, 2013.

8. As per the provisions of the Companies Act, 2013, Company can accept/invite Fixed Deposits from Members & Public only with the approval of the Shareholders.

Company has been accepting Fixed Deposits from Public & Members for several years under the provisions of erstwhile Companies Act, 1956 and Fixed Deposit Rules made thereunder. As such your Board of Directors considers it advisable to continue acceptance of Fixed Deposits from Members & Public which would enable the Company to augment its financial resources for various requirements.

Your Directors therefore recommend the Resolution for your approval.

Directors and Key Managerial Personnel may be deemed to be interested in the Resolution in the event they place Fixed Deposits with the Company.

(BY ORDER OF THE BOARD)

Venkatarayapuram
TANUKU - 534 215
28-07-2015

For **THE ANDHRA SUGARS LIMITED**
Dr. B.B. RAMAIAH
Chairman & Managing Director



THE ANDHRA SUGARS LIMITED

Regd. Office : Venkatarayapuram, TANUKU - 534 215

CIN : L15420 AP1947 PLC 000326

Website : www.theandhrasugars.com, Email : investors@theandhrasugars.com

Phone : 08819-224911, Fax : 08819-224168

PROXY FORM

I/We being the member(s) of shares of the above named Company hereby appoint :

- (1) Name : Address :
E-mail ID : Signature or failing him
- (2) Name : Address :
E-mail ID : Signature or failing him
- (3) Name : Address :
E-mail ID : Signature

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 68th Annual General Meeting of the Company to be held on Saturday, 26th September, 2015 at 3.00 p.m. at Regd. Office : Venkatarayapuram, Tanuku and at any adjournment thereof in respect of such Resolutions as are indicated below :

Resolution No.	RESOLUTIONS	Optional	
		For	Against
1.	Adoption of Audited Financial Statements for the year ended 31 st March, 2015		
2.	Approval of dividend for the year 2014-15		
3.	Re-appointment of Sri M. Narendranath, as Director who retires by rotation		
4.	Re-appointment of Sri P. Achuta Ramayya, as Director who retires by rotation		
5.	Ratification of the appointment of M/s. Brahmayya & Co. Chartered Accountants as auditors and fixing their remuneration;		
	Special Business		
6.	Ratification of remuneration of Cost Auditors		
	Addendum to Notice		
7.	Appointment of Sri P. Narendranath Chowdary as Managing Director		
8.	Acceptance of Fixed Deposits		

Signed this day of 2015

Signature of Shareholder

Signature of Proxy holder(s)

Affix
Revenue
Stamp not
less than
Re 0.15

Note :

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
2. For the Resolutions, Explanatory Statement and Notes, please refer to the Notice of the 68th Annual General Meeting.
3. It is optional to put a 'X' in the appropriate column against the Resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all Resolutions, your proxy will be entitled to vote in the manner as he/she thinks appropriate.
4. Please complete all details including details of member(s) in above box before submission.

THE ANDHRA SUGARS LIMITED
E-MAIL REGISTRATION FORM
(exclusively for Shareholders holding shares in physical form)

To
Company Secretary
The Andhra Sugars Limited
Venkatarayapuram
TANUKU – 534215
West Godavari District
Andhra Pradesh

Dear Sir,

Sub: **Registration of E-mail**

Regd. Folio No.

:

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Name of First Shareholder

:

Name(s) of Joint Shareholder(s)

:

E-mail ID to be registered

:

Date:

Signature of the first named Shareholder :

- Note:
1. On registration of e-mail, all the communications, including the Annual Reports, will be sent at the said registered e-mail.
 2. Shareholders are requested to keep the Company informed of any change in their e-mail ID.

BANK PARTICULARS

To
The Company Secretary,
The Andhra Sugars Limited,
Venkatarayapuram
TANUKU – 534215

Date :

FOR OFFICE USE ONLY
Ref. No. :
Date :

Dear Sir,

Sub : Payment of Dividend (Year 2014-2015) (Electronic Clearing Service / Bank Particulars)

ECS MANDATE

* I wish to participate in the Electronic Clearing Service and give below the details of my bank account, to which you may electronically credit the payment due to me against the reference folio number mentioned below:

1. Name of the First Holder (In Block Letters) : _____

2. Regd. Folio No. :

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3. Bank, Branch Name & Address : _____

4. Account Number :
(As appearing on your Cheque Book) _____

5. Ledger Folio Number :
(As appearing on your Cheque Book) _____

6. Account Type :
(Saving Bank / Current / Cash Credit A/c) _____

7. 9 Digit Code number of the Bank & Branch :
appearing on the MICR Cheque issued by the
Bank (Please attach a photocopy of cheque
for verifying the accuracy of the MICR
Code Number)

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BANK MANDATE

* **I do not wish to opt for ECS facility** and therefore request the following Bank details to be incorporated on the Dividend Warrant.

Bank Name : _____

Branch Name & Address : _____

A/c Type (SB / Current / Cash Credit) : _____

A/c Number (as mentioned in Cheque Book) : _____

(*Strike out which is not applicable)

I hereby declare that the particulars given above are correct and complete. I undertake to inform of any subsequent changes in the above particulars. If the ECS payment transaction is delayed or not effected for any reasons beyond the control of the Company, I would not hold the Company responsible.

Signature of the first named shareholder : _____

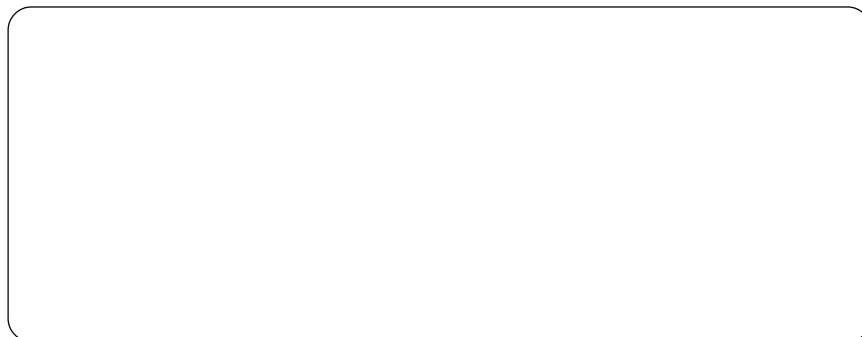
Name : _____

Address : _____

Note: In case of shares held in demat form, the above particulars for ECS facility / bank particulars have to be provided to your Depository Participant (DP), quoting your Client ID No. to them.



THE ANDHRA SUGARS LIMITED
VENKATARAYAPURAM, TANUKU - 534215
West Godavari District, Andhra Pradesh
Telephone: 08819-224911 Fax: 08819-224168
Email: info.tnk@theandhrasugars.com
Website: www.theandhrasugars.com
CIN: L15420AP1947PLC000326



Dear Member,

Subject: ELECTRONIC VOTING FACILITY – REG.

Pursuant to Provisions of Section 108 of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014 the Company is pleased to offer e-voting facility to the members to cast their votes electronically as an alternative to participation at the 68th Annual General Meeting to be held on Saturday, 26th September, 2015 at 3.00 p.m. at the Registered Office of the Company. The Company has engaged the services of Central Depository Services (India) Limited (CDSL) to provide e-voting facility. The e-voting facility is available at the link <https://www.evotingindia.co.in>. The e-voting particulars are as follows.

EVSN (E-VOTING SEQUENCE NUMBER)	USER ID (DEMAT NUMBER / FOLIO NUMBER)	PASSWORD (PAN/DEFAULT PAN)
150826059		

Please read the instructions before exercising the vote which are printed hereunder. The Annual Report is also available for download at our website www.theandhrasugars.com.

The procedure and instructions for e-voting:

- (i) Log on to the e-voting website www.evotingindia.com
- (ii) Click on “Shareholders” tab.
- (iii) Now, select the “THE ANDHRA SUGARS LIMITED” from the drop down menu and click on “SUBMIT”
- (iv) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.

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

	For Members holding shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) Members who have not updated their PAN with the Company/ Depository Participant are requested to use the Sequence Number in the PAN field.
DOB	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.

- (viii) After entering these details appropriately, click on "SUBMIT" tab.
- (ix) Members holding shares in physical form will then reach directly the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in our Notice dated 26.5.2015 and Addendum to Notice 28.7.2015.
- (xi) Click on the EVSN for the relevant THE ANDHRA SUGARS LIMITED on which you choose to vote.
- (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take print out of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xvii) If Demat account holder has forgotten the changed password then enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.co.in> and register themselves as Corporates.
 - They should submit a scanned copy of the Registration Form bearing the stamp and sign of the entity to helpdesk.evoting@cdslindia.com.
 - After receiving the login details they have to create a user who would be able to link the account(s) which they wish to vote on.
 - The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.

The voting period **begins on 23rd September, 2015 from 9 a.m. and ends on 25th September, 2015 at 5.00 p.m.** During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of **19th September, 2015**, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.co.in under help section or write an email to helpdesk.evoting@cdslindia.com.

Sri Nekkanti S R V V S Narayana, Practising Company Secretary (CP No.7839) of M/s Nekkanti S.R.V.V.S. Narayana & Co, Company Secretaries, Hyderabad has been appointed as Scrutiniser for conducting the e-voting process in a fair and transparent manner.

Yours faithfully,
For THE ANDHRA SUGARS LIMITED,

Sd/
(Dr. B.B Ramaiah)
Chairman & Managing Director

Place: Tanuku
Date: 27th August, 2015



THE ANDHRA SUGARS LIMITED

Regd. Office: Venkatarayapuram, Tanuku – 534215

CIN: L15420AP1947PLC000326

Ph : 08819-224911, Fax : 08819-224168

E-mail: info.tnk@theandhrasugars.com Website : www.theandhrasugars.com

BOARD OF DIRECTORS :

Dr. B. B. Ramaiah

Chairman & Managing Director

Sri P. Narendranath Chowdary, B.Sc.

Managing Director

Sri Mullapudi Narendranath, B.Sc.(Ag.)

Joint Managing Director

Sri Mullapudi Thimmaraja, B.Tech., M.B.A.(Florida)

Joint Managing Director

Sri P. Achuta Ramayya, B.Com., M.B.A.(New York)

Joint Managing Director

Sri P.S.R.V.K. Ranga Rao, B.Com.

Executive Director

Sri A. Ranga Rao

Dr. P. Kotaiah

Sri V. S. Raju

Dr. A.V. Rama Rao

Dr. Alapaty Appa Rao

(Upto 30.4.2014)

Sri P.A.Chowdary, I.R.S. (Retd.)

Dr. D. Manjulata

COMPANY SECRETARY :

Sri M. Palachandra, M.Com., A.C.S.

GENERAL MANAGER (FINANCE) & ASST. SECRETARY :

Sri P.V.S. Viswanadha Kumar, F.C.A., F.C.M.A., A.C.S.

BANKERS :

Andhra Bank

State Bank of India

State Bank of Hyderabad

Bank of Baroda

Indian Bank

STATUTORY AUDITORS :

M/s. Brahmayya & Co.

Chartered Accountants

D.No. 33-25-33-B, Govindarajulu Naidu Street,
Suryaraopet, Vijayawada - 520002

COST AUDITORS :

M/s. Narasimha Murthy & Co.

Cost Accountants

104, Pavani Estate, 3-6-365,

Himayat Nagar, Hyderabad - 500029

SECRETARIAL AUDITORS :

M/s. Nekkanti S.R.V.V. Satyanarayana & Co.

Flat No. 403, Malik Chambers, Hyderguda,

Hyderabad - 500 029

REGISTERED OFFICE :

Venkatarayapuram, Tanuku - 534 215

West Godavari District, Andhra Pradesh

The Andhra Sugars Limited

CONTENTS

PAGE NOS.

Management	1
Contents	2
Directors' Report	3
Auditors' Report	45
Accounting Policies	50
Balance Sheet	54
Statement of Profit & Loss	55
Notes forming part of Accounts	56
Cash Flow Statement	88

CONSOLIDATED FINANCIAL STATEMENTS :

Auditors' Report	90
Consolidated Balance Sheet	95
Consolidated Statement of Profit & Loss	96
Notes forming part of Consolidated Accounts	97
Consolidated Cash Flow Statement	121
Statement regarding Subsidiary Companies	122

DIRECTORS REPORT

To
The Shareholders

Your Directors have pleasure in presenting this SIXTY EIGHTH ANNUAL REPORT along with the Audited Statement of Accounts for the year ending 31st March, 2015.

Financial Results:

(Rupees in lakhs)

	This Year	Last Year
Sales	77853.95	72616.57
Other Income	1065.83	1300.88
	<u>78919.78</u>	<u>73917.45</u>
Profit for the year	4332.59	11948.39
Depreciation	3569.06	4325.93
	<u>763.53</u>	<u>7622.46</u>
Profit after depreciation	763.53	7622.46
Add: Excess provision of Income-tax credited back	12.00	85.30
Add: Income Tax Refund received	-	86.96
	<u>775.53</u>	<u>7794.72</u>
Provision for Current Tax	110.00	2645.00
Provision for Deferred Tax	434.27	(304.56)
MAT Credit	(106.34)	-
Profit after Tax	337.60	5454.28
Add: Balance brought forward from last year	13264.87	9836.45
	<u>13602.47</u>	<u>15290.73</u>
Profit available for appropriation	13602.47	15290.73
APPROPRIATIONS		
Transfer to General Reserve	300.00	490.00
Proposed Dividend on Equity Shares at Rs.3 /-per share	813.21	1355.35
Tax on distributable profits	115.81	180.51
Balance brought forward to next year	12373.45	13264.87
	<u>13602.47</u>	<u>15290.73</u>

PERFORMANCE:

For the year 2014-15 your Company made a Profit of Rs. 7.64 Crores (before tax) against Rs. 76.22 Crores made last year. The Net Profit (After Tax) was Rs. 3.38 Crores against Rs. 54.54 Crores made last year. The steep fall in Sugar Prices, increase in Power tariff and reduction in the quantum of Power supplied by Andhra Pradesh Gas Power Corporation Limited due to the shortage of Gas have been the main reasons for the fall in profit.

The Andhra Sugars Limited

DIVIDENDS:

A Dividend of Rs. 5/- per Equity Share was paid for the year 2013-14. Your Directors recommend a Dividend of Rs.3/- per Equity Share (Rs.10/- paid up Equity Share) for the year 2014-15. The outflow towards Dividend payment (including tax on distributable profits) would be Rs.9.29 Crores. This Dividend, if approved by the Shareholders, will be paid to all the eligible Shareholders.

CAPITAL & RESERVES:

Authorised and Paid Up Capital:

As on 31.3.2015, the Authorised Capital of the Company is Rs. 30.00 Crores and the Paid-up Capital is Rs. 27.11 Crores.

Reserves:

With the transfer of Rs. 3.00 Crores during the year under report, the total Reserves as on 31.3.2015 stands at Rs. 528.01 Crores against Rs. 536.52 Crores on 31.3.2014.

REVIEW OF OPERATIONS:

SUGAR UNITS:

The three Sugar Units together crushed 5,65,781 M.T. of cane during the 2014-15 season against 5,71,449 M.T. crushed last year. The crushing operations and cane price paid to cane suppliers for the 2014-15 season are:

	SUGAR UNIT – I TANUKU		SUGAR UNIT – II TADUVAI		SUGAR UNIT - III BHIMADOLE	
	Fin. Year 2014-15	Fin. Year 2013-14	Fin. Year 2014-15	Fin. Year 2013-14	Fin. Year 2014-15	Fin. Year 2013-14
(A) Crushing details:						
Total cane crushed (MT)	140761	152986	291534	264395	133486	154068
Total No. of days crushed	69	71	88	89	66	72
Total Sugar produced(MT)	12952.50	14102	30946	28806	12562.50	15012
Average Recovery	8.70%	9.12%	10.50%	10.66%	8.70%	9.27%
(B) Cane price:						
Fair & Remunerative price (per M.T.)	2200.00	2100.00	2469.12	2323.21	2200.00	2100.00
Cane price paid (per M.T)*	2350.00	2250.00	2530.00	2385.00	2350.00	2250.00

- inclusive of an Incentive of Rs.60/- per M.T.
- Cane crush at sugar units I & III was lower compared to the last season due to lower availability of cane and lower number of days of cane crush. Cane crushed at Sugar Unit II was higher.
- Recovery achieved at Sugar Unit II was higher compared to Units I and III.
- Unfavourable weather conditions affected the cane yield per acre thereby reducing the quantity of cane crush. This also affected the recovery.
- Due to non availability of harvesting labour and increase in the cost of hiring the labour, farmers opted for cultivation of other crops.
- To encourage farmers to plant cane, your Company opted to pay a cane price higher than the "Fair Remunerative Price" fixed by the Government.

POWER GENERATION :

During the year under report the Co-generation Unit at Taduvai generated 1,31,30,300 Units of Power against 1,50,63,200 Units generated last year.

PERFORMANCE OF CHEMICAL DIVISION:

During the year under report the Caustic Soda Division at Saggonda made a turnover of Rs.370.11 Crores compared to Rs. 410.45 Crores made last year. Profit after depreciation made by this Division this year was Rs.62.12 Crores against Rs. 82.95 Crores made last year. During the year under report Power supply from Andhra Pradesh Gas Power Corporation Limited (APGPCL), a Gas based Power Generating Company, of which your company is a shareholder, was restricted due to non-availability of Gas to meet their Power Generating Capacity. This impacted the performance of Chemical Units as there was a need to purchase additional Power from Power Exchanges and from State Electricity Board at a higher tariff.

WIND POWER UNITS:

The Power generated at Ramagiri Wind Mills during the year is Units 22,86,500 against 25,40,290 Units generated last year.

The Power generation at the Tamil Nadu Wind Mills during the year under report is 2,31,02,512 Units against 2,69,55,509 Units of last year. This Power is being fed into the Tamil Nadu State Electricity Board grid.

PROJECTS:

Your Company continues to focus its strategy on expansion and diversification programme.

An Energy Efficient Caustic Soda plant is in operation at Saggonda.

At the Jawaharlal Nehru Pharmacy, at Parawada, Visakhapatnam, a Sodium Hypochlorite Plant is being set up. Sodium Hydroxide and Chlorine Gas are the main raw material for this plant. Sodium Hydroxide and Chlorine Gas will be sourced internally from our Saggonda plants.

Site development and civil foundation works are in progress. Bought out components required for this project have been initiated. Fabrication of all the process equipment and storage tanks has been completed. Fabrication of the structures for the main process plant is in progress. Erection of Process Equipment in the main building is expected to commence shortly.

Sodium Hypochlorite is used in the drug and pharmaceutical industries, water treatment, paper and chemical industries. Since the plant is being put up at the Pharmacy, it will have the advantage of catering to the requirements of user Industries in and around Jawaharlal Nehru Pharmacy. This project is expected to be commissioned by the end of 2015.

As Power is an essential input for your Company's Chlor Alkali operations, a 33 MW Coal Based Power Project is being set up at the Chemical Complex at Saggonda. Required land has been procured. Foundation Stone has been laid. Public Hearing has been conducted by the Public Authorities and State Level Impact Assessment authority has recommended to the Appropriate Authority to issue Environmental Clearance. Industrial Entrepreneur Memorandum filed has been acknowledged by the Ministry of Commerce. Orders have been placed for Boilers, Turbine and Air Cooler Condenser. After thorough deliberations it was felt to go in for a 33 MW with a view to operate at the optimum level considering the present demand and availability of power for captive requirement. Erection and Procurement orders for all works have been issued. The total cost of the Project has been estimated at Rs.200.00 Crores. Discussions are on with various Banks to firm up the available funding for the Project.

The Power generated from this Power Plant will be utilized for the Chemical Plants located at Saggonda.

During the year under report a Solar Power Plant based on Photovoltaic Technology has been commissioned. The Power generated by this plant is being utilized in house at Kovvuru.

After a review of market conditions and considering the implementation activities of Power project undertaken, setting up of Hydrogen Peroxide and Chlorinated Paraffins Plants is put on hold for the time being.

DEMATERIALISATION OF EQUITY SHARES:

As of 31st March, 2015 Equity Shares representing 44.63% of the Share Capital have been dematerialised.

The Andhra Sugars Limited

AUDITORS:

M/s Brahmayya & Co., Chartered Accountants, Vijayawada, the present Auditors were appointed at the 67th Annual General Meeting for a period of 3 Financial Years i.e., 2014-15, 2015-16 and 2016-17.

They retire at this Annual General Meeting and offer themselves for re-appointment which requires ratification of Shareholders. Their remuneration for the current Financial Year 2015-16 also requires your approval.

COST AUDITORS:

M/s Narasimha Murthy & Co., Cost Accountants, Hyderabad are appointed by your Board of Directors, as Cost Auditors of the Company for the products, which are subject to Cost Audit, for the year ended 31-3-2015. Cost Auditors Report and Compliance Report in respect of Financial Year 2013-14 has been filed with the Ministry of Corporate Affairs on 25.9.2014 and 24.9.2014 respectively i.e. within the stipulated due date of 27.9.2014. Their remuneration is being placed for your ratification at the ensuing 68th Annual General Meeting.

CORPORATE GOVERNANCE:

As per the amended provisions of the Listing Agreement, a Report on Corporate Governance along with Management Discussion and Analysis forming part of the Directors' Report is annexed. **Annexure-I**

COMPLIANCE CERTIFICATE OF THE AUDITORS:

The Statutory Auditors have certified that the Company has complied with the conditions of Corporate Governance as stipulated in the Listing Agreement with the Stock Exchanges and the same is annexed to the Report of Directors.

AUDIT COMMITTEE:

Audit Committee comprises of 3 non Whole-time, Independent Directors, Sri A. Ranga Rao, Dr. P. Kotaiah and Sri V.S. Raju. Sri A. Ranga Rao is the Chairman of this Committee.

DIRECTORS AND KMP:

Directors Sri M. Narendranath and Sri P. Achuta Ramayya retire by rotation at the ensuing 68th Annual General Meeting and being eligible offer themselves for re-appointment.

As required by the Provisions of the Companies Act, 2013, Sri A. Ranga Rao, Dr. P. Kotaiah, Sri V.S. Raju, Dr. A.V. Rama Rao, Sri P.A. Chowdary and Dr. D. Manjulata were appointed as Independent Directors by the Shareholders at the 67th Annual General Meeting for a period of 5 years with effect from the conclusion of the 67th Annual General Meeting i.e., 10-09-2014.

Dr. D. Manjulata was appointed as Director at the 67th Annual General Meeting on the Board in compliance with the Provisions of the Companies Act, 2013 and Listing Agreement with regard to the appointment of Woman Director on the Board.

Independent Directors have given a statement of declaration as per Section 149(7) of the Companies Act, 2013.

To be in line with provisions of the companies Act, 2013 Dr. B.B. Ramaiah, Chairman & Managing Director, Sri M. Palachandra, Company Secretary and Sri P.V.S. Viswanadha Kumar, G.M. (Finance) & Asst. Secretary has been designated as Key Managerial Personnel.

COMPLIANCE UNDER COMPANIES ACT, 2013:

(Pursuant to Sec.134 of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014), your company complied with the compliance requirement the details of which are enumerated hereunder.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirements of Section 134(1)(c) of the Companies Act, 2013 and subject to disclosures in the Annual Accounts and also on the basis of discussions with the Statutory Auditors of the Company from time to time, we state as under :

- a) that in the preparation of the annual accounts, the applicable accounting standards have been followed alongwith proper explanation relating to material departure;
- b) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;
- c) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

- d) that the directors had prepared the annual accounts on a going concern basis;
- e) that the directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- f) that the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

BOARD MEETINGS:

The Board of Directors met 5 times during the financial year 2014-15 on 26-05-2014, 28-07-2014, 23-08-2014, 01-11-2014 and 31-01-2015.

INDEPENDENT DIRECTORS MEETING:

A Meeting of Independent Directors was held on 26th March, 2015. The Independent Directors have evaluated the performance of the Non-independent Directors, the Board as a whole and Chairman of the Board. The Board was briefed on the deliberations made at the Independent Directors Meeting.

FAMILIARISATION PROGRAMME:

Your Company through a Policy has in place a familiarisation programme to all the Directors with a view to update them on the Company's Policies and Procedures. Independent Directors make a periodical visit to plants to keep themselves abreast of the plant operations. Respective Plant Heads interact with the Independent Directors and explain to them about the various process operations. The same has been posted on Company's website www.theandhrasugars.com

FORMAL ANNUAL EVALUATION OF THE BOARD

The Board evaluated its own performance and that of its Committees and Directors in terms of :

- Measured and appropriate contribution by the Directors to the discussions on the Agenda Items,
- Each Director exercising the responsibilities in a bonafide manner.
- Understanding of the Company's business, strategic plans and other key issues.
- Special Skills and expertise of each Director contributing to the Board's overall effectiveness.
- Respecting the confidentiality of the Company's business information and Board's deliberations.
- Satisfactory attendance and active participation of each Director at the meetings of the Board and Committee.

The Board members were of the opinion that the Board as a whole and Directors have performed effectively as per the terms of the above parameters. The respective Committee performed as per its terms of reference.

VIGIL MECHANISM:

As a part of Vigil Mechanism, a Whistle Blower Policy has been established and approved by the Board. This Policy envisages reporting of wrong doing or non-ethical activities observed by Employees at any level directly to the Chairman of the Audit Committee or to the Chairman & Managing Director. The matter reported will be investigated and if the wrong doer is found guilty, a disciplinary action will be initiated depending upon the materiality of the non-ethical doings. During the year under report there has been no instances which required reporting. The same has been posted on Company's website www.theandhrasugars.com

NOMINATION AND REMUNERATION COMMITTEE :

As required by the Provisions of the Companies Act, 2013 and listing Agreement, a Nomination and Remuneration Committee has been constituted by the Board comprising of Independent Directors Sri V.S. Raju (Chairman), Sri P.A.Chowdary and Sri A. Ranga Rao.

This Nomination and Remuneration Committee has formulated Nomination and Remuneration Policy which has been approved by the Board. This Nomination & Remuneration Policy has laid down criteria and terms and conditions with regard to identifying the persons who are qualified to become Directors (Executive and Non-Executive) and persons who may be appointed in Senior Management and Key Managerial positions and to determine their remuneration based on the Company's size and financial position and trends and practices on remuneration prevailing in the industry. The same has been posted on Company's website www.theandhrasugars.com

CORPORATE SOCIAL RESPONSIBILITY (CSR) :

As required by the Provisions of the Companies Act, 2015, a Corporate Social Responsibility (CSR) Committee has been constituted by the Board of the Company with Dr. B.B.Ramaih, Chairman & Managing Director (Chairman of the Committee), Sri P.Narendranath Chowdary, Managing Director, Sri M. Thimmaraja, Joint Managing Director and Sri V.S. Raju, Independent Director as members of the Committee. This Committee has formulated a CSR Policy which has been approved by the Board. This Policy envisages CSR Activities to be taken up, amount of expenditure to be incurred and monitoring of CSR Activities from time to time. The same has been posted on Company's website www.theandhrasugars.com

The Andhra Sugars Limited

This Policy aims towards the achievement of CSR objectives by undertaking any one or more of the activities to be in alignment with Schedule VII of the Companies Act, 2015 either on own or through any Trust / Society or any other recognized Agency.

As per the provisions of Section 135(5) of the Companies Act, 2013, company should spend in every Financial Year at least 2% of the average net profits of the company made during the three immediately preceding Financial Years. In pursuance of its Corporate Social Responsibility Policy, the company gives preference to the local area and areas around it where it operates or any other permissible location for spending the amount earmarked for Corporate Social Responsibility activities.

As required by Rule 8 of the Companies (CSR Policy) Rules, 2013 a Report on CSR Activities and the amount of expenditure incurred are annexed to this Report. -**Annexure-VI**

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS :

The Company has duly complied with the Provisions of Section 186 of the Companies Act, 2013 with regard to Loans, Guarantees or Investments, the details of which, as applicable, are provided in the Notes to Balance Sheet.

RISK MANAGEMENT POLICY:

The company has framed a Risk Management Policy which envisages the following

- Identification of areas of Risk
- Assessing the impact of Risks
- Steps taken to mitigating the Risk

The Major Segments of operations of the Company are Sugar and Chlor Alkali.

The major aspects of concern for the Sugar Sector are:

- 1) Harvesting Labour
- 2) Power to operate the irrigation requirements
- 3) Proper Cane Varieties that give good Cane and Sugar yield and that are suitable for mechanical harvesting.

To get around the 1st aspect, the Company has embarked upon locating the right Cane Harvester suited to our Grower Farm sizes. The 2nd aspect is being taken care of by setting up a Solar Powered Pumping System at our R & D Farm so that our Growers could ultimately be provided the right guidance in this aspect. The 3rd aspect is being met by the Cane Breeding Programme undertaken by the Company.

Chlor Alkali segment is power intensive where Power constitute a major input cost. Restricted power supply and increased power cost have become a cause of concern. To mitigate this impact, a Solar Power Plant has been commissioned at Kovvur. At Saggonda location a 33MW coal based Power Plant is being set up. This would improve the power availability to the Chemical Plants.

The above policy has been posted on Company's website www.theandhrasugars.com

INDUSTRIAL RELATIONS:

The relations with your Company's employees continue to be cordial and harmonious during the year under report.

PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE POLICY:

To be in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (Act.) an Internal Compliance Committee (ICC) has been set up to redress the complaints received regarding sexual harassment. All employees are covered under this Policy. As on the date of this report, there were no complaints received by the ICC.

SAFETY, HEALTH AND ENVIRONMENT:

Safety, Occupational Health and Environment Protection continue to be accorded high priority.

EXTRACT OF ANNUAL RETURN :

As required by Section 92 (3) of the Companies Act, 2013 and relevant rules, an Extract of Annual Return in MGT9 is annexured as a part of this Annual Report. -**Annexure-III**

RELATED PARTY TRANSACTIONS:

As per the provisions of Clause 49 of Listing Agreement, your Company has established a policy on materiality of Related Part Transactions and on dealing with Related Parties.

The policy on Related Party Transactions as approved by the Board of Directors is available on the website of the Company www.theandhrasugars.com

All transactions entered with Related Parties for the year under review were on Arm's length basis and in the ordinary course of Business.

All Related Party Transactions are placed before the Audit Committee and the Board for approval. Omnibus approval was granted by the Audit Committee on yearly basis for transactions which are repetitive nature. A statement giving details of all Related Party Transactions are placed before the Audit Committee and the Board for review and ratification on quarterly basis.

SECRETARIAL AUDIT REPORT :

As required by the Provisions of the Companies Act, 2013, Secretarial Audit Report provided by Nekkanti SRVV Satyanarayana & Co., Hyderabad, Company Secretaries in practice is annexed to this Report. **Annexure-IV**

PARTICULARS OF EMPLOYEES:

Information in accordance with the provisions the Companies Act, 2013, read with the relevant rules made thereunder, regarding employee is given hereunder.

Name	: P. Narendranath Chowdary	Relationship with other Directors	: Brother of P.Achuta Ramayya
Designation	: Managing Director	Type of Employment	: Regular
Qualification	: B.Sc.,	Particulars of last	
Age	: 67	Employment	: 2 1/2 years as Director
Experience (Years)	: 48		The Andhra Sugars Ltd.,
Date of Commencement of Employment	: 12.01.1976		
Gross Remuneration	: Rs. 63,75,809/-		

RATIO OF REMUNERATION OF EACH DIRECTOR :

Details of ratio of Remuneration of each Director to the median employees remuneration is enclosed. **Annexure-V**

Significant and Material Orders Passed by the Regulators or Courts or Tribunals impacting the Going Concern status of the Company

There are no significant and material orders passed by the Regulators or Courts or Tribunals which would impact the going concern status of the Company.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:

Information pursuant to Section 134 of the Companies Act, 2013 read with relevant rules forming part of this Report is given in **Annexure-II**

FIXED DEPOSITS:

As required by the Companies Act, 2013 the details of Fixed Deposits as on 31.3.2015 is given hereunder.

		2014-15	2013-14
(a)	Accepted during the year.	502905000	357935000
(b)	Remained unpaid or unclaimed as at the end of the year.	2645000	4120000
(c)	Whether there has been any default in repayment of deposits or payment of interest thereon during the year and if so, number of such cases and the total amount involved.	NO	NO
i)	at the beginning of the year	NOT APPLICABLE	NOT APPLICABLE
ii)	maximum during the year	-do-	-do-
iii)	at the end of the year	-do-	-do-
(d)	Details of deposits which are not in compliance with the requirements of Chapter V of the Act.	NIL	NIL

The Andhra Sugars Limited

CONSOLIDATED ACCOUNTS:

In accordance with the Accounting Standards, consolidated financial statements of the Company and its Subsidiaries form part of the Report and Accounts. These consolidated statements have been prepared on the basis of audited results received from the Subsidiary Companies as approved by their respective Boards.

The Accounts of the Subsidiary Companies for the year 2014-15 have not been attached to the Company's Accounts. However, Shareholders desirous of obtaining the Annual Accounts of the Subsidiaries may obtain them upon request. The Annual Report and the Accounts of the Subsidiary Companies will be kept for inspection at the Company's Registered Office as well as at the offices of your Subsidiary Companies and are also placed on Company's website www.theandhrasugars.com

SUBSIDIARIES AND ASSOCIATE:

JOCIL LIMITED:

For the Financial Year ending 31.3.2015, your subsidiary Company, JOCIL Ltd., posted a profit of Rs. 1967.91 lakhs (before taxation) against Rs. 1630.46 lakhs (before taxation) last year. The Board of this Subsidiary recommended a Dividend of Rs.6/- per share on the Capital of 88,81,150 Equity Shares. Dividend paid last year was Rs.5/- per share.

THE ANDHRA FARM CHEMICALS CORPORATION LIMITED:

The Company achieved a sales of Rs. 99.00 lakhs against Rs. 159.98 lakhs and incurred a loss (before Tax) of Rs.51.11 lakhs against the loss of Rs. 79.42 lakhs last year.

HINDUSTAN ALLIED CHEMICALS LIMITED:

The Directors are on the look out for a suitable project to be taken up by the Company.

THE ANDHRA PETROCHEMICALS LIMITED: (ASSOCIATE)

The Company achieved a sales of Rs.14026.17 lakhs against Rs. 25929.25 lakhs and incurred a loss (before Tax) of Rs.4749.04 lakhs against the loss of Rs.3023.99 lakhs last year. During the year under report the Plant was shut down over a prolonged period due to non-remunerative selling prices of the product and HUD-HUD cyclone. Hence the company incurred loss.

INTERNAL CONTROL SYSTEM:

Your Company conducts a review of the financial and operating controls of the various Units. The Internal Control System of your Company is commensurate with its size and nature of business. The Board has also laid down a policy on Internal Financial Control as required by the provisions of the Companies Act, 2013. The same has been posted on Company's Website www.theandhrasugars.com

LISTING ON STOCK EXCHANGE:

Company's Equity Shares are listed on National Stock Exchange and Annual Listing Fee for the Financial Year 2014-15 has been paid.

ACKNOWLEDGEMENT:

Your Directors wish to place on record their appreciation for the co-operation extended by the State and Central Government authorities, Financial Institutions and Banks. They also express their appreciation to the employees at all levels for the successful working of the Company.

TANUKU
28.07.2015

For and on behalf of the Board
Dr. B.B.RAMAIHAH
Chairman & Managing Director

ANNEXURE - I
REPORT ON CORPORATE GOVERNANCE

1. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE:

The Andhra Sugars Ltd. (ASL) always believes that good Corporate Governance ensures proper and adequate protection of the interests of all the stake-holders in the Company. ASL affirm that healthy Corporate Governance leads to the operations and actions which serve the underlying goal of continuously enhancing the value that the Company can create for the stake-holders including Shareholders, Employees, Customers, Suppliers, Lenders, Government and other parties having association with ASL.

2. BOARD OF DIRECTORS

a) As on 31.3.2015, the Board of Directors consisted of 12 Directors.

COMPOSITION AND CATEGORY OF DIRECTORS IS AS FOLLOWS:

Category	Name of the Director
Promoter/Executive Directors	Dr. B.B. Ramaiah Chairman & Managing Director
	Sri P. Narendranath Chowdary Managing Director
	Sri M. Narendranath Joint Managing Director
	Sri M. Thimmaraja Joint Managing Director
	Sri P. Achuta Ramayya Joint Managing Director
	Sri P.S.R.V.K. Ranga Rao Executive Director
	Non-Executive and Independent Directors

Inter se Relationship among Directors (as per Section 2 (77) of the Companies Act, 2013)

Sri P. Narendranath Chowdary - Daughter's Husband of Dr. B. B. Ramaiah
Sri P. Narendranath Chowdary & Sri P. Achuta Ramayya - Brothers
Sri M. Narendranath & Sri M. Thimmaraja - Brothers

b) Non-executive Director remuneration : Please refer Point No. 6

The Andhra Sugars Limited

c) Attendance of each Director at the Board Meetings, last Annual General Meeting and number of other Directorships and Chairmanship / Membership of Committee of each Director in various Companies:

Name of the Director	Attendance Particulars		Directorship, Committee Membership and Chairmanship in other Companies			
	Board Meetings	Last AGM	Other Directorship	Chairman	*Committee Membership	*Committee Chairmanship
Dr. B. B. Ramaiah	5	Yes	3	--	--	--
Sri P. Narendranath Chowdary	5	Yes	3	4	--	2
Sri M. Narendranath	3	Yes	3	--	--	--
Sri M. Thimmaraja	4	No	2	--	3	--
Sri P. Achuta Ramayya	5	No	--	--	--	--
Sri P.S.R.V.K. Ranga Rao	5	Yes	1	--	--	--
Sri A. Ranga Rao	5	Yes	--	--	--	--
Dr. A.V. Rama Rao	5	No	--	--	--	--
Dr. P. Kotaiah	5	No	9	--	7	4
Sri V.S. Raju	5	No	2	--	--	2
Dr. Alapaty Appa Rao #	-	No	--	--	--	--
Sri P.A. Chowdary, I.R.S.(Retd.)	5	Yes	--	--	--	--
Dr. D. Manjulata	3	No	2	--	--	--

Sri A. Ranga Rao, Chairman of the Audit Committee was present at the last Annual General Meeting to answer the queries of the Shareholders .

- * Represents Membership / Chairmanship of Audit Committee & Stakeholders Relationship Committee of other Public Limited Companies.
- # Ceased to be Director Consequent upon his sad demise on 29.04.2014.

d) NUMBER OF BOARD MEETINGS HELD DURING THE FINANCIAL YEAR 2014-15 AND THE DATES ON WHICH HELD

Sl.No.	Date of Board Meeting
1	26-5-2014
2	28-7-2014
3	23-8-2014
4	1-11-2014
5	31-1-2015

3. CODE OF CONDUCT :

The Board of Directors has adopted the Code of Business Conduct and Ethics for Directors and Senior Managers of the Company. The said Code has been communicated to the Directors and the Senior Managers from whom the necessary affirmation has been received with regard to the compliance of Code. A declaration in this regard by the Managing Director is furnished at the end of the report.

Code of Conduct for Directors also contains their duties approved by the Board to be in line with the provisions of Listing Agreement and the same has been posted on the Company's website at the link: www.theandhrasugars.com

4. AUDIT COMMITTEE

- a) A qualified Audit Committee meeting the requirements as stipulated in the Clause 49 of the Listing Agreement has been constituted. Audit Committee consists of 3 non-Executive independent Directors Sri A. Ranga Rao, Dr. P. Kotaiah and Sri V.S. Raju. Sri A. Ranga Rao is Chairman of the Committee. All the Members of the Committee are financially literate and have accounting or related financial management experience.
- b) The terms of reference of the Audit Committee as detailed hereunder are in terms of Clause 49 of the Listing Agreement:
 - i) To Oversee the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
 - ii) Recommending to the Board the appointment, re-appointment and if required the replacement or removal of the Statutory Auditor and fixation of audit fees.
 - iii) Approval of payment to the Statutory Auditors for any other service rendered by them.
 - iv) Review with the management the annual financial statements before submission to the Board for approval with particular reference to :
 - a) Matters required to be included in the Directors responsibility statement to be included in the Board's Report in terms of section 134 of the Companies Act, 2013.
 - b) Changes if any in the accounting policies and practices and reasons for the same.
 - c) Major accounting entries involving estimates based on exercise of judgement by management.
 - d) Significant adjustments made in the financial statements arising out of audit findings.
 - e) Compliance with listing and other legal requirements relating to financial statements.
 - f) Disclosure of any Related Party Transaction.
 - g) Qualification in the draft Audit Report.
 - v) Review with the management, the quarterly financial statements before submission to the Board for approval.
 - vi) Review with the Management, performance of Statutory and Internal Auditors, adequacy of the Internal Control Systems.
 - vii) Review the adequacy of internal audit function if any, including the structure of the Internal Audit Department, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit.
 - viii) Discussions with the Internal Auditors any significant findings and follow up thereon.
 - ix) Review the findings of any internal investigations by the Internal Auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
 - x) Discussions with the Statutory Auditors before the audit commences about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
 - xi) To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non payment of declared dividends) and creditors.
 - xii) To review the functioning of the Whistle Blower mechanism, in case the same is existing.
 - xiii) Carrying any other function as is mentioned in the terms of reference of the Audit Committee.

The Audit Committee also reviews the following information as and when required.

- a. Management discussion and analysis of financial condition and results of operations;
- b. Statement of Significant Related Party Transactions (as defined by the Audit Committee); if any
- c. Management letters / letters of internal control weakness issued by the Statutory Auditors; if any

The Andhra Sugars Limited

- d. Internal Audit Reports relating to internal control weaknesses.
- e. The appointment, removal and terms of remuneration of the Chief Internal Auditor shall be subject to review by the Audit Committee.
- c) NUMBER OF AUDIT COMMITTEE MEETINGS HELD DURING THE FINANCIAL YEAR 2014 -15 AND THE DATES ON WHICH HELD

Sl. No.	Dates of Audit Committee Meeting
1	26-05-2014
2	28-07-2014
3	1-11-2014
4	31-1-2015

- d) ATTENDANCE OF THE MEMBERS OF THE AUDIT COMMITTEE AT ITS MEETINGS HELD DURING THE FINANCIAL YEAR 2014-15.

Name of the Director	No. of Meetings attended
Sri A. Ranga Rao	4
Dr. P. Kotaiah	4
Sri V.S. Raju	4

Joint Managing Director, G.M.(Fin) & Asst. Secretary, Statutory Auditors, Dy.G.M. (Fin.) - Internal Audit and Cost Auditors whenever required also attend the Audit Committee Meetings to answer the queries raised by the Committee Members.

Company Secretary acts as a Secretary to the Committee.

- e) The Audit Committee considers periodically statement of Related Party Transactions at its meeting.

NOMINATION AND REMUNERATION COMMITTEE

- a) A Nomination and Remuneration Committee meeting the requirements as stipulated in the Clause 49 of the Listing Agreement has been constituted. Nomination and Remuneration Committee consists of 3 non-Executive independent Directors Sri A. Ranga Rao, Sri V.S. Raju and Sri P.A. Chowdary. Sri V.S. Raju is Chairman of the Committee.
- c) The terms of reference of the Nomination and Remuneration Committee are as detailed hereunder.
 - ❖ Identify the persons who are qualified to become Directors, persons who may be appointed as Key Managerial Personnel and Functional Heads, assess the desired competencies and skills required with reference to areas, such as, gender, age, qualifications and experience and other positive attributes.
 - ❖ From time to time assess the extent to which the required skills are represented on the Board.
 - ❖ Facilitate evaluation of the Board's performance.
 - ❖ Entrust its decisions to Management of the Company for its required action in respect of the following.
 - ❖ To monitor the compliance of this Policy regularly.
 - ❖ To conduct induction programmes for continuing development through seminars, conferences and practical oriented training at all levels of the Company.
 - ❖ Carry out any other function as is mandated by the Board and / or enforced by any statutory notification, amendment or modification, as may be applicable, from time to time.

Perform such other functions as may be necessary or appropriate for the performance of its duties.

- c) NUMBER OF NOMINATION AND REMUNERATION COMMITTEE MEETINGS HELD DURING THE FINANCIAL YEAR 2014 -15 AND THE DATES ON WHICH HELD

Sl. No.	Dates of Nomination and Remuneration Committee Meeting
1	27-07-2014
2	31-10-2014
3	20.01.2015

- d) ATTENDANCE OF THE MEMBERS OF THE NOMINATION AND REMUNERATION COMMITTEE AT ITS MEETINGS HELD DURING THE FINANCIAL YEAR 2014-15.

Name of the Director	No. of Meetings attended
Sri A. Ranga Rao	3
Dr. P. Kotaiah	3
Sri V.S. Raju	3

5. REMUNERATION COMMITTEE, POLICY, DETAILS

- A Nomination and Remuneration Committee was constituted under the Chairmanship of Sri V.S. Raju during the year.
- The Company does not remunerate nor the Company has any pecuniary relationship with the non-Executive Directors except for the payment of sitting fees for attending each Meeting of the Board or Committee thereof.

6. SUBSIDIARIES :

- a) The Company does not have any material non-listed Indian subsidiary as defined in Clause 49 of the Listing Agreement regarding Corporate Governance.
- b) Company has two un-listed subsidiary Companies.
- c) Minutes of the Board Meeting of the unlisted Companies are placed before the Board Meeting of the holding Company.

The Andhra Sugars Limited

Details of the remuneration paid / payable to the Directors during the year 2014-15 are as hereunder:-

Name of Director	Remuneration paid / payable to the Directors			
	Sitting Fees	Salaries & Perquisites	Commission	Total
	Rs.	Rs.	Rs.	Rs.
Dr. B. B. Ramaiah	Nil	4726166	--	4726166
Sri P. Narendranath Chowdary	Nil	6375809	--	6375809
Sri M. Narendranath	Nil	3192059	--	3192059
Sri M. Thimmaraja	Nil	3189809	--	3189809
Sri P. Achuta Ramayya	Nil	2519976	--	2519976
Sri P.S.R.V.K. Ranga Rao	Nil	1962612	--	1962612
Sri A. Ranga Rao	2,40,000	Nil	--	2,40,000
Dr. P. Kotaiah	1,80,000	Nil	--	1,80,000
Sri V.S. Raju	3,00,000	Nil	--	3,00,000
Dr. A.V. Rama Rao	1,00,000	Nil	--	1,00,000
Sri P.A. Chowdary, I.R.S.(Retd.)	2,40,000	Nil	--	2,40,000
Dr. D. Manjulata	60,000	Nil	--	60,000

- Remuneration is fixed and paid to the Managing Directors / Whole-time Directors as approved by the Shareholders of the Company and is in accordance with and subject to the limits prescribed by the erst while Companies Act, 1956. The Company enters into an agreement with the Managing Directors / Whole-time Directors relating to their appointment / re-appointment. There is no severance fee.

7. SHAREHOLDING OF NON-EXECUTIVE DIRECTORS:

As on 31.03.2015 Sri A. Ranga Rao holds 200 equity shares Dr. D. Manjulata holds 21,500 Equity shares in the Company. No other Non-executive Director holds any equity shares in the Company. During the year 2014-15 Company has not issued any convertible instruments.

8. MANAGEMENT

- Management Discussion and Analysis forms the part of Annual Report.
- Disclosure by the Management to the Board : Please refer point No. 12

9. CEO / CFO CERTIFICATION

In accordance with the requirements of Clause 49(V) of the Listing Agreement the Board of Directors of the Company, Audit Committee and Auditors have been furnished with the requisite certificate from the Managing Director and CFO.

10. STAKEHOLDERS' RELATIONSHIP COMMITTEE

- The Board has constituted Stakeholders' Relationship Committee comprising Sri P.A. Chowdary, (Chairman of the Committee - non-Executive Independent Director), Sri P. Narendranath Chowdary and Sri Mullapudi Thimmaraja as Members of the Committee. The Committee looks into redressal of the Stakeholders' complaints like Transfer of Shares, non-receipt of Balance Sheet, non-receipt of declared Dividend and other related matters.
- The Board has designated Sri M. Palachandra, Company Secretary as the Compliance Officer.

- c) During the year 2014-15, four Committee Meetings were held on dates viz., 26.05.2014, 27.07.2014, 30.10.2014 and 20.01.2015. The Company received a total number of 114 letters in respect of various matters viz., non-receipt / revalidation of dividend warrants, change of address, change of Bank account etc. and all of them were attended to and replied to the satisfaction of the Shareholders. As on 31.3.2015 no Share Transfers were pending and there were no pending complaints which has since been resolved.
- d) ATTENDANCE OF DIRECTORS AT THE STAKEHOLDERS RELATIONSHIP COMMITTEE MEETING HELD DURING FINANCIAL YEAR 2014-15.

Name of the Director	No. of Meetings attended
Sri P.A. Chowdary	4
Sri P. Narendranath Chowdary	3
Sri Mullapudi Thimmaraja	3

11. ANNUAL GENERAL BODY MEETINGS

- a) PARTICULARS OF ANNUAL GENERAL BODY MEETINGS HELD DURING THE LAST THREE YEARS.

Financial Year – 1 st April to 31 st March			
Financial Year	Venue	Date	Time
2011-2012	Registered Office, VENKATARAYAPURAM, TANUKU-534 215 (A.P.)	27-9-2012	3.00 p.m.
2012-2013	-do-	26-08-2013	3.00 p.m.
2013-2014	-do-	10-09-2014	3.00 p.m.

At the last Annual General Meeting, there were no Special Resolutions that were required to be put through postal ballot.

At the ensuing Annual General Meeting there is no Resolution proposed to be passed through postal ballot.

- b) SPECIAL RESOLUTIONS PASSED AT THE LAST THREE ANNUAL GENERAL MEETINGS:

DATE OF AGM	NO. OF SPECIAL RESOLUTIONS	SUBJECT MATTER
27-09-2012	10	Appointment of Chairman & Managing Directors, Re-appointment of Whole-time Directors, Payment of enhanced managerial remuneration to Managing Directors/Whole-time Directors.
26-08-2013	2	Re-appointment of Sri P.S.R.V.K. Ranga Rao as Executive Director with effect from 1-05-2014, enhancement of Borrowing Powers
10-09-2014	3	Acceptance of Fixed Deposits, Borrowing Powers, Creation of Charge

12. OTHER DISCLOSURES

- i. There is no materially significant pecuniary or business transaction of the Company with its promoters, Directors or the Management, their Subsidiaries or relatives etc. that may have potential conflict with the interests of the Company at large.

The Andhra Sugars Limited

The Company enters into contracts from time to time with its Directors, Companies, Firms in which the Directors are interested. These contracts are in the ordinary course of Company's business and the concerned Directors regularly make full disclosures to the Board of Directors regarding the nature of their interest. Full particulars of contracts entered into with the parties in which Directors are directly or indirectly concerned or interested are entered in the Register of Contracts maintained under Section 189 of the Companies Act, 2013 and the same is placed at every Board Meeting for the information of the Directors.

- ii. There were no instances of non-compliance by the Company, penalties, strictures imposed on the Company by Stock Exchange or SEBI or any Statutory Authorities, on any matter related to Capital markets during last three years.
- iii. Company has a Whistle Blower Policy.
- iv. Company has, as applicable, complied with the mandatory requirements of Clause 49 of the Listing Agreement.
- v. Details regarding Non-Mandatory requirements are enumerated under point No. 14.

13. MEANS OF COMMUNICATION

- i. Quarterly Results are not sent to each household of shareholders, since they are being published in leading news papers.
- ii. Quarterly, Half Yearly and Annual Results are published in "The Hindu Business Line" and "Eenadu".
- iii. The Company displays its periodical results on the Company's Web Site, "www.theandhrasugars.com" as required by the Listing Agreement.
- iv. Company has not issued any press release nor made any presentations to the investors or to analysts about its financial results during the year.

v. General Shareholder Information

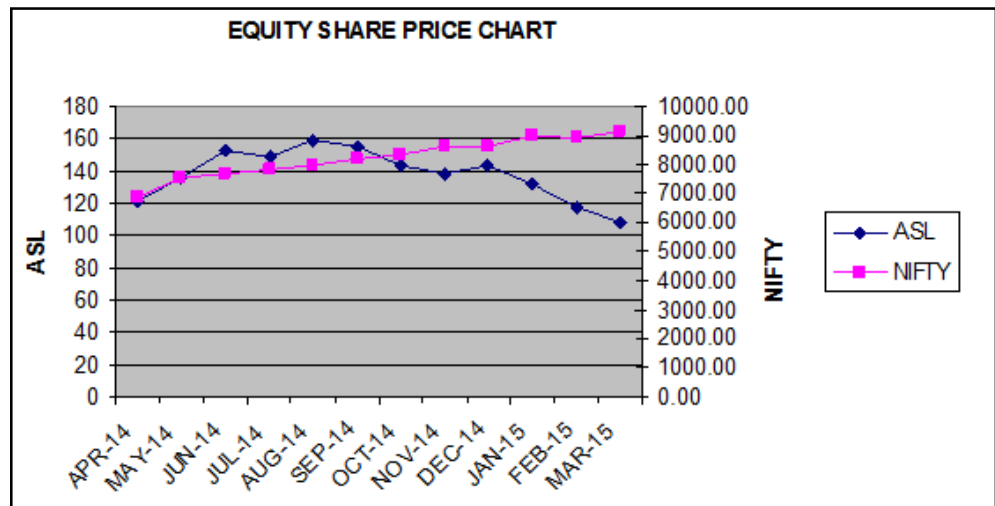
- | | |
|-----------------------------------|---|
| (i) Annual General Meeting: | |
| Date & Time | : Saturday, 26th September, 2015 at 3.00 P.M. |
| Venue | : Registered Office
Venkatarayapuram, Tanuku - 534 215
West Godavari Dist. (A.P.) |
| (ii) Financial Year | : The Company follows April to March as its financial year. The results of every quarter beginning from April are declared within the time limit prescribed by the provisions of Listing Agreement. |
| (iii) Date of book closure | : Wednesday, 16th September, 2015 to
Saturday, 26th September, 2015
(both days inclusive) |
| (iv) Dividend payment date | : Saturday, 3rd October, 2015 |
| (v) Listing on Stock Exchanges at | : National Stock Exchange |
| (vi) Stock code | : ANDHRSUGAR |

(vii) Stock Market Data : National Stock Exchange

Month	High	Low
	Rs.	Rs.
April, 2014	121.40	103.20
May, 2014	135.20	107.10
June, 2014	152.40	127.05
July, 2014	149.00	133.10
August, 2014	159.50	135.65
September, 2014	155.00	137.00
October, 2014	143.80	132.45
November, 2014	138.00	122.00
December, 2014	143.75	115.00
January, 2015	132.00	116.00
February, 2015	117.00	105.00
March, 2015	108.50	90.10

(viii) Performance in comparison to broad-based indices. : See chart

EQUITY SHARE PRICE CHART (NSE)



(ix) Registrars & Share Transfer Agents : Company's Equity Shares are listed on National Stock Exchange with a view to provide liquidity to the Shareholders. As per the SEBI notification, the Company's Equity Shares have been compulsorily dematerialised with effect from 25th October, 2000. The Company has appointed XL Softech Systems, 3 Sagar Society, Road No.2, Banjara Hills, Hyderabad-500 034 to establish Electronic connectivity with the Depositories viz., NSDL and CDSL.

(x) Share Transfer System : Shareholders have an option to hold the Shares in physical form or in demat form. In the case of physical form, Company is taking care to ensure that the Share Transfer work gets completed within the stipulated

The Andhra Sugars Limited

time of fifteen days. The Board of Directors have delegated the power of approving transfer of Shares severally to Chairman & Managing Director and two Joint Managing Directors. The Board has also constituted a Share Transfer Committee which has been assigned the task of approving splitting of Shares, Issue of duplicate Share Certificates, consolidation of Share Certificates, change of status of a shareholder and other allied matters. With regard to Shares in demat mode, the procedure is adopted as per the provisions of Depository Act, 1996.

(xi) (a) Shareholding pattern as on 31st March, 2015

Category	No. of Shares held	% of Shareholding
Promoters	12599651	46.48
Institutions, Mutual Funds and Banks	219051	0.81
FII's / OCB's	14694	0.05
NRI's	439000	1.62
Bodies Corporate, Trusts and Clearing Members	2051252	7.57
Public	11783430	43.47
Total	27107078	100.00

(b) Distribution of Shareholding as on 31st March, 2015

Shareholding of Nominal value of Rs.	No. of Shareholders	% to Total	Share Amount in Rs.	% to Total
Upto 5000	11691	82.38	21478170	7.92
5001 to 10000	1016	7.16	10573940	3.90
10001 to 20000	625	4.40	11691220	4.31
20001 to 30000	243	1.71	8633870	3.19
30001 to 40000	113	0.80	4733760	1.75
40001 to 50000	111	0.78	9217780	3.40
50001 to 100000	200	1.41	24615090	9.08
100001 onwards	193	1.36	180126950	66.45
Total	14192	100.000	27,10,70,780	100.000

(xii) Dematerialisation of Equity Shares and liquidity:

The ISIN No. is INE715B01013. As on 31.3.2015, 44.63% of Equity Shares have been dematerialised.

(xiii) Outstanding GDRs / ADRs / Warrants of any other Convertible Instruments,

Conversion date and likely impact on equity : Nil

(xiv) Plant Locations

- :
1. VENKATARAYAPURAM, Tanuku, West Godavari Dist., Andhra Pradesh
 2. KOVVUR, West Godavari Dist., Andhra Pradesh
 3. SAGGONDA, Gopalapuram Mandal, West Godavari Dist. Andhra Pradesh

The Andhra Sugars Limited

4. TADUVAI, Jangareddygudem Mandal, West Godavari Dist., Andhra Pradesh
5. BHIMADOLE, W.G.Dist., Andhra Pradesh
6. PERECHERLA, GUNTUR Andhra Pradesh.

Wind Power Units:

7. RAMGIRI, Ananthapur Dist., Andhra Pradesh
8. (a) Kurichampatti Village,
(b) Surandai Village, Veeranam Region, Thirunalvelli District, Tamil Nadu.
(c) Kundadam Village, Tamil Nadu
(d) Palladam Village, Tamil Nadu

(xv) Address for correspondence for all matters including Shares. : Registered Office:
VENKATARAYAPURAM
Tanuku - 534 215
West Godavari Dist., Andhra Pradesh
Email: investors@theandhrasugars.com

14. NON-MANDATORY REQUIREMENTS :

Mandatory requirements of Clause 49 of the Listing Agreement have been complied with by the Company. Adoption of non-mandatory requirement is as hereunder :

1. The Board

The Company has an Executive Chairman.

2. Shareholders Rights

The quarterly, Half Yearly and Annual Results are published in leading English news papers having circulation all over India and also in Telugu News Papers circulating in the District and are also posted on the Company's website therefore the same are not sent to the Shareholders individually.

3. Audit Qualification

There are no qualifications proposed by the Auditors in their Report for the year ending 31st March, 2015 as per the information received from them.

4. Training of Board Members

In the opinion of the Board, its Members are all business professionals having considerable experience and expertise in their respective fields and industry. Your Company through a Policy has in place a familiarisation programme to all the Directors with a view to update them on the Company's Policies and Procedures. Independent Directors make a periodical visit to plants to keep themselves abreast of the plant operations. Respective Plant Heads interact with the Independent Directors and explain to them about the various process operations.

DECLARATION ON COMPLIANCE WITH CODE OF CONDUCT

As provided under Clause 49 of the Listing Agreement with the Stock Exchanges, all Board members and Senior Management personnel have affirmed the compliance with The Andhra Sugars Limited Code of Conduct for the year ended 31st March, 2015.

Place : TANUKU
Date : 28.07.2015

Dr. B.B.RAMIAH
Chairman & Managing Director

The Andhra Sugars Limited

CERTIFICATE ON CORPORATE GOVERNANCE

The Members
The Andhra Sugars Limited
Venkatarayapuram
Tanuku - 534215

We have examined the compliance of conditions of Corporate Governance by The Andhra Sugars Limited for the year ended March 31, 2015 as stipulated in clause 49 of the Listing Agreement of the said Company with the stock exchange.

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 Corporate Governance. It is neither an audit nor an 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, and the representations made by the directors and the management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

As required by the Guidance Note issued by The Institute of Chartered Accountants of India, we have to state that as per the records maintained by the company, there were no investor grievances remaining unattended/ pending for more than 30 days.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Camp : Tanuku
Date : 28-07-2015

For BRAHMAYYA & CO.
Chartered Accountants
(Firm Regn.No. 000513S)
T.V. RAMANA
Partner
(ICAI Memb. No. 200523)

MANAGEMENT DISCUSSION AND ANALYSIS:

The Management Discussion and Analysis Report set out hereunder supplements the Directors' Report and the Audited Financial Statements forming part of this Annual Report.

SUGAR INDUSTRY :

Sugar Industry in India for the past six years has been ending up with an increasing surplus of sugar that stands at about 11 Million tones today affecting the viability of this Industry. To add to this situation is the non-implementation of the Recommendations of the Rangarajan Report, which had recommended the linking of cane price to the realization from sugar and other products. The cane price today stands above the sugar price. Drastic fall in Sugar price and steep increase in the cost of production has put this Industry in a very difficult situation. As of today apart from sugar, the Indian Sugar Industry is surviving with Co-generation and the production of Ethanol both of which are products utilizing Begasse and Molasses, which are bye-products of Sugar. It is possible to be able to get around today's situation by utilizing Sugar to produce other value added products like Fine and Bulk Chemicals, Pharmaceuticals, Bio-plastics, Bio-polymers & others. It is by utilizing sugar in this way that the ever growing expenses of Sugar Mills can be taken care of without the need of constraining the production of Sugar.

In the context of prevailing dismal scenario, there is an urgent need for Central and State Governments to lay down some firm policies to bail the Industry which is in crisis. Abolition of VAT, CST, duty on Molasses on interstate movement, creation of buffer stocks, allowing Mills to produce Ethanol directly from Cane juice, duty exemptions for procurement of Mechanical Harvesters, providing programmes to help cane growers to switch over to mechanization of sugarcane and the farming in a big way to bring down the cost of sugarcane production and several other allied reliefs are required to be provided on priority basis to ensure the survival of the Sugar Industry.

Your Company's focus has been to overcome the problems of lack of harvesting labour, Non-availability of good sugarcane varieties for achieving high recovery and yield, infestation of sugarcane by pests and diseases.

Keeping this in mind, efforts are being made for the implementation of Mechanization in sugarcane planting and harvesting. Last year, Mechanical planting with wide row spacing in 100 acres was demonstrated for mechanical harvesting. This year, Mechanical Harvesters have been used and harvested over 100 acres. Results have been encouraging with farmers being convinced about the suitability of Harvesters to maintain the cane loss to the minimum.

To develop the high sucrose and high yield sugarcane varieties, sugarcane breeding program is being carried out in sugarcane R&D farm. After the evaluation of field and Mill test, two varieties were identified and released for seed multiplication in the farmer's field in the extent of 275 acres. With this, these varieties can be supplied in commercial quantities.

To minimize the damage due to borer pests, a Bio-control Lab has been established to produce and supply the Trichogramma and Tetrastrius. Trichogramma cards are being released in the infected areas. This will improve the sugarcane recovery and yield.

We obtained CFE, on 04-09-2010 for Expansion of the Plant to 6000 TCD and to install 31 MW Power Plant. We have obtained CFO only for expanded capacity of the Plant, without power plant. The valid of the CFE to install Power Plant is up to 04-09-2015.

Keeping in view the interest of the farmers, your Company has been paying a Cane price higher than the "Fair Remunerative Price" in addition to Incentives and Subsidies to ensure that farmers see cane farming as remunerative as other commercial crops.

CHLOR-ALKALI AND OTHER PRODUCTS:

Your Company has an integrated Chlor-Alkali Chemical Complex manufacturing Caustic Soda, Chlorine and other allied chemicals. Chlor-Alkali is power intensive sector where power constitutes a major in-put cost. Power availability at a competitive cost to meet the production requirement of Chemical Plants has been a major cause of concern. Your Company, as an equity investor in APGPCL, a gas based power generating company has an entitlement to 41.06 M.W. of Power. The cost of Power availed from this source has been cheaper compared to the power availed from State Electricity Board. As the Gas allocation to APGPCL has been curtailed APGPCL is not in a position to generate Power upto the full capacity. This necessitated APGPCL to restrict the power supply to their shareholders which compelled your Company to buy power from other sources at a higher tariff

The Andhra Sugars Limited

which has been impacting the cost of production. Keeping this in mind, your Company is implementing a 33 MW Coal based Power Project at Saggonda Chemical Complex. This would ensure required power for chemical plants.

Disposal of Chlorine, which is a bye product at Caustic Soda Plant remains a challenge as the end users have gone in for Chlorine Fuel Technology in their manufacturing process, To overcome this bottle neck, your Company is looking into the possible avenues for disposing Chlorine in order to enable the running of Caustic Soda Plant to be full capacity.

As domestic price realisation of Aspirin is not encouraging, your Company's focus is on to widen the international client base. Your Company's Aspirin facility has been upgraded to meet the international Standards (CGMP). Required Audit Certificates have been received from USFDA and EDQM. Aspirin Plant has received ISO Certification. Several overseas Multinational Companies have evinced interest in our product. During the year under report the capacity utilisation of Aspirin plant increased consequent upon which Aspirin division could make a marginal profit which facilitated the Company to move ahead with optimism for establishing a firm base in international market. Steps are being taken to obtain regulatory approvals for expanding this plant. In the coming years our focus would be to widen the International client base.

INTERNAL CONTROL SYSTEM

Your Company conducts a review of the financial and operating controls of the various Units. The Internal Control System of your Company is commensurate with its size and nature of business.

SEGMENT-WISE PERFORMANCE

Segment-wise performance has been given separately vide Annexure - II of Group Consolidated Accounts.

FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

Your Company has earned a Gross Profit of Rs. 139.26 Crores (before interest and depreciation) against Rs. 197.51 Crores (before interest and depreciation) in last year. The Fund based working capital limits at Rs.140.00 Crores.

The gross Fixed Assets of your Company as on 31.3.2014 is Rs.901.25 Crores compared to Rs. 887.59 Crores during the previous year 2012 -13. Your Company has a net worth of Rs.555.12 Crores.

HUMAN RESOURCE DEVELOPMENT / INDUSTRIAL RELATIONS

Your Company continuously reviews and monitors its manpower requirements to ensure that it has human skills commensurate with its needs. Industrial relations continued to be cordial. As on 31.3.2015 your Company's employees strength stands at 2,241.

ANNEXURE-II
Directors' Report for the year ended 31.03.2015

Information pursuant to Section 134 of the Companies Act, 2013 read with rule 8(3) of Companies (Accounts) Rules, 2014.

A. Conservation of Energy:**CHEMICAL COMPLEX, SAGGONDA:**

- a) 1) No.3 CSP Plant "C" Electrolyser Elements re-coated for reduction of power consumption
- 2) No.3 CSP Plant "C" Electrolyser Old F8020SP Membranes replaced with high performance low voltage F6801 New Membranes for reduction of power consumption.
- b) No.1 CSP Plant "G" Electrolyser and No.2 CSP Plant "A" Electrolyser Old Membranes replaced with high performance low voltage F6801 New Membranes for reduction of power consumption.
- c) Due to the above measures, the power consumption has reduced by approximately 130 KWH / Ton of production. Impact on cost of production Rs.800 / MT.

B. TECHNOLOGY ABSORPTION:**Form B given hereunder**

C. Foreign Exchange Earnings and outgo:	Current Year	Last Year
a) Used (Rs. in lakhs)		
i) Revenue Account	131.28	129.05
ii) Know-how fee and Service	-	-
b) Earned (Rs. In lakhs) On FOB basis	851.72	343.03

FORM B

Form for Disclosure of particulars with respect to Technology absorption

RESEARCH & DEVELOPMENT (R&D)**1. Specific areas in which R&D carried out by the company:**

Your company is actively involved in development of indigenous technology for new products and processes, Technology up-gradation, Development of expertise and knowledge in related fields, Testing & Certification of products for conformity to various International Standards, Development of methods and controls to minimize waste to reduce environmental pollution, Introduction of modern methods in Sugarcane management.

2. Benefits derived as a result of above R&D:

The continuous R&D activities of your company have helped in improving the performance of existing processes and products, increased better utilization of resource, improving quality & yield of existing process.

3. Future plan of action:

Your company will continue to utilize the existing R&D capabilities to upgrade the process technologies, Development of new products, Maximize production capacity at optimum cost with available resources.

4. Expenditure on R&D (Rupees in lakhs)
 - a) Capital : 328.98
 - b) Recurring : 456.43
 - c) Total : 785.41
 - d) Total R&D expenditure as percentage of total turnover : 1.00%

TECHNOLOGY ABSORPTION ADAPTATION AND INNOVATION:

1. Efforts, in brief, made towards technology absorption, adaptation and Innovation

- a) Sugar cane varietal development is being carried out continuously at the existing R&D farm.
- b) Farm Mechanization of Sugarcane Cultivation and Harvesting is in progress.
- c) Studies on improvement of MMH final distillation system.
- d) Implementation of suitable technology for recovery of DMA, Ammonia and MMA from the effluents of UDMH/ MMH plants is in progress.

2. Benefits derived as a result of above efforts e.g. product improvement; cost reduction, product development import substitution etc.:

- a) Evaluation and Multiplication of suitable Sugar Cane varieties which are close to commercialization ensures the availability of quality cane varieties to the farmers.
- b) Implementation of mechanical cultivation and harvesting helps to motivate the farmers to bring additional area under cultivation.
- c) Improvement of MMH final distillation results in saving of utilities and time.
- d) Implementation of suitable treatment measures will help in meeting statutory norms.

3. In case of imported technology (Imported during the last five years reckoned from the beginning of the financial year), following Information may be furnished:

a) Technology imported	NIL
b) Year of import	
c) Has technology been fully absorbed	
d) If not fully absorbed, areas where this has not been taken place, reasons there of.	

ANNEXURE - III
Form No. MGT-9
EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31.03.2015

[Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the
Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

CIN	L15420AP1947PLC00326
Registration Date	August 11, 1947
Name of the Company	The Andhra Sugars Limited
Category / Sub-Category of the Company	Public Company / Company having share capital
Address of the registered office and contact details	Venkatarayapuram Tanuku - 534 215 Andhra Pradesh Ph: 08819-224911 ((7 Lines) Fax: 08819-224168
Whether listed company	Yes
Name, Address and Contact details of Registrar and Transfer Agent, if any*	XL Softech Systems Limited 3, Sagar Society Road No. 2, Banjara Hills HYDERABAD - 500 034

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

Business activities contributing 10% or more of the total turnover of the company?:

Sl. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Sugar	2060	18.33 %
2	Caustic Soda	3008	56.83 %

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

Sl. No.	Name and Address of the Company	CIN/GLN	Holding / Subsidiary / Associate	% of Shares held	Applicable Sections
1	JOCIL Limited	L28990AP1978PLC002260	Subsidiary	55.02 %	2(87)
2	The Andhra Farm Chemicals Corporation Limited	U24110AP1968PLC001197	Subsidiary	77.35 %	2(87)
3	Hindustan Allied Chemicals Limited	U24231AP1965PLC001039	Subsidiary	76.82 %	2(87)
4	The Andhra Petrochemicals Limited	L23209AP1984PLC004635	Associate	33.05%	2(6)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year (as on 1-April, 2014)				No. of Shares held at the end of the year (as on 31-March-2015)				(% Change during the year)
	Demat	Physical	Total	(%) of Total Shares	Demat	Physical	Total	(%) of Total Shares	
A. Promoter and Promoter Group Indian									
a) Individual/ HUF	872229	10486234	11358463	41.90	872229	10486234	11358463	41.90	0.00
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	350868	350868	1.29	-	350868	350868	1.29	0.00
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
g) Trust	-	890320	890320	3.28	-	890320	890320	3.28	0.00
Total shareholding of Promoter (A)	872229	11727422	12599651	46.48	872229	11727422	12599651	46.48	0.00

B. Public Shareholding

1. Institutions									
a) Mutual Funds/UTI	-	5500	5500	0.02	-	5500	5500	0.02	0.00
b) Banks / FI	804	20444	21248	0.08	21094	6800	27894	0.10	0.02
c) Central Govt.	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	181681	-	181681	0.67	185657	-	185657	0.68	0.01
g) FIs	-	-	-	-	14694	-	14694	0.05	0.05
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Qualified Foreign Investors	-	-	-	-	-	-	-	-	-
j) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	182485	25944	208429	0.77	221445	12300	233745	0.86	0.09
2. Non-Institutions									
a) Bodies Corp.	1748742	307313	2056055	7.58	1674744	305313	1980057	7.30	(0.28)
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto ` 1 lakh	4806920	1143043	5949963	21.95	4886912	1103558	5990470	22.10	0.15

The Andhra Sugars Limited

Category of Shareholders	No. of Shares held at the beginning of the year (as on 1-April, 2014)				No. of Shares held at the end of the year (as on 31-March-2015)				(% Change during the year)
	Demat	Physical	Total	(%) of Total Shares	Demat	Physical	Total	(%) of Total Shares	
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	3453002	2002088	5455090	20.12	3559359	1860016	5419375	19.99	(0.13)
c) Others (specify)	-	-	-	-	-	-	-	-	-
Non Resident Indians	454557	291	454848	1.68	438709	291	439000	1.62	(0.06)
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	150	-	150	-	150	-	150	-	-
Clearing Members	25863	-	25863	0.10	61163	-	61163	0.23	0.13
Trusts	6032	-	6032	0.02	10032	0	10032	0.04	0.01
Hindu Undivided Families	350997	-	350997	1.29	373435	0	373435	1.38	-
Foreign Bodies - DR	-	-	-	-	-	-	-	-	-
Societies	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-	10846263	3452735	14298998	52.75	11004504	3269178	14273682	52.66	(0.09)
Total Public Shareholding	11028748	3478679	14507427	53.52	11225949	3281478	14507427	53.52	0.00
(B)=(B)(1)+ (B)(2)									
C.Shares held by Custodian for GDRs & ADRs									
GrandTotal (A+B+C)	11900977	15206101	27107078	100.00	12098178	15008900	27107078	100.00	0.08

The Andhra Sugars Limited

(ii) Shareholding of Promoters and Promoter Group.

SI. No.	Shareholder's Name	No. of Shares held at the beginning of the year (as on 1-April-2014)			No. of Shares held at the end of the year (as on 31-March-2015)			(% Change in share holding during the year)
		No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	
A	Promoters							
1	Pendyala Sujatha	768119	2.83	-	768119	2.83	-	0.00
2	Mullapudi Thimmaraja	367195	1.35	-	367195	1.35	-	0.00
3	Mullapudi Thimmaraja (HUF)	204478	0.75	-	204478	0.75	-	0.00
4	Mullapudi Thimmaraja (Individual)	110244	0.41	-	110244	0.41	-	0.00
5	Mullapudi Thimmaraja	29045	0.11	-	29045	0.11	-	0.00
6	Thimmaraja Mullapudi	19975	0.07	-	19975	0.07	-	0.00
7	Mullapudi Thimmaraja	83166	0.31	-	83166	0.31	-	0.00
8	Mullapudi Thimmaraja (Individual)	205120	0.76	-	205120	0.76	-	0.00
9	Pendyala Jhansi Jayalakshmi	694824	2.56	-	694824	2.56	-	0.00
10	P.S.R.V.K. Ranga Rao	627284	2.31	-	627284	2.31	-	0.00
11	P.S.R.V.K. Ranga Rao	8591	0.03	-	8591	0.03	-	0.00
12	Mullapudi Narendranath	459140	1.69	-	397140	1.47	-	-0.23
13	Mullapudi Narendranath (Individual)	59166	0.22	-	59166	0.22	-	0.00
14	Mullapudi Narendranath (Individual)	49098	0.18	-	49098	0.18	-	0.00
15	Mullapudi Narendranath	27446	0.10	-	27446	0.10	-	0.00
16	Mullapudi Narendranath (HUF)	20633	0.08	-	20633	0.08	-	0.00
17	Narendranath Mullapudi	19975	0.07	-	19975	0.07	-	0.00
18	Mullapudi Narendranath	28510	0.11	-	28510	0.11	-	0.00
19	Mullapudi Narendranath (Individual)	302514	1.12	-	302514	1.12	-	0.00
20	Mullapudi Narendranath (Individual)	205120	0.76	-	205120	0.76	-	0.00
21	Maddipoti Kamala Devi	573840	2.12	-	573840	2.12	-	0.00
22	Kum.Pendyala Ananthalakshmi Satyavathi Devi	520304	1.92	-	520304	1.92	-	0.00
23	Pendyala Achuta Ramayya	285356	1.05	-	285356	1.05	-	0.00
24	Sri Balusu Ranganayaki alias Radhika	424795	1.57	-	424795	1.57	-	0.00
25	Pendyala Narendranath Chowdary	333056	1.23	-	333056	1.23	-	0.00

The Andhra Sugars Limited

26	Pendyala Narendranath Chowdary (Individual)	83793	0.31		83793	0.31	0.00
27	Bolla Rajiv	410000	1.51		410000	1.51	0.00
28	Jujjavarapu Usharani	330975	1.22		330975	1.22	0.00
29	Jujjavarapu Usharani	242381	0.89		242381	0.89	0.00
30	Yelamarthi Narayanamma	323556	1.19		323556	1.19	0.00
31	J. Ananthalakshmi	286624	1.06		286624	1.06	0.00
32	Bolla Bulli Ramaiah	223998	0.83		223998	0.83	0.00
33	B.B. Ramaiah	26760	0.10		26760	0.10	0.00
34	Miss. Bolla Sarina	218000	0.80		218000	0.80	0.00
35	Pendyala Venkata Krishna Rao	172949	0.64		172949	0.64	0.00
36	Pendyala Venkata Krishna Rao (Individual)	41359	0.15		41359	0.15	0.00
37	Pendyala Sesha Shailaja	153600	0.57		153600	0.57	0.00
38	Pendyala Sesha Shailaja	59607	0.22		59607	0.22	0.00
39	Mullapudi Vikram Prasad	129437	0.48		129437	0.48	0.00
40	Mullapudi Vikram Prasad	42048	0.16		42048	0.16	0.00
41	Pendyala Sujatha	46021	0.17		46021	0.17	0.00
42	Nidadavolu Venkataramanamma	107438	0.40		107438	0.40	0.00
43	Nidadavolu Venkataramanamma	16024	0.06		16024	0.06	0.00
44	Mullapudi Mrutyumjaya Prasad	120692	0.45		120692	0.45	0.00
45	Mullapudi Narayanamma	47616	0.18		47616	0.18	0.00
46	Mullapudi Narayanamma	37685	0.14		37685	0.14	0.00
47	Mullapudi Narayanamma	16951	0.06		16951	0.06	0.00
48	Mullapudi Narayanamma	147564	0.54		147564	0.54	0.00
49	Mullapudi Renuka	46000	0.17		46000	0.17	0.00
50	Mullapudi Renuka	39407	0.15		39407	0.15	0.00
51	Mullapudi Renuka	13314	0.05		13314	0.05	0.00
52	Mullapudi Renuka	247858	0.91		247858	0.91	0.00
53	Mullapudi Renuka	147564	0.54		147564	0.54	0.00
54	G. Anuradha	52800	0.19		52800	0.19	0.00
55	Gaddipati Anuradha	42039	0.16		42039	0.16	0.00
56	Goli Devi	84288	0.31		84288	0.31	0.00
57	Bolla Veera Venkata Satya Ramesh Kumar	57965	0.21		57965	0.21	0.00
58	Goli Jayashree	33720	0.12		95720	0.35	-0.23
59	B. Rama Devi	8807	0.03		8807	0.03	0.00
60	Nutakki Anantalakshmi	400	0.00		400	0.00	0.00

The Andhra Sugars Limited

	DEMAT						
61	Ramalakshmi E.	92966	0.34		92966	0.34	0.00
62	Anantha Lakshmi N.	55000	0.20		55000	0.20	0.00
63	P. Usha Lakshmi	8000	0.03		8000	0.03	0.00
64	P. Meghana Sri Sai Sujatha	5300	0.02		5300	0.02	0.00
65	Pendyala Achuta Ramayya	182180	0.67		182180	0.67	0.00
66	Pendyala Divya Atchmamba	37237	0.14		37237	0.14	0.00
67	Pendyala Sruthi Rajeswari	14300	0.05		14300	0.05	0.00
68	Pendyala Prithivi Sri Narendra Rayudu	3141	0.01		3141	0.01	0.00
69	P.S.R.V.K. Ranga Rao	7000	0.03		7000	0.03	0.00
70	Bolla Ramesh Kumar	3010	0.01		3010	0.01	0.00
71	Pendyala Jansi Jayalakshmi	15300	0.06		15300	0.06	0.00
72	Narayanamma Mullapudi	14850	0.05		14850	0.05	0.00
73	Yelamarthy Thimma Raja	59640	0.22		59640	0.22	0.00
74	Mullapudi Satyanarayanamma	374305	1.38		374305	1.38	0.00
	BODIES CORPORATE						
75	The Mullapudi Investment & Finance Co. (P) Ltd.	128452	0.47		128452	0.47	0.00
76	Thimmaraja Investment & Finance Co. (P) Ltd.	113536	0.42		113536	0.42	0.00
77	Sree Harischandra Prasad Invest. & Fin. Co., Ltd.,	107800	0.40		107800	0.40	0.00
78	Jayalakshmi Chemical Enterprises (P) Ltd.	1080	0.00		1080	0.00	0.00
	TRUSTS						
79	Sree Mullapudi Vankata Ramanamma Memorial Hospital	890320	3.28		890320	3.28	0.00
	Total A	12599651	46.48		12599651	46.48	
B	Promoter Group						
C	Promoter & Promoter Group						

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

1	Mullapudi Narendranath	459140	1.69		397140	1.47	-0.23
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(iv) *Shareholding Pattern of top ten Shareholders*

Shareholding pattern of top 10 Shareholders
(other than Directors, Promoters and Holders of GDRs and ADRs)

Name of the Shareholder	Shareholding at the beginning of the year (01-04-14)		Increase/Decrease in share holding			Cumulative Shareholding during the Year (01-04-14 to 31-03-15)	
	No. of Shares	% of total shares of the company	Date	No. of Shares	Reason	No. of Shares	% of total shares of the company
Anil Kumar Goel	4,50,000	1.66	01-04-2014			4,50,000	1.66
Avalokiteshvar Valinv Limited	3,98,964	1.47	01-04-2014			3,98,964	1.47
Dr. Sanjeev Arora	2,96,541	1.09	01-04-2014			2,96,541	1.09
			June, 2014	10,000	Transfer	3,06,541	1.13
			July, 2014	2,000	Transfer	3,08,541	1.14
			October, 2014	15,000	Transfer	3,23,541	1.19
			31-03-2015			3,23,541	1.19
Pendyala Ravi	2,76,114	1.02	01-04-2014			2,76,114	1.02
Pendyala Venkatarayudu	2,29,124	0.85	01-04-2014			2,29,124	0.85
Seema Goel	2,00,000	0.74	01-04-2014			2,00,000	0.74
R.Raghu	1,86,832	0.69	01-04-2014			1,86,832	0.69
R. Ramesh	1,86,832	0.69	01-04-2014			1,86,832	0.69
Dukkipati Kamala	1,84,416	0.68	01-04-2014			1,84,416	0.68
General Insurance Corp. of India	1,81,681	0.67	01-04-2014			1,81,681	0.67

(v) *A. Shareholding of Directors and Key Managerial Personnel:*

Sl. No.	Name of the Director	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Dr. B.B. Ramaiah (KMP)				
	At the beginning of the year	2,50,758	0.93	2,50,758	0.93
	Purchase/Sales during the year	-	-	-	-
	At the end of the year	2,50,758	0.93	2,50,758	0.93
2.	P. Narendranath Chowdary				
	At the beginning of the year	4,16,849	1.54	4,16,849	1.54
	Purchase/Sales during the year	-	-	-	-
	At the end of the year	4,16,849	1.54	4,16,849	1.54
3.	Mullapudi Narendranath				
	At the beginning of the year	11,71,602	4.32	11,71,602	4.32
	Purchase/Sales during the year	-	-	-	-
	At the end of the year	11,09,602	4.09	11,09,602	4.09

The Andhra Sugars Limited

4.	Mullapudi Thimmaraja				
	At the beginning of the year	10,19,223	3.76	10,19,223	3.76
	Purchase/Sales during the year	-	-	-	-
	At the end of the year	10,19,223	3.76	10,19,223	3.76
5.	P. Achuta Ramayya				
	At the beginning of the year	1,82,180	0.67	1,82,180	0.67
	Purchase/Sales during the year	-	-	-	-
	At the end of the year	1,82,180	0.67	1,82,180	0.67
6.	P.S.R.V.K Ranga Rao				
	At the beginning of the year	6,42,875	2.37	6,42,875	2.37
	Purchase/Sales during the year	-	-	-	-
	At the end of the year	6,42,875	2.37	6,42,875	2.37
7.	A. Ranga Rao				
	At the beginning of the year	200	0.00	200	0.00
	Purchase/Sales during the year	-	-	-	-
	At the end of the year	200	0.00	200	0.00
8.	Dr. Dasari Manjulata				
	At the beginning of the year	18,000	0.07	-	-
	Purchase/Sales during the year	3,500	0.01	3,500	0.01
	At the end of the year	21,500	0.08	21,500	0.08
9.	M. Palachandra (KMP)				
	At the beginning of the year	-	-	-	-
	Purchase / Sale on	-	-	-	-
	At the end of the year	-	-	-	-
10.	P.V.S.Viswanadha Kumar (KMP)				
	At the beginning of the year	120	0.00	120	0.00
	Purchase / Sale on	-	-	-	-
	At the end of the year	120	0.00	120	0.00

VI. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

(Amount Rs. in lakhs)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	9599.19	3957.85	14638.60	28195.64
ii) Interest due but not paid	--	--	6.93	6.93
iii) Interest accrued but not due	--	--	334.80	334.80
Total (i+ii+iii)	9599.19	3957.85	14980.33	28537.37
Change in Indebtedness during the financial year				
Addition	7371.19	--	--	7371.19
Reduction	--	122.56	2798.72	(2921.28)
Net Change	7371.19	122.56	2798.72	4449.91
Indebtedness at the end of the financial year				
i) Principal Amount	16965.97	3835.29	11855.00	32656.26
ii) Interest due but not paid	--	--	6.71	6.71
iii) Interest accrued but not due	4.41	--	319.90	324.31
Total (i+ii+iii)	16970.38	3835.29	12181.61	32987.28

VII. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

Remuneration to Managing Director, Whole-time Directors and/or Manager:

(Amount in Rs.)

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager			Total Amount
		Dr. B.B. Ramaiah	P. Narendranath Chowdary	Mullapudi Narendranath	
I.					
1.	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	41,64,057.00	58,40,000.00	28,70,000.00	1,28,74,057.00
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	3,09,600.00	39,600.00	39,600.00	3,88,800.00
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	--	--	--	--
2.	Stock Option	--	--	--	--
3.	Sweat Equity	--	--	--	--
4.	Commission - as % of profit - others, specify...				
5.	Others, please specify- Retirals				
	Total (A)	44,73,657.00	58,79,600.00	29,09,600.00	1,32,62,857.00
	Ceiling as per the Act @ 5 % of Net Profit				

The Andhra Sugars Limited

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager			Total Amount
		Mullapudi Thimmaraja	P. Achuta Ramayya	P.S.R.V.K. Ranga Rao	
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	28,70,000.00	21,35,703.00	16,93,721.00	66,99,424.00
		39,600.00	1,74,600.00	39,600.00	2,53,800.00
		--	--	--	--
2.	Stock Option	--	--	--	--
3.	Sweat Equity	--	--	--	--
4.	Commission - as % of profit - others, specify...				
5.	Others, please specify- Retirals				
	Total (B)	29,09,600.00	23,10,303.00	17,33,321.00	69,53,224.00
	Ceiling as per the Act @ 5 % of Net Profit				
	Grand Total (A+B)				2,02,16,081.00

B. Remuneration to Independent Directors:

(Amount in Rs.)

Sl. No.	Particulars of Remuneration	Name of Directors			Total Amount
1	Independent Directors	Sri A. Ranga Rao	Dr.A.V.Rama Rao	Dr. P. Kotaiah	
	Fee for attending Board committee meetings	2,40,000	1,00,000	1,80,000	5,20,000
	Commission	-	-	-	-
	Others, please specify	-	-	-	-
	Total (1)	2,40,000	1,00,000	1,80,000	5,20,000
Sl. No.	Particulars of Remuneration	Name of Directors			Total Amount
2	Independent Directors	Sri V.S.Raju	Sri P.A.Chowdary	Dr. Manjulata	
	Fee for attending board committee meetings	3,00,000	2,40,000	60,000	6,00,000
	Commission	-	-	-	-
	Others, please specify	-	-	-	-
	Total (2)	3,00,000	2,40,000	60,000	6,00,000
	Total (B)=(1+2)	5,40,000	3,40,000	2,40,000	11,20,000
	Total Managerial Remuneration				2,13,36,081

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD (Amount in Rs.)

SI. No.	Particulars of Remuneration	Key Managerial Personnel		Total
		Company Secretary	Chief Financial Officer	
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	14,45,962	14,94,970	29,40,932
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	1,08,447	1,12,123	2,20,570
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	--	--	--
2	Stock Option	--	--	--
3	Sweat Equity	--	--	--
4	Commission	--	--	--
	- as % of profit	--	--	--
5	Others, please specify - Retirals			
	Total	15,54,409	16,07,093	31,61,502

VIII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
COMPANY/DIRECTORS/OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

The Andhra Sugars Limited

ANNEXURE - IV

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2015

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

To
The Members,
The Andhra Sugars Limited,
VENKATARAYAPURAM,
Tanuku - 534215,
West Godavari District,
Andhra Pradesh.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s. The Andhra Sugars Limited (hereinafter called the company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion thereon.

Based on our verification of M/s. The Andhra Sugars Limited's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2015 ("Audit Period") 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 M/s. The Andhra Sugars Limited ("the Company") for the financial year ended on 31st March, 2015 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings (Not applicable to the Company during the Audit Period);
- (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, 1992;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (Not applicable to the Company during the Audit Period);
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 (Not applicable to the Company during the Audit Period);
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (Not applicable to the Company during the Audit Period);
 - (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;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (Not applicable to the Company during the Audit Period); and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (Not applicable to the Company during the Audit Period);

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

- i) Secretarial Standards issued by the Institute of Company Secretaries of India (Not notified hence not applicable to the Company during the audit period)
- ii) Listing Agreements entered into by the Company with the National Stock Exchange.

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, having regard to the compliance system prevailing in the company and on examination of the relevant documents and records in pursuance thereof, on test-check basis, the Company has complied with the following laws applicable specifically to the Company:

- a) The Sugarcane Control Order, 1966
- b) The Sugar Cess Act, 1982
- c) The Sugar Development Fund Act, 1982
- d) The Andhra Pradesh Sugarcane (Regulation of Supply & Purchase) Act, 1961
- e) The Hazardous Wastes (Management, Handling and Transboundary Movement) Rule, 2008
- f) The Drugs & Cosmetics Act, 2002 and rules made thereunder
- g) The Legal Metrology Act, 2009 and rules made thereunder
- h) The Arms Act and Rules, 1962
- i) The Environmental Protection Act, 1986
- j) The Indian Electricity Act, 2003
- k) The Indian Explosives Act, 1884
- l) The Petroleum Act, 1934
- m) The Indian Telegraph Act, 1885
- n) The Andhra Pradesh Petroleum Products Order, 1980

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.

Decisions at the Board Meetings, as represented by the management, were taken unanimously.

We further report that, as per the explanations given to us and the representations made by the Management and relied upon by us, 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, there were no other specific events / actions in pursuance of the above referred laws, rules, regulations, guidelines etc. having major bearing on the Company's affairs.

For NEKKANTI S.R.V.V.S. NARAYANA & CO.
Company Secretaries

Date : 25th July, 2015
Place : Hyderabad

(NEKKANTI S.R.V.V.S. NARAYANA)
Proprietor
M.No.F7157, C.P.No.7839

Note:

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.

The Andhra Sugars Limited

ANNEXURE - A

To
The Members,
The Andhra Sugars Limited,
VENKATARAYAPURAM,
Tanuku - 534215,
West Godavari District,
Andhra Pradesh.

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

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 NEKKANTI S.R.V.V.S. NARAYANA & CO.
Company Secretaries

Date : 25th July, 2015
Place : Hyderabad

(NEKKANTI S.R.V.V.S. NARAYANA)
Proprietor
M.No.F7157, C.P.No.7839

ANNEXURE - V

STATEMENT CONTAINING INFORMATION AS PER SECTION 197(12) OF THE COMPANIES ACT 2013, READ WITH RULE 5(1) OF COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014 FOR THE YEAR ENDED 31ST MARCH, 2015.

1. Ratio of remuneration of each Director to median remuneration of the employees of the Company for the Financial Year.

Sl. No.	Name of the Director	Ratio of remuneration of Director to median remuneration of employees
		2014 - 15
1.	Dr.B.B. Ramaiah	25.62:1
2.	Sri P.Narendranath Chowdary	34.56:1
3.	Sri M. Narendranath	17.30:1
4.	Sri M. Thimmaraja	17.29:1
5.	Sri P. Achuta Ramayya	13.66:1
6.	Sri P.S.R.V.K. Ranga Rao	10.64:1
7.	Sri A. Ranga Rao	01.30:1
8.	Dr. P. Kotaiah	00.98:1
9.	Sri V.S.Raju	01.63:1
10.	Sri A.V. Rama Rao	00.54:1
11.	Sri P.A. Chowdary	01.30:1
12.	Dr. Manjulata (from 28.7.2014)	00.33:1

2. Percentage increase in remuneration of each Director, President, Chief Financial Officer and Company Secretary.

Sl. No.	Name of the Director	Designation	Percentage Increase (%)
			2014 - 15
1.	Dr.B.B. Ramaiah	Chairman	(0.48)
2.	Sri P.Narendranath Chowdary	Director	(0.02)
3.	Sri M. Narendranath	Director	(6.00)
4.	Sri M. Thimmaraja	Director	--
5.	Sri P. Achuta Ramayya	Director	6.15
6.	Sri P.S.R.V.K. Ranga Rao	Director	9.26
7.	Sri M. Palachandra	Company Secretary	8.28
8.	Sri P.V.S. Viswanadha Kumar	G.M. (Finance) & Asst. Secretary	6.39

3. The percentage increase in the median remuneration of employees in Financial Year 2014-15 is 4.58%.
4. Number of permanent employees on the rolls of the Company as on 31st March, 2015 was 2241 nos. and as on 31st March, 2014 was 2266 Nos.
5. Remuneration of Whole-time Directors consists of Commission on net profits for a particular year if applicable. However for the year 2014-15 no Commission was paid.
6. No employee has received remuneration in excess of highest paid Director of the Company during the Financial Year 2014-15.

The Andhra Sugars Limited

7. The explanation on the relationship between average increase in remuneration and Company's performance:

There is no direct relationship between average increase in remuneration of employees and Company's performance.

8. Remuneration of KMP against performance of the Company

(Rs. In lakhs)

Remuneration of KMP during the Financial Year 2014-15	75.67
Revenue from Operations	78,919.78
Remuneration percentage (as % of revenue)	0.096%

9. Variations in market capitalisation of the Company, Price earnings ratio as at the closing date of the current financial year and previous financial year and percentage increase or decrease in the market quotations of the shares of the Company in comparison to the rate at which the Company came out with the last public offer :

Particulars	31-03-2015	31-03-2014	Variation %
Closing Rate of Shares on NSE (Rs.)	91.70	98.30	(6.71)
Earnings Per Share (EPS) (Rs.)	1.25	20.15	(93.80)
Market Capitalization (Rs. In lakhs)	24857.19	26646.26	(6.71)
Prise Earning Ratio (Rs.)	73.36	4.88	68.48

10. Comparison of each remuneration of the Key managerial Personnel against the performance of the Company:

Particulars	Chief Executive Officer Rs. In lakhs	Chief Financial Officer Rs. In lakhs	Company Secretary Rs. In lakhs
Remuneration	47.26	13.98	14.42
Revenue	78919.78	78919.78	78919.78
Remuneration (as a percentage of Revenue)	0.06%	0.02%	0.02%

11. Remuneration to Employees and Directors of the Company is in line with Remuneration Policy of the Company as per competitive market scenario and sustainability in the medium to long run.

ANNEXURE - VI

1. Philosophy:

Your Company is dedicated to the betterment of the Rural Masses in the areas of our operations. Way back in the 1950s, well before there was the thought of "Corporate Social Responsibility" your Company took up these activities. Realising that Health and Education are vital for the improvement of the quality of human life your Company helped build a Medical College at Kakinada to produce the Doctors needed for rural healthcare and followed this up with helping in setting up a modern Hospital at Tanuku providing Cardiac, Ophthalmic, Orthopedic, Obstetrics, Gynaecological and Dental Care. Your Company helped to provide education by helping in setting up two Schools and a Polytechnic and helped in setting up a modern Library and a Cultural Centre with a 1000 seat indoor Auditorium and an Outdoor Auditorium.

2. Corporate Social Responsibility Committee:

Following Directors are on Corporate Social Responsibility Committee constituted by the Board of Directors.

1. Dr. B.B. Ramaiah, Chairman & Managing Director (Chairman of the Committee)
2. Sri P. Narendranath Chowdary, Managing Director
3. Sri Mullapudi Thimmaraja, Joint Managing Director
4. Sri V.S. Raju, Independent Director

3. Average Net Profits :

Rs. 122,52,20,850/- Of last 3 Financial Years.

4. Prescribed Corporate Social Responsibility Committee Expenditure

Rs. 2,45,04,417/- (2% of the amount as in 3 above)

5. Details of Corporate Social Responsibility Committee spent during the year.

- (a) Total Amount to be spent : Rs.2,45,04,417/-
- (b) Amount unspent if any : NIL
- (c) Manner in which the amount spent during the Financial Year is annexed.

The CSR Committee confirms that the implementation and monitoring of the CSR policy is in compliance with the CSR objectives and policy of the Company.

Dr. B.B. Ramaiah
(Chairman CSR Committee)

V.S. Raju
(Member - Independent Director)

DETAILS OF CSR ACTIVITIES

(Rs. in lakhs)							
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sl. No.	CSR Project / Programme	Sector in which the Project / Programme is covered	Projects / Programmes (1) Local area or other (2) Specify the State and district where Projects or Programmes were under taken	Amount outlay (budget) Project / Programme Wise	Amount spent on the Project / Programme Subheads: (1) Direct expenditure on Project / Programme (2) Overheads	Cumulative expenditure upto the reporting period i.e. 31.03.2015	Amount spent: Direct or through implementing agency
1.	Towards Hud Hud Cyclone relief to affected people	Relief	Local Area West Godavari District Andhra Pradesh	100.00	100.00	--	Andhra Pradesh State Chief Minister Relief Fund
2.	Providing Health Related Activities	Health Care	Local Area West Godavari District Andhra Pradesh	97.00	97.00	97.00	Sree Mullapudi Venkatarayudu Memorial Medical Trust, Venkatarayapuram
3.	Promotion of Literature and Arts	Education	Local Area West Godavari District Andhra Pradesh	15.05	15.05	15.05	Sree Mullapudi Timma Raju Memorial Library & Cultural Centre, Tanuku
4.	Providing Cardiac Care	Health Care	Local Area West Godavari District Andhra Pradesh	23.00	23.00	23.00	Sree Mullapudi Kamala Devi Cardiovascular Centre, Venkatarayapuram
5.	Promoting development of School	Education	Local Area West Godavari District Andhra Pradesh	10.00	10.00	10.00	Sree Pendyala Venkata Krishna Rangaraya Memorial Trust, Dommeru

INDEPENDENT AUDITORS' REPORT

To
The Members of The Andhra Sugars Limited
Tanuku

Report on the Standalone Financial Statements :

We have audited the accompanying standalone financial statements of The Andhra Sugars Ltd., which comprise the Balance sheet as at 31st March, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

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 Companies Act, 2013 ("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 and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting standards specified under section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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.

Opinion :

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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2015, and its profit and its cash flows for the year ended on that date.

The Andhra Sugars Limited

Report on Other Legal and Regulatory Requirements

- 1) As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
- 2) As required by Section 143(3) of the Companies Act, 2013 we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the other matters to be included in the Auditor's report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 26 to the financial statements;
 - ii. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses ; and
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

Camp : Hyderabad
Date : 26th May, 2015

For BRAHMAYYA & CO.
Chartered Accountants
Firm Registration Number: 000513S
(T.V. Ramana)
Partner
ICAI Membership Number: 200523

Annexure to the Independent Auditors' Report:

The Annexure referred to in Paragraph 1 under the heading of "Report on other Legal and Regulatory Requirements" of our report of even date, to the members of THE ANDHRA SUGARS LIMITED, TANUKU for the year ended 31st March 2015. We report that:

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of Fixed assets.
- (b) The Fixed assets are physically verified by the management according to a phased program designed to cover all the items over a period of three years which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. Pursuant to the program of physical verification of fixed assets, during the year the management has verified all fixed assets of divisions located at Saggonda and Kovvuru except furniture and fixtures. No material discrepancies were noticed on such physical verification.
- (ii) (a) The inventory has been physically verified by the management at reasonable intervals during the year under report. In our opinion, the frequency of such verification is reasonable.
- (b) In our opinion, 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.
- (c) On the basis of our examination of the inventory records, in our opinion, the company is maintaining proper records of its inventory. The discrepancies noticed on physical verification of inventories as compared to book records were not material.
- (iii) (a) The Company has granted loan to its Associate company for an amount of Rs. 1500 lacs (Maximum balance Rs. 1500 lacs) covered in the register maintained under section 189 of the Companies Act.
- (b) The loan granted to the Associate Company covered in the register maintained under section 189 of the Act, the borrower has been regular in the payment of the interest as stipulated. The terms of arrangement stipulates that the repayment of principal is on or before 31st March, 2016.
- (c) There are no overdue amounts of more than rupees one lac in respect of the loan granted to its Associate Company covered in the register maintained under section 189 of the Act.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods and services. Further, during the course of our audit, we have not come across any instances of major weaknesses in internal control that require correction and have so continued without correction.
- (v) In our opinion the company has complied with the provisions of section 73 to 76 and other applicable provisions of the Companies Act, 2013 and Companies (Acceptance of Deposits) Rules, 2014 with regard to the deposits accepted from the public. According to the information furnished to us, no Order has been passed on the company by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal for non-compliance with the provisions of Sections 73 to 76 of the Companies Act, 2013.
- (vi) We have broadly reviewed the books of account and records maintained by the company at its Sugar units, Caustic Soda division, Caustic Potash division, Sulphuric Acid divisions, and Superphosphate division pursuant to the Rules made by the Central Government for the maintenance of Cost Records under section 148 of the Companies Act, 2013 and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- (vii) (a) According to the information and explanations given to us and the basis of our examination of the records of the company, in our opinion, the company is regular in depositing with the appropriate authorities, the undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, duty of Customs, duty of Excise, Value added tax, cess and other material statutory dues applicable to it.

The Andhra Sugars Limited

According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Income Tax, Sales Tax, Wealth Tax, Service Tax, duty of customs or duty of excise or value added tax or cess and other material statutory dues applicable to it; and the following undisputed statutory dues were outstanding, as at the date of Balance Sheet under report, for a period of more than six months from the date they became payable.

Sl.No.	Name of the statute	Period	Amount (Rs. in lakhs)	Remarks
1.	Andhra Pradesh State Excise Act	Upto August, 1976	3.58 (establishment charges)	Pending receipt of demand by the Company
2.	Andhra Pradesh State Excise Act	August, 1976 to March, 2015	16.59 (Interest on above)	Pending receipt of demand by the Company

- (b) According to the information and explanations given to us, there were no amounts of Sales Tax, Customs Duty, Cess, Income Tax, Wealth Tax, Service Tax that have been disputed by the company, and hence, were not remitted to the concerned authorities at the date of the Balance Sheet under report, except

S.No	Nature of dues	Name of the statute	Period	Amount (Rs. In lacs)	Forum where the dispute is pending
1	Water (Prevention and control of Pollution) cess Act, 1977	Cess	01-04-78 to 1990-91	0.50	Appellate Committee of the Govt. of A.P.
2	Sales Tax laws in different States	Sales Tax	2002-03 to 2011-12	106.77	Different appellate Authorities
3	Income Tax Act, 1961	Income Tax	2007-08 to 2014-15	1196.46	Commissioner of Income Tax, Appeals
4	Central Excise Act, 1944	Excise duty	2002-03 to 2013-14	4274.14	Different departmental appellate authorities
5	Service Tax Law	Service Tax	2004-05 to 2011-12	85.29	Commissioner of Service Tax

- (c) According to the information and explanations given to us, the amounts which were required to be transferred to the Investor Education and Protection Fund in accordance with relevant provisions of the Companies Act, 1956 and rules there under have been transferred to such fund within time.

(viii) The company had no accumulated losses at the end of the financial year, and it did not incur cash losses during the financial year covered by our audit and in the immediately preceding financial year.

(ix) According to the records of the company examined by us, and the information and explanations given to us, there were no defaults in repayment of dues to banks at the date of the Balance Sheet.

The Andhra Sugars Limited

- (x) In our opinion, and according to the information and the explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions , except in respect of repayment, out of its cane price due to its sugar cane suppliers, agricultural loans taken by them from banks, the terms and conditions of which, in our opinion are not prima facie prejudicial to the interest of the company.
- (xi) In our opinion, and according to the information and explanations given to us, the term loans taken by the company have been applied for the purpose for which they were raised.
- (xii) During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted audited practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud on or by the company, noticed or reported during the year, nor have we been informed of any such case by the management.

Camp : Hyderabad
Date : 26th May, 2015

For BRAHMAYYA & CO.
Chartered Accountants
Firm Registration Number: 000513S
(T.V. Ramana)
Partner
(ICAI Membership Number: 200523)

NOTES FORMING PART OF ACCOUNTS

1. ACCOUNTING POLICIES

1.1 GENERAL

- a) The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards as prescribed under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules 2014 and the provisions of the Act (to the extent notified). The financial statements have been prepared under the historical cost convention on accrual basis.
- b) Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in India requires management, where necessary, to make the estimates and assumptions that effect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from the estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognised in the period in which the estimate is revised.

1.2 FIXED ASSETS :

Fixed Assets are capitalised at acquisition cost, net of Cenvat, less accumulated depreciation. Cost of acquisition of fixed assets is inclusive of directly attributable cost of bringing the assets to their working condition for the intended use. Financing costs incurred up to the date of commissioning of assets are capitalised. Revenue expenses incidental to new projects are capitalized.

1.3 LEASED ASSETS :

(A) ASSETS UNDER FINANCE LEASE:

Assets acquired under finance lease arrangement on or after 01.04.2001 are recognised separately among the fixed assets, at the inception of the lease at lower of their fair value or the present value of minimum lease payments in respect thereof. Depreciation and lease charges on such assets are accounted for, in accordance with the Accounting Standard-19 - "Accounting for Leases" issued by The Institute of Chartered Accountants of India .

(B) ASSETS UNDER OPERATING LEASE :

Assets used by the Company as a lessee under operating lease agreement are not recognised in the Company's accounts. Lease payments under operating lease are charged to the profit and loss account on a systematic basis representative of the pattern of the benefit accruing to the Company from the use of the asset under operating lease.

1.4 BORROWING COSTS :

Borrowing costs incurred in connection with the funds borrowed for acquisition / erection of assets that necessarily take substantial period of time to get ready for intended use, are capitalized as part of cost of such assets. All other borrowing costs are charged to revenue.

1.5. INVESTMENTS :

Long Term Investments are stated at cost and income thereon is accounted for on accrual. Provision towards decline in the value of long-term investments is made only when such decline is other than temporary.

Current Investments are carried at lower of cost and fair value. The comparison of cost and fair value is done separately in respect of each category of investments.

1.6. INVENTORIES :

- Finished goods are valued at lower of cost or net realisable value.
- Work -in- process, Raw-materials, Stores, Spares and Materials in transit are valued at cost except where net realisable value of the finished goods they are used in is less than the cost of finished goods and in such an event, if the replacement cost of such materials etc., is less than their book values, they are valued at replacement cost.
- By-products and scrap are valued at net realisable value.
- Machinery spares which can be used only in connection with an item of fixed assets and whose use is expected to be irregular are amortised over the life of the principal assets.

1.7. SALES :

- a) Revenue from sales is recognized when the property in the goods is transferred to the buyers along with the significant risks and rewards of ownership of such goods.
- b) Sales are inclusive of Excise Duty, packing charges and **Freight charges, wherever applicable**, and net off rebates and Sales Tax.

1.8. INTER UNIT TRANSFERS :

The product of one unit used as raw materials, stores and spares and energy in another unit of the company is adjusted at market value.

1.9. EMPLOYEE BENEFITS

a) Short Term Employee Benefits :

Short-term employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.

b) Post-Employment Benefits :

(i) Defined Contribution Plans: The company's superannuation scheme, state governed provident fund scheme, employee state insurance scheme and employee pension scheme are defined contribution plans. The contribution paid/payable under the schemes is recognized during the period in which the employee renders the related service.

(ii) Defined Benefit Plans: The employees' gratuity fund schemes and compensated absences schemes are under defined benefit plans. The present value of the obligation under such defined benefit plans is determined based on actuarial valuation using the Projected Unit Credit Method.

The company's liability to gratuity on retirement of its eligible employees is funded with the Life Insurance Corporation of India. The fair value of the plan assets there under is reduced from the gross plan obligation, to recognize the obligation on net basis.

The incremental expense thereon for each year is arrived at as per actuarial valuation and is recognized and charged to the Profit and loss account in the year in which the employee has rendered service.

Expense on account of unutilized compensated absences is arrived at as per actuarial valuation and is recognized and charged to the Profit and Loss account in the year in which employee has rendered services in lieu of such leave.

Gains/losses arrived at in the above actuarial valuations are charged to the profit and loss account immediately in each year.

1.10. EXPENDITURE :

Revenue expenditure is charged to Profit & Loss Account and Capital expenditure is added to the cost of Fixed Assets in the year in which it is incurred.

The Andhra Sugars Limited

1.11. DEPRECIATION :

Depreciation is provided in the accounts, in accordance with Schedule II of the Companies Act, 2013 on the following basis:

- On part of Buildings, Main Plant and Machinery and Electrical Installations of Caustic Soda, Aspirin, Wind Power at Ramagiri, Wind Power Tamilnadu, Power Generation and Sugar Units at Taduvai and
- Bhimadole and all Buildings, Plant and machinery, Electrical Installations, Weigh Bridges and Scales and Workshop Equipment of Cotton and Oil Products Unit, Sulphuric Acid unit at Saggonda and Solar Power Plant at Kovvur under Straight Line Method. The useful life of assets at Solar Plant, Kovvur is taken as 25 Years based on technical specifications.
- On the remaining assets of the above units and all assets of the other units, under Written Down Value Method.
- In respect of Inter Unit transfer of assets, depreciation is computed on the same basis as in the transferor unit.

1.12. FOREIGN EXCHANGE TRANSACTIONS :

- Transactions in foreign currency are initially accounted at the exchange rate prevailing on the date of the transaction, and adjusted appropriately with the difference in the rate of exchange arising on actual receipt/payment during the year.
- At each Balance Sheet date foreign currency monetary items are reported using the rate of exchange on that date. Foreign currency non-monetary items are reported using the exchange rate at which they were initially recognized.
- In respect of forward exchange contracts in the nature of hedges
 - a) Premium or discount on the contract is amortized over the term of the contract,
 - b) Exchange differences on the contract are recognized as profit or loss in the period in which they arise.

1.13. ACCOUNTING FOR DERIVATIVES:

The company uses derivative instruments to hedge its exposure to movements in foreign exchange rates, interest rates and currency risks. The objective of these derivative instruments is only to reduce the risk or cost to the company and is not intended for trading or speculation purpose.

1.14. IMPAIRMENT OF ASSETS :

An asset is treated as impaired when the carrying cost of the same exceeds its recoverable amount. An impairment loss is charged to the Profit and Loss account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

1.15. EXPENDITURE DURING CONSTRUCTION PERIOD :

An identifiable revenue expenses including interest on term loans incurred in respect of various projects/ expansions are allocated to capital cost of respective assets/capital work in progress.

1.16 EXPENDITURE ON APPROVED RESEARCH AND DEVELOPMENT PROGRAMME :

In respect of approved Research and Development Programme, expenditure of capital nature is included in the fixed assets and other expenditure is charged off to revenue in the year in which such expenditure is incurred.

1.17. PROVISIONS/ CONTINGENT LIABILITIES AND ASSETS :

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised, but are disclosed in the notes on accounts. Contingent assets are neither recognised nor disclosed in the financial statements.

1.18. INTANGIBLE ASSETS :

Costs incurred on intangible assets, resulting in future economic benefits are capitalized as intangible assets and Amortised on written down value method beginning from the date of capitalization.

Intangible Assets are initially recorded at the consideration paid for acquisition and stated in the Account each year net of Amortised Value. Intangible Assets are Amortised over period of 10 Years.

1.19. TAXATION :

- Provision is made for income tax liability estimated to arise on the results for the year at the current rate of tax in accordance with the Income Tax Act,1961 .
- Deferred tax resulting from timing differences between book and tax profits is accounted for under the liability method, at the current rate of tax.
- Deferred tax assets arising on account of brought forward losses and unabsorbed depreciation are recognized only when there is virtual certainty supported by convincing evidence that such assets will be realised. Deferred tax assets arising on other temporary timing differences are recognized only if there is a reasonable certainty of realization.
- MAT Credit Entitlement as per the provisions of Income tax Act,1961 is treated as an asset by credit to the Profit and Loss Account.

1.20. DIVIDENDS :

Provision is made in the Accounts for the Dividends payable by the Company as recommended by the Board of Directors, pending approval of the Shareholders at the Annual General Meeting. Tax on distributable Profits is provided for in the year to which such distributable Profits relate.

1.21. MISCELLANEOUS EXPENDITURE :

Debentures / Shares issue expenditure is Amortised as per Sec. 35D of the Income Tax Act.

1.22 EARNINGS PER SHARE (EPS) :

The earnings considered in ascertaining the company's Basic EPS is the attributable net profit or loss to the equity shareholders as per AS-20 "Earnings Per Share". The number of shares used in computing Basic EPS is the weighted average number of shares outstanding during the period. The Diluted EPS is calculated on the same basis as Basic EPS, after adjusting for the effects of potential dilutive equity shares unless the effect of the potential dilutive equity shares is anti-dilutive.

1.23 GOVERNMENT GRANTS :

- (i) Grants from government are recognised when there is reasonable assurance that the grant will be received and all attaching conditions will complied with.
- (ii) Government grants relating to Specific fixed assets is shown as deduction from the gross value of the asset concerned in arriving at its book value.
- (iii) Grants related to revenue items are presented under general heading such as "Other Income" or they are deducted in reporting the related expense.

The Andhra Sugars Limited

BALANCE SHEET AS AT 31ST MARCH, 2015

<u>EQUITY AND LIABILITIES</u>	Notes	As At 31st March, 2015	(Rs. in Lakhs) As At 31st March, 2014
Shareholders Funds			
Share Capital	2	2711.01	2711.01
Reserves and Surplus	3	52800.99	53652.31
		<u>55512.00</u>	<u>56363.32</u>
Non-Current Liabilities			
Long-term Borrowings	4	14936.72	15831.51
Deferred Tax Liability (Net)	5	8780.89	8484.17
Other Long-term liabilities	6	5076.95	5915.81
Long-term Provisions	7	672.24	724.07
		<u>29466.80</u>	<u>30955.56</u>
Current Liabilities			
Short-term Borrowings	8	13821.29	7090.88
Trade Payables	9.1	1822.97	1342.49
Other Current Liabilities	9.2	10211.89	12679.40
Short term Provisions	7	8165.73	12717.64
		<u>34021.88</u>	<u>33830.41</u>
TOTAL		<u>119000.68</u>	<u>121149.29</u>
ASSETS			
Non current Assets			
Fixed Assets			
Tangible Assets	10.1	45962.63	46652.60
Intangible Assets	10.2	35.89	41.09
Capital Work in Progress		1933.40	2576.04
		<u>47931.92</u>	<u>49269.73</u>
Non-current Investments	11	10306.12	10306.12
Long term Loans and Advances	12	2883.61	1203.57
		<u>13189.73</u>	<u>11509.69</u>
Current Assets			
Inventories	14	34053.78	35846.45
Trade Receivables	13.1	9722.45	9099.75
Cash and Bank Balances	15	2458.72	2256.03
Short term Loans and Advances	12	11495.69	13078.06
Other Current Assets	13.2	148.39	89.58
		<u>57879.03</u>	<u>60369.87</u>
TOTAL		<u>119000.68</u>	<u>121149.29</u>

Summary of Significant Accounting Policies 1

The Accompanying Notes are an Integral Part of the Financial Statements.

As per our report of even date
for BRAHMAYYA & Company
Chartered Accountants
Firm Regn. No. 000513S
T.V. Ramana, Partner
Membership No: 200523

For and on behalf of the Board of Directors...
of The ANDHRA SUGARS LTD,

Dr. B.B. Ramaiah
V.S.Raju

Chairman & Managing Director
Director

M. Palachandra
P.V.S. Viswanadha Kumar
Hyderabad
26.05.2015

Company Secretary
G.M.(Finance) & Asst. Secretary

Camp : Hyderabad
Date : 26.05.2015

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2015

PARTICULARS	Notes	(Rs. in Lakhs)	
		Current Reporting Period 2014-15	Previous Reporting Period 2013-14
Income			
Revenue from operations (Gross)	16	83629.25	78379.05
Less: Excise duty		5775.30	5762.48
Revenue from operations (Net)		77853.95	72616.57
Other Income	17	1065.83	1300.88
Total Revenue		78919.78	73917.45
Expenses			
Cost of raw materials and components consumed	18	31208.25	30818.42
[Increase]/ Decrease in Inventories of Finished goods, Work in Progress and Traded goods	19	2353.65	(6966.88)
Employee Benefits Expense	20	7230.98	7694.26
Depreciation and Amortization Expense	21	3569.06	4325.93
Finance Costs	22	2236.81	1977.68
Other Expenses	23	31557.50	28445.58
Total Expenditure		78156.25	66294.99
Profit Before Exceptional Items and Tax		763.53	7622.46
Profit Before Tax		763.53	7622.46
Add : Income Tax Refund Received		–	86.96
Less : Tax Expenses			
Short /(Excess) Provision of Income Tax of Earlier years		(12.00)	(85.30)
Current Tax		110.00	2645.00
Deferred Tax		434.27	(304.56)
Add : MAT Credit Entitlement		(106.34)	–
Total Tax Expense		425.93	2168.18
Profit for the year		337.60	5454.28
Basic Earning Per Share		1.25	20.12
Diluted Earning Per Share		1.25	20.12

Summary of Significant Accounting Policies 1

The Accompanying Notes are an Integral Part of the Financial Statements.

As per our report of even date
for BRAHMAYYA & Company
Chartered Accountants
Firm Regn. No. 000513S
T.V. Ramana, Partner
Membership No: 200523

Camp : Hyderabad
Date : 26.05.2015

For and on behalf of the Board of Directors...
of The ANDHRA SUGARS LTD,

Dr. B.B. Ramaiah
V.S.Raju

M. Palachandra
P.V.S. Viswanadha Kumar
Hyderabad
26.05.2015

Chairman & Managing Director
Director

Company Secretary
G.M.(Finance) & Asst. Secretary

The Andhra Sugars Limited

Notes Forming Part of Accounts

(Rs. in Lakhs)
Note -2

Share Capital

As at 31st
March, 2015

As at 31st
March, 2014

Authorised Shares :

28750000 (31st March 2014: 28750000) Equity shares of Rs.10 /- each	2875.00	2875.00
30000(31st March 2014:30000) 9.5% First Cumulative Redeemable Preference Shares of Rs 100/- each.	30.00	30.00
95000 (31st March 2014:95000) 9.5% Second Cumulative Redeemable Preference Shares of Rs 100/- each.	95.00	95.00
Total	3000.00	3000.00

Issued Shares :

27113091 (31st March 2014: 27113091) Equity shares of Rs.10 /- each	2711.31	2711.31
Total	2711.31	2711.31

Subscribed and fully paid-up shares :

27107078 (31st March 2014: 27107078) Equity shares of Rs.10 /- each fully paid up	2710.71	2710.71
Forfeited amount on 6013 shares of Rs. 10/-each, Rs.5/-paid up	0.30	0.30
Total Subscribed and fully paid-up capital	2711.01	2711.01

a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

As at 31st March, 2015 As at 31st March, 2014
No. Rs. No. Rs.

Equity Shares

At the beginning of the period	271.07	2710.71	271.07	2710.71
Add: Fresh Issue during the year	-	-	-	-
Less: Buy-back of Shares during the year	-	-	-	-
Outstanding at the end of the period	271.07	2710.71	271.07	2710.71

b. Shareholders holding more than 5% shares

As at 31st
March, 2015

As at 31st
March, 2014

Details of shareholders holding more than 5% shares in the Company

Nil

Nil

The Andhra Sugars Limited

Notes Forming Part of Accounts

**(Rs. in Lakhs)
Note -3**

<u>RESERVES AND SURPLUS</u>	As at 31st March, 2015	As at 31st March, 2014
<u>Capital Reserves</u>		
Capital investment subsidy	45.00	45.00
Forfeited Debentures *	0.30	0.30
Securities Premium Account	1129.40	1129.40
	-----	-----
<u>General Reserve</u>		
Balance as per the last Financial Statements	39212.74	38722.74
Less: Amount Withdrawn During the Year **	259.90	
Add : Amount transferred from Surplus Balance in the Statement of Profit And Loss	300.00	490.00
	-----	-----
Closing Balance	39252.84	39212.74
	-----	-----
<u>Surplus/(Deficit) In The Statement of Profit And Loss</u>		
Balance as per the last Financial Statements	13264.87	9836.45
Profit for the year	337.60	5454.28
	-----	-----
	13602.47	15290.73
	-----	-----
Less : Appropriations		
Proposed Final Equity Dividend	813.21	1355.35
Tax on Distributed Profits	115.81	180.51
Transfer to General Reserve	300.00	490.00
	-----	-----
Total Appropriations	1229.02	2025.86
	-----	-----
Net Surplus In Statement of Profit And Loss	12373.45	13264.87
	-----	-----
Total Reserves And Surplus Taken To Balance Sheet	52800.99	53652.31
	-----	-----

* Forfeited Debentures have been transferred to Capital Reserve on total redemption of the remaining debentures in the same series.

** Transitional Adjustment of Rs.259.90 (Net of Deferred Tax of Rs.137.55) on account of application of "Schedule II to the Companies Act 2013 being the Depreciation on the Assets whose Useful life is "NIL."

The Andhra Sugars Limited

Notes Forming Part of Accounts

(Rs. in Lakhs)

Note -4

LONG-TERM BORROWINGS:

	4.1. Non-current portion		4.2. Current maturities	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
Term Loans				
Indian rupee Term loan from banks (secured)	610.77	424.49	500.14	405.00
Interest Subvention Loan (Secured)	2071.61	2193.47	121.86	--
	<u>2682.38</u>	<u>2617.96</u>	<u>622.00</u>	<u>405.00</u>
Other Loans and advances:				
Deferred Sales Tax Loan (Unsecured)	3706.99	3957.85	--	--
Deposits (unsecured)				
Deposits from Directors/Related Parties (Refer Note No. 41 (e))	6951.40	7044.65	2428.25	3560.85
Others	1506.70	2141.30	812.55	1244.20
Deposits from Hidustan Allied Chemicals Ltd (Subsidiary) (Refer Note No. 41 (e))	89.25	69.75	9.00	22.00
	<u>12254.34</u>	<u>13213.55</u>	<u>3249.80</u>	<u>4827.05</u>
Total Amount	<u>14936.72</u>	<u>15831.51</u>	<u>3871.80</u>	<u>5232.05</u>
The above amount includes				
Secured borrowings	2682.38	2617.96	622.00	405.00
Unsecured borrowings	12254.34	13213.55	3249.80	4827.05
Amount disclosed under the head "Other current liabilities"(Note 9.2)	--	--	3871.80	5232.05
Net Amount	<u>14936.72</u>	<u>15831.51</u>	<u>--</u>	<u>--</u>

Term Loans as on 31.03.2015 From Banks Comprises :

	Interest Subvention Loan	3MW Solar Power Plant Loan
a) Loan Sanctioned	Rs. 2194.00 Lakhs	Rs.1484.00 Lakhs
b) Loan Availed	Rs. 2193.47 Lakhs	Rs. 1484.00 Lakhs
c) No. of Installements	36 Monthly Installments after 2 years Moratorium Period.	12 Quarterly
d) Installments Commencing from	Feb, 2016	Sep, 2014
e) Rate of Interest	Interest Subvention at 12.00% p.a. will be met from Sugar Development Fund as per the Govt.of India	Base Rate+1.25% p.a.
f) Installment Amount	Rs.60.95 lakhs	Rs. 125.04 Lakhs
g) Lending Bank	Andhra Bank	Andhra Bank
h) Security	Pari Passu Second Charge on Fixed Assets of the Company	Exclusive First Charge on Assets created out of the loan.

The Andhra Sugars Limited

Notes Forming Part of Accounts

(Rs. in Lakhs)

Note -5

Deferred Tax Liability (Net)	As at 31st March, 2015	As at 31st March, 2014
Deferred Tax Liability		
Fixed assets: Difference between Tax depreciation and depreciation/amortisation charged for the financial reporting	9731.68	9188.90
Others	-	-
	<hr/>	<hr/>
Gross Deferred Tax Liability	9731.68	9188.90
	<hr/>	<hr/>
Deferred Tax Asset		
Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis	799.61	694.32
Provision for doubtful debts and advances	10.60	10.41
Unabsorbed Losses for Assessment Year 2015-16	140.58	-
	<hr/>	<hr/>
Gross Deferred tax asset	950.79	704.73
	<hr/>	<hr/>
Net Deferred Tax Liability	8780.89	8484.17
	<hr/>	<hr/>
OTHER LONG-TERM LIABILITIES:	As at 31st March, 2015	Note -6 As at 31st March, 2014
Others		
Trade Deposits	131.04	123.06
Staff Security Deposit	17.56	16.08
Outstanding Liabilities for Others	4928.35	5776.67
	<hr/>	<hr/>
Total	5076.95	5915.81
	<hr/>	<hr/>

Note -7

PROVISIONS	Long-Term		Short-Term	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
Provision for employee benefits:				
Provision for Gratuity	452.93	520.81	306.17	255.89
Provision for leave benefits	219.31	203.26	360.54	315.89
	<hr/>	<hr/>	<hr/>	<hr/>
	672.24	724.07	666.71	571.78
	<hr/>	<hr/>	<hr/>	<hr/>
Other Provisions:				
Provision for Wealth tax	-	-	15.00	15.00
Provision for Income tax	-	-	6555.00	10595.00
Proposed Equity Dividend	-	-	813.21	1355.35
Provision for Tax on Distributed Profits	-	-	115.81	180.51
	<hr/>	<hr/>	<hr/>	<hr/>
	-	-	7499.02	12145.86
	<hr/>	<hr/>	<hr/>	<hr/>
	672.24	724.07	8165.73	12717.64
	<hr/>	<hr/>	<hr/>	<hr/>

The Andhra Sugars Limited

Notes Forming Part of Accounts

(Rs. in Lakhs)
Note -8

SHORT-TERM BORROWINGS

	As at 31st March, 2015	As at 31st March, 2014
Cash credit from Banks (Secured) @	12697.97	6576.23
Foreign currency loan from banks-Buyers Credit (secured) \$	963.62	-
Deposits (unsecured)		
Deposits from Directors/Related Parties (Refer Note No. 41)	26.00	451.00
from Others	5.40	63.65
Loans From Directors	128.30	-
	13821.29	7090.88
The above amount includes		
Secured borrowings	13661.59	6576.23
Unsecured borrowings	159.70	514.65

@ Cash Credit is Secured by Hypothecation of inventories and receivables, and collaterally secured by a second charge on the fixed assets of the company except those at the COP division, Wind power divisions in Tamilnadu and Ramagiri and 3MW Solar Power Plant at Kovvur ranking pari passu among the members of the consortium of working capital lending banks.

\$ Foreign Currency Exposure hedged by derivative Instruments as on 31st March, 2015 is amounting to Rs. 508.35 Lakhs and that are not hedged is Rs.455.27 Lakhs.

	As at 31st March, 2015	Note -9 As at 31st March, 2014
OTHER CURRENT LIABILITIES :		
9.1 Trade payables	1822.97	1342.49
	1822.97	1342.49
9.2 Other Liabilities:		
Current maturities of long Term Borrowings (Refer Note No. 4.2)	3871.80	5232.05
Project Related Payables	-	457.34
Interest accrued but not due on Borrowings	324.31	334.80
Advance from Customers	197.37	223.56
Unclaimed Dividend	94.37	106.64
Unclaimed matured deposits and interest accrued thereon	33.16	48.13
Accrued Salaries and Benefits	648.83	641.63
Directors Remuneration Payable (Refer Note No. 41)	9.17	638.04
Staff Security Deposits	7.27	7.36
Statutory Dues	1307.90	1241.81
Others	3717.71	3748.04
	10211.89	12679.40
Total	12034.86	14021.89

FIXED ASSETS

(Rs. in lakhs)
Note - 10

	GROSS BLOCK			DEPRECIATION BLOCK				IMPAIRMENT BLOCK				NET BLOCK			
	Cost as at 31-3-14	Additions during the year	Deductions during the year	Cost as at 31-3-15	Dep. upto 31-3-14	Dep. for 14-15**	Dep. on Dcdh.	Dep. up to 31-03-15	Impairment upto 31-3-2014	Additions during the year	Deductions during the year	Impairment upto 31-3-2015	Retained assets trfd. G. Reserve	WDV ASAT 31-3-15	WDV ASAT 31-3-14
10.1.Tangible Assets:															
1) LAND	3476.60	19.07	0.00	3495.67	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3495.67	3476.60
2) BUILDINGS *	5777.14	103.61	0.00	5880.75	2347.61	204.12	0.00	2551.73	0.00	0.00	0.00	0.00	102.58	3226.44	3429.53
3) PLANT AND MACHINERY	71404.70	2681.45	22.41	74063.74	35935.60	2592.84	0.20	38528.24	205.77	0.00	13.90	191.87	268.40	35075.23	35263.33
4) TRANSPORT EQUIPMENT	3338.01	465.81	90.84	3712.98	1768.64	453.26	73.91	2147.99	0.00	0.00	0.00	0.00	1.29	1563.70	1569.37
5) FURNITURE & FITTINGS	833.51	41.87	0.00	875.38	502.44	151.08	0.00	653.52	0.00	0.00	0.00	0.00	25.18	196.68	331.07
6) TRAMWAYS & RAILWAY SIDING	734.33	0.00	0.00	734.33	389.48	33.07	0.00	422.55	0.00	0.00	0.00	0.00	0.00	311.78	344.85
7) RENEWABLE ENERGY PLANT: WIND	4560.30	0.00	0.00	4560.30	2322.50	144.67	0.00	2467.17	0.00	0.00	0.00	0.00	0.00	2093.13	2237.80
Total:	90124.59	3311.81	113.25	93323.15	43266.27	3579.04	74.11	46771.20	205.77	0.00	13.90	191.87	397.45	45962.63	46652.55
Previous Year Total:	88759.22	1574.96	209.54	90124.64	39115.50	4343.83	193.06	43266.27	226.68	0.00	20.91	205.77	0.00	46652.60	49417.05
10.2. Intangible Asset	52.01	0.00	0.00	52.01	10.92	5.20	0.00	16.12	0.00	0.00	0.00	0.00	0.00	35.89	41.09

* Including Buildings of the Gross value of Rs.42.50 lakhs Constructed on leasehold land.

** Depreciation for the year includes depreciation on impaired assets to the extent of Rs.13.90 Lakhs and depreciation capitalised to the extent of Rs.1.28 Lakhs.

The Andhra Sugars Limited

Notes Forming Part of Accounts

(Rs. in Lakhs)
Note -11

Non-Current Investments	As at 31st March, 2015	As at 31st March, 2014
A) Trade Investments -Quoted		
1 Investment in Subsidiary 48,86,500 (31st March 2014: 48,86,500) fully paid Equity shares of Rs.10/- each in JOCIL LTD.	441.79	441.79
2 Investments in Associate 2,80,86,613 (31st March 2014: 2,80,86,613) fully paid Equity Shares of Rs.10/- each in The Andhra Petrochemicals Ltd.,	3660.56	3660.56
3 Investments in Other Companies		
a) 1,40,000 (31st March 2014: 1,40,000) fully paid Equity Shares of Rs.10/-each in Sree Akkamamba Textiles Ltd.,	1.75	1.75
b) 25,052 (31st March 2014: 25,052)fully paid equity shares of of Rs.10/- each in Andhra Bank	4.31	4.31
B) Trade Investments -Unquoted		
1 Investment in Subsidiaries		
a) 3,28,760 (31st March 2014: 3,28,760) partly paid Equity shares of Rs.10/- each (Rs.2.50 per share paid up) in Hindustan Allied Chemicals Ltd.,(Unquoted)	2.74	2.74
b) 3,45,700 (31st March 2014: 3,45,700) fully paid Equity shares of Rs.10/- each in The Andhra Farm Chemicals Corpn.Ltd.,(un quoted)	34.57	34.57
2 Investments in Other Companies 1,10,04,080 (31st March 2014: 1,10,04,080) fully paid Equity Shares of Rs.10/- each in Andhra Pradesh Gas Power Corporation Ltd., (Unquoted)	6158.59	6158.59
C) Other Investments		
1 1391 (31st March 2014: 1391)Equity Shares of Rs.10/- each, fully paid up in Indian Bank (Quoted)	1.27	1.27
2 Investments in Govt Securities: National Plan Saving Certificates (lodged with Govt.Departments towards security)	0.54	0.54
	10306.12	10306.12
All the above investments are long term investments.		
Aggregate Amount of unquoted investments	6196.44	6196.44
Aggregate Amount of quoted investments	4109.68	4109.68
	10306.12	10306.12
Aggregate Market value of quoted investments	8368.56	7080.52

Notes Forming Part of Accounts

(Rs. in Lakhs)

Note -12

Loans and advances	Non-current		Current	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
Capital Advances				
Secured, considered good	-	--	-	-
Unsecured, considered good	1719.64	45.52	-	-
(A)	1719.64	45.52	-	-
Security Deposit				
Secured, considered good	-	--	-	-
Unsecured, considered good	1150.88	1149.53	84.87	84.87
Doubtful	-	--	-	-
	1150.88	1149.53	84.87	84.87
Provision for doubtful security deposit	-	--	-	-
(B)	1150.88	1149.53	84.87	84.87
Loans and advances to Associate (The Andhra Petrochemicals Ltd.)				
Unsecured, considered good	-	--	1500.00	-
(C)	-	--	1500.00	-
Advances recoverable in cash or Kind				
Secured, considered good	-	--	-	-
Unsecured, considered good	-	--	1432.03	1384.95
Doubtful	-	--	20.62	20.62
	-	--	1452.65	1405.57
Provision for doubtful advances	-	--	20.62	20.62
(D)	-	--	1432.03	1384.95
Other Loans and Advances				
Excise Duty paid in advance (including CENVAT credit pending utilisation)	-	--	345.65	265.79
Advance payment of Direct Taxes	-	--	7717.04	11089.39
MAT Credit Entitlement	-	--	106.34	-
Income Tax deducted at source	-	--	132.99	131.17
Income Tax Refund Receivable	-	--	0.96	0.96
Prepaid expenses	13.09	8.52	173.83	118.95
Balances with statutory/ government authorities	-	--	1.98	1.98
(E)	13.09	8.52	8478.79	11608.24
Total [A+B+C+D+E]	2883.61	1203.57	11495.69	13078.06

The Andhra Sugars Limited

Notes Forming Part of Accounts

(Rs. in Lakhs)

Note -13.1

13.1 Trade receivables

	Non-current		Current	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
Secured, considered good	-	--	33.50	8.44
Unsecured, considered good	-	--	-	-
Less than 6 Months from the due date for Payment:	-	--	9454.37	9008.16
More than 6 Months from the due date for Payment:	-	--	234.58	83.15
Doubtful	-	--	10.02	10.02
			9732.47	9109.77
Provision for doubtful receivables	-	--	10.02	10.02
			9722.45	9099.75
Total	-	--	9722.45	9099.75

Note -13.2

13.2 Other Current Assets

	Non-current		Current	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
Non-current bank balances	-	--	-	-
[A]	-	--	-	-
Unamortised expenditure	-	--	-	-
(B)	-	--	-	-
Others				
Interest accrued on Deposits	-	--	148.39	89.58
Interest accrued on investments	-	--	-	-
Others	-	--	-	-
[C]	-	--	148.39	89.58
Total [A+B+C]	-	--	148.39	89.58

Note -14

14. Inventories (valued at lower of cost and net realisable value)

	As at 31st March, 2015	As at 31st March, 2014
Raw materials and components at Cost	2363.76	2349.72
Work-in-progress		
: At Cost	235.81	135.17
: At Estimated Realisable Value	125.36	105.89
Finished goods		
: At Cost	2559.80	4526.58
: At Estimated Realisable Value	23859.73	24366.71
(Finished Goods Sold in Transit Rs.86.27) (31 March 2014: Nil)		
Stores and spares at Cost (includes in transit Rs.9.38 lakhs) (31 March 2014: Rs .16.47 Lakhs)	4845.51	4291.50
Loose tools	38.79	39.15
Others	25.02	31.73
Total	34053.78	35846.45

The Andhra Sugars Limited

Notes Forming Part of Accounts		(Rs. in Lakhs)	
		Note -15	
15. CASH AND BANK BALANCES	Non-current	Current	
<u>Cash and Cash Equivalents :</u>	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2014
Balances with Banks:			
On current accounts	-	-	756.86
Deposits with original maturity of less than 3 months	-	-	-
Cheques/drafts on hand	-	-	296.53
Cash on hand	-	-	17.94
	-----	-----	-----
	-	-	1071.33
	-----	-----	-----
	-	-	1610.85
	-----	-----	-----
<u>Other Bank Balances :</u>			
Deposits with original maturity for more than 12 months	-	-	-
For more than 3 months but less than 12 months	-	-	198.98
On unpaid dividend account	-	-	94.37
Earmarked Balances with Banks (15% Liquidity on Fixed Deposits held under The Companies Act 2013)	-	-	820.44
Margin money deposit	-	-	273.60
	-----	-----	-----
	-	-	1387.39
	-----	-----	-----
	-	-	645.18
	-----	-----	-----
Total	-	-	2458.72
	-----	-----	-----

Revenue from Operations	This Year	Previous Year
Sale of products:		
Finished goods	81925.25	76363.77
Sale of services	0.72	59.12
Other operating revenue		
Freight and Sales Expenses Recovered	642.10	879.70
Subsidy Received on Superphosphate Sales	869.37	927.69
Status Holder Incentive Scrips	-	13.75
Minimum off Take Commitment income from ISRO	187.74	134.58
Processing and Job Work income	4.07	0.44
	-----	-----
Revenue from operations (gross)	83629.25	78379.05
Less: Excise Duty	5775.30	5762.48
	-----	-----
Revenue from operations (net)	77853.95	72616.57
	-----	-----

The Andhra Sugars Limited

Notes Forming Part of Accounts		(Rs. in Lakhs)	
		This Year	Previous Year
16. Details of Products Sold			
Finished goods sold			
Sugar		15395.94	11396.47
Industrial Alcohol & Ethanol		3420.65	3170.80
Acetic Acid		91.68	65.10
Acetic Anhydride		301.99	260.28
Aspirin		1535.44	1031.18
Caustic Soda		32076.76	33077.35
Caustic Potash		6226.26	6024.55
Chlorine		1049.56	1128.91
Hydrochloric Acid		3283.42	3246.29
Sodium Hypochlorite		3207.90	2051.30
Hydrogen gas		923.79	939.19
Sulphuric Acid		6156.58	5619.87
Superphosphate		1606.78	1748.09
UH25		573.17	976.15
Mono Methyl Hydrazine		587.26	380.22
HTPB		735.60	763.97
Wind Power		706.73	829.83
Cattle Feed		825.69	779.45
Potassium carbonate		986.12	820.70
Poly Aluminium Chloride		669.59	782.92
Liquid Hydrogen		741.93	626.07
Others		822.41	645.08
		81925.25	76363.77
Details of services rendered		0.72	59.12
			Note -17
Other Income		This Year	Previous Year
Interest Income on			
Bank deposits		120.44	119.25
Inter Corporate Loan to Associate (The Andhra Petrochemicals Ltd.)		163.12	-
Others		113.42	118.90
Dividend income on			
Investments in Subsidiary (Jocil Ltd.)		244.33	293.19
Long-Term Investments		2.82	4.49
Rent received		71.07	99.77
Net gain on Sale of Current Investments		2.28	52.25
Net gain on Sale of Assets		17.24	33.02
Other non-operating income #		331.11	580.01
		1065.83	1300.88

The Andhra Sugars Limited

Notes Forming Part of Accounts

(Rs. in Lakhs)

# Other Non-operating Income includes :	This Year	Previous Year
Excess Provision In Earlier Years Credited Back	63.37	365.18
Claims Received	55.88	6.92
Income Not Relating to This year	4.09	–
Income From Agriculture (Net)	–	5.28
Misc. Scrap Sales	77.03	116.85
Excise Duty Recovery-Scrap Sale	3.06	5.64
Other Misc. Receipts	127.68	80.14
Total	331.11	580.01

Note -18

Cost of Raw Material consumed	This Year	Previous Year
Inventory at the beginning of the year	2349.72	2718.42
Add: Purchases	3122.29	30449.72
	33572.01	33168.14
Less: Inventory at the end of the year	2363.76	2349.72
Cost of Raw Material Consumed	31208.25	30818.42

Details of Raw Material consumed	This Year	Previous Year
Sugarcane	15289.01	14620.49
Phenol	627.42	594.98
Sulphur	4630.28	3922.04
Rockphosphate	1526.97	1836.56
Salt	3996.33	3987.10
Potassium Chloride	2505.56	3109.09
Alumina Hydride	366.85	534.43
Extractions for Cattle feed	436.74	448.40
Other Rawmaterials	1829.09	1765.33
Total	31208.25	30818.42

Details of Inventory	This Year	Previous Year
Raw Materials		
Phenol	25.37	24.09
Sulphur	777.46	1261.70
Rockphosphate	578.76	570.55
Salt	396.44	105.29
Potassium Chloride	387.11	199.90
Alumina Hydride	61.80	53.82
Extractions for Cattle feed	37.74	31.00
Other Rawmaterials	99.08	103.37
Total	2363.76	2349.72

The Andhra Sugars Limited

Notes Forming Part of Accounts	(Rs. in Lakhs)		
(Increase)/ Decrease in Inventories	This Year	Previous Year	Note -19
Inventories at the end of the year			(Increase)/ Decrease 2014-15
Work in Progress	361.17	241.06	(120.11)
Finished Goods	26419.53	28893.29	2473.76
	<u>26780.70</u>	<u>29134.35</u>	<u>2353.65</u>
Inventories at the Beginning of the year			2013-2014
Work in Progress	241.06	263.26	22.20
Finished Goods	28893.29	21904.21	(6989.08)
	<u>29134.35</u>	<u>22167.47</u>	<u>(6966.88)</u>
Details of Inventory	This Year	Previous Year	
Work-in-progress			
Sugar	125.37	116.68	
Molasses	2.12	1.13	
Sulphuric Acid	48.20	38.13	
Caustic Potash	29.33	36.33	
Caustic Soda	10.41	13.38	
Aspirin	99.21	16.49	
Potassium Carbonate	13.86	14.47	
Others	32.67	4.45	
Total	<u>361.17</u>	<u>241.06</u>	
Finished goods			
Sugar	22314.46	25281.94	
Molasses	994.83	882.73	
Sulphuric Acid	74.38	94.65	
Superphosphate	1061.82	858.89	
Caustic Soda	540.50	212.28	
Caustic Potash	138.27	115.00	
Chlorine	13.65	3.48	
Sodium Hypochlorite	4.13	3.14	
Hydrochloric acid	16.88	4.22	
Industrial Alcohol & Ethanol	50.98	143.85	
Acetic acid	7.61	0.28	
Acacetic anhydride	7.91	10.75	
Aspirin	294.34	68.82	
Organic Diervatives of hydrzine or of hydroxyl amine	304.29	428.44	
HTPB	7.96	45.58	
Hydrogen Gas	0.22	1.03	
Potassium Carbonate	240.75	382.90	
Poly Aluminium Chloride	24.61	29.74	
Others	321.94	325.57	
Total	<u>26419.53</u>	<u>28893.29</u>	

The Andhra Sugars Limited

Notes Forming Part of Accounts

(Rs. in Lakhs)

Note -20

Employee Benefit Expense	This Year	Previous Year
Salaries, Wages and Bonus	6043.40	6404.89
Contribution to Provident and other fund	683.22	640.77
Gratuity Expense	167.49	302.68
Staff Welfare Expenses	336.87	345.92
Total	7230.98	7694.26

Note -21

Depreciation and Amortisation Expense	This Year	Previous Year
Depreciation of Tangible assets	3563.86	4320.73
Amortization of Intangible Assets	5.20	5.20
Total	3569.06	4325.93

Note -22

Finance Costs	This Year	Previous Year
Interest	2171.78	1779.78
Diff in Exchange treated as Finance Cost	25.08	142.95
Other Borrowing Costs	39.95	54.95
Total	2236.81	1977.68

The Andhra Sugars Limited

Notes Forming Part of Accounts

(Rs. in Lakhs)

Note -23

Other Expenses	This Year	Previous Year
Consumption of Stores and Spares	1851.48	1696.29
Increase/(Decrease) of Excise Duty on Inventory	60.54	160.56
Power and fuel	17540.60	15233.12
Insurance	121.06	121.18
Sugarcane Development Expenses	137.04	142.50
Rent	36.35	30.35
Rates and Taxes	673.39	591.37
Repairs and maintenance		
Plant and machinery	4118.10	3840.15
Buildings	234.00	283.64
Others	642.91	855.20
Advertising and sales promotion	25.85	18.11
Handling, Transport & Expenses at Sales Depots	4592.77	3877.32
Sales Commission	49.99	49.35
Donations	–	150.50
CSR Expenditure	245.05	0.00
Directors' sitting fees	11.20	7.80
Payment to auditors (Refer details below)	28.72	29.38
Exchange differences (net)-Loss /(Gain)	(41.68)	209.37
Bad debts/advances written off	1.57	–
Excess off Take charges to ISRO	75.30	32.44
loss from Agriculture (Net)	9.66	–
Bank Charges	66.95	77.79
Assets Written off	0.02	2.85
Miscellaneous Expenses	1076.63	1036.31
Total	31557.50	28445.58

Payment to Auditors	This Year	Previous Year
As Auditor	13.50	12.50
For Taxation Matters	2.50	4.50
For Limited review & Other Certifications	6.41	6.27
For Reimbursement of expenses	1.24	1.18
As Cost Auditors	4.00	4.00
Fee for Certification	0.72	0.61
For Reimbursement of expenses	0.35	0.32
Total	28.72	29.38

Notes Forming Part of Accounts

		As at 31-3-2015	(Rs. in Lakhs) As at 31-3-2014
24)	Estimated amount of contracts remaining to be executed on Capital Account and not provided for	16262.46	1143.54
25)	a) Uncalled liability on partly paid shares held as Investments	24.66	24.66
	b) Liability on account of membership in Alkali Manufacturers' Association of India, a Company limited by Guarantee	0.01	0.01
	c) Other Commitments in respect of sale contracts	3273.36	3730.08
26)	Claims against the Company not acknowledged as debts relating to the following areas :		
	i) Excise	4299.66	4177.24
	ii) Service Tax	88.59	32.16
	iii) Sales Tax	146.03	146.03
	iv) Income Tax	1196.46	31.35
	v) State Levies	209.68	203.97
	vi) Suppliers and Service Contract	43.36	221.59
	vii) Labour related	5.00	5.00
27)	Other monies for which the company is contingently liable :		
	(a) Guarantees issued by the company for obligations arising out of events occurred at the Balance Sheet date	1422.06	2032.95
	(b) On letter of Credit opened with banker for purchase of Material	1396.71	1580.39
	(c) Under the provisions of "The Levy Sugar Price Equalisation Fund Act, 1976" the excess amount collected over the notified levy sale price pursuant to the interim stay granted by the Courts vests in the fund. In a writ petition No: 1534/76 filed by the Company against these provisions, the High Court of Andhra Pradesh has held that provisions of the said Act are not applicable to the excess collections made prior to 15-6-1972, against which the Union Government filed a civil appeal No: 274/79 before the Supreme Court, which is pending.		
	While admitting the appeal, the Supreme Court granted stay of operation of Judgment of A.P. High Court in W.P.No: 1534/76 and directed the Company to furnish a Bank Guarantee for Rs.9.60 lakhs being the difference in levy Sugar price for the Sugar Season 1969-70. The Bank Guarantee was furnished on 7-12-1979 in favour of Registrar, High Court of Andhra Pradesh. Interest, if any, payable under the said Act, estimated at Rs. 64.39 lakhs (Rs 62.66 lakhs) has not been provided for in the accounts pending final legal decision in the matter. However, an amount of Rs.66.80 lakhs was appropriated during the financial year 2008-2009 by Govt. of India, New Delhi, against payment of buffer stock subsidy dues, which was protested by the company.		
28.	Loans and Advances include an amount of Rs.15.00 Crores (Rupees Fifteen Crores only) being the amount given as an Inter Corporate Advance u/s 186 of the Companies Act 2013, to The Andhra Petrochemicals, an associate of the company, on the following terms and conditions.		
	a) Amount of Advance	:	Rs.1500.00 Lakhs
	b) Date of Advance	:	Rs.1000.00 Lakhs on 03.04.2014. Rs. 500.00 Lakhs on 23.09.2014.
	c) Interest Rate	:	13.00% p.a
	d) Security	:	Unsecured
	e) Purpose of Advance	:	To meet Temporary Requirement of Funds.
	f) Tenor	:	Repayable on or before 31.03.2016.

The Andhra Sugars Limited

- 29.** In the opinion of the management, all the amounts stated under sundry debtors and loans and advances are Recoverable at the values at which they are stated.
- 30.** Disclosures on payments and dues to "suppliers" as defined in Micro, Small and Medium enterprises Development Act, 2006 ("The Act").

	Rs.in Lakhs
	31-03-2015
1. Amount remaining unpaid, beyond the appointed / agreed date at the end of the year,	
(a) Principal amount of bills to be paid	-
(b) Interest due thereon	-
2. (a) Payments made to suppliers, during the year, but beyond appointed / agreed by	8.61
Interest thereon in terms of Sec. 16 of the Act	0.06
(b) Interest paid along with such payments during the year	-
(c) Interest due and payable at the end of the year, on such payments made during the year	0.06
3. Amount of interest, for the year, u/s. 16 of the Act, including that accrued and remaining unpaid, at the end of the year	0.06
4. Total amount of interest, u/s. 16 of the Act, including that arising in earlier years, accrued and remaining unpaid at the end of the year	0.06

Note: For the purpose of the above details of the status of the supplier's under the Act has been determined, to the extent of and based on information furnished by the respective parties, and has accordingly, been relied upon by the company and its auditors.

- 31.** Loans and Advances in the nature of loans given to subsidiary Hindustan Allied Chemicals Limited as per clause 32 of the listing agreement is Rs. Nil as on 31.3.2015. (Maximum balance outstanding during the year is Rs. 0.94 Lakhs). The investment in the Equity shares of the company is Nos. 328760.
- 32.** Closing stock units of Wind farm at Ramagiri and power generation unit at Taduvai as per the books of the company and as confirmed by the APGENCO is subject to reconciliation, to the extent of Rs.11.83 lakhs due to certain matters pending before Honourable High Court of Andhra Pradesh.

Notes Forming Part of Accounts

(Rs. in Lakhs)

Note - 33

Comparison between consumption of Imported and Indigenous Raw Materials during the year :

	This year		Previous Year	
	Value	Percentage	Value	Percentage
Imported	7638.16	24	8553.84	28
Indigenous	23570.09	76	21764.58	72
	<u>31208.25</u>	<u>100</u>	<u>30318.42</u>	<u>100</u>

Note - 34

Comparison between consumption of Imported and Indigenous spare parts and components during the year (charged to appropriate heads):

	This year		Previous Year	
	Value	Percentage	Value	Percentage
Imported	622.78	11	398.96	7
Indigenous	5304.09	89	5511.53	93
	<u>5926.87</u>	<u>100</u>	<u>5910.49</u>	<u>100</u>

Note - 35

Value of Imports made by the Company during the year calculated on C.I.F. basis

	This year	Previous Year
Capital Goods	270.75	67.86
Components and spare parts	740.02	632.61
Raw - materials	6491.63	7559.69
	<u>7502.40</u>	<u>8260.16</u>

Note - 36

	This year	Previous Year
Earnings in foreign exchange on FOB basis:	851.72	343.03

Note - 37

Expenditure incurred in foreign currency:

	This year	Previous Year
Books, Periodicals & Subscriptions	38.75	18.60
Foreign travel (excluding tickets purchased in India)	34.12	50.43
Delegation fee	2.53	2.49
Consultation Fee	49.47	29.33
Sales Expenses	-	10.03
Bank Charges	2.19	2.04
Interest paid	4.22	16.13

The Andhra Sugars Limited

Notes Forming Part of Accounts

(Rs. in Lakhs)

Note - 38

During the year the Company has incurred the following expenditure towards R&D (Charged to appropriate heads)

	This year	Previous Year
<u>Sugar Cane R & D</u>		
a) Capital Expenditure	328.05	70.91
b) Revenue Expenditure (charged to appropriate heads)	382.42	292.88
<u>General R & D</u>		
a) Capital Expenditure	0.93	120.51
b) Revenue Expenditure (charged to appropriate heads)	74.01	57.04
	<u>785.41</u>	<u>541.34</u>

Note - 39

(A) Revenue expenditure does not include the following, which formed part of the cost of capital equipment internally manufactured for captive usage.

	This year	Previous Year
Salaries, Wages and Bonus	91.57	74.50
Contribution to Provident, Gratuity and other funds	9.95	7.61
Workmen and Staff Welfare Expenses	4.24	3.99
Power and Fuel	2.70	4.25
Insurance	0.02	0.04
Repairs to Buildings	0.18	3.21
Repairs to P & M	0.64	1.20
Miscellaneous Expenses	1.39	0.62
Depreciation	1.28	2.20
	<u>111.97</u>	<u>97.62</u>

(B) Unallocated Capital Expenditure capitalised during the year

Staff salaries & wages	–	4.82
Material & Stores consumption	10.50	–
Processing Fee & other Bank Charges	–	29.19
Project Approval Fees & Certifications	–	2.74
Travel expenses	0.17	0.10
Interest on Bank Loan	28.24	–
Other Miscellaneous Expenses	6.89	–
	<u>45.80</u>	<u>36.85</u>
Less: Interest received from banks	1.55	0.19
Electricity Internally Generated	14.55	–
	<u>29.70</u>	<u>36.66</u>
Net unallocated expenditure capitalised during the year:	<u>29.70</u>	<u>36.66</u>

Notes Forming Part of Accounts

(Rs. in Lakhs)

Note - 40

DISCLOSURES REQUIRED BY ACCOUNTING STANDARD-15 (REVISED)- EMPLOYEE BENEFITS

	Gratuity	Compensated Absences
a) Reconciliation for present value of obligations		
Present value of obligations as at beginning of year	2695.35	519.15
Interest Cost	215.62	34.29
Current Service Cost	173.79	69.41
Benefits paid	(215.41)	(132.13)
Actuarial loss /(gain) on obligation	(44.37)	89.13
Present value of obligations as at end of year	2824.98	579.85
b) Reconciliation for Fair Value of Plan Assets		
Fair value of plan assets at beginning of year	1918.65	
Expected return on plan assets	177.56	
Contributions	185.09	
Benefits paid	(215.41)	
Actuarial gain on plan assets	-	
Fair value of plan assets at the end of year	2065.89	
c) Expenses Recognised in statement of Profit & Loss a/c		
Current Service cost	173.79	69.41
Interest Cost	215.62	34.29
Expected return on plan assets	177.56	-
Net Actuarial loss/(gain) recognised in the year	(44.37)	89.13
Expenses to be Recognised in the profit & loss	167.48	192.83
d) Net Liability Recognised in the Balance Sheet		
Present value of obligations as at the end of year	2824.98	579.85
Fair value of plan assets as at the end of the year	2065.89	-
Funded status	759.09	-
Net Liability Recognised in the Balance Sheet	759.09	579.85
e) Actuarial Assumptions		
	31/03/2015	31/03/2015
Discount Rate	8.00%	8.00%
Salary Escalation	8.00%	5.00%
Attrition rate	1 to 3%	2.00%
Expected return on plan assets	8.85%	-
Mortality	LIC 94-96 Mortality Rates	IAL (2006-08) Mortality Rates

The Andhra Sugars Limited

Notes Forming Part of Accounts

PARTICULARS DISCLOSED PURSUANT TO AS-18 RELATED PARTY DISCLOSURES

RELATED PARTY DISCLOSURES FOR THE PERIOD 01.04.2014 TO 31.03.2015.

(A) LIST OF RELATED PARTIES:

1) Subsidiary Companies:

- (a) JOCIL LIMITED
- (b) The Andhra Farm Chemicals Corporation Limited
- (c) Hindustan Allied Chemicals Limited

2) Key Management Personnel (KMP) :

Whole-time Directors :

Dr. B.B.Ramaiah
Sri Pendyala Narendranath Chowdary
Sri Mullapudi Narendranath
Sri Mullapudi Thimmaraja
Sri Pendyala Achuta Ramayya
Sri P.S.R.V.K.Ranga Rao

Company Secretary :

Sri M. Palachandra

General Manager (Finance) & Asst. Secretary :

Sri P.V.S. Viswanadha Kumar

3) Relatives of Key Management Personnel

Sri B.V.V.S.Ramesh Kumar	Son of Dr.B.B.Ramaiah
Smt. Pendyala Jhansi Jayalakshmi	Wife of Sri Pendyala Narendranath Chowdary
Sri Pendyala Venkata Krishna Rao	Brother of Sri Pendyala Narendranath Chowdary
Smt. Sri Balusu Ranganayaki alias Radhika	Sister of Sri Pendyala Narendranath Chowdary
Smt. Ethirajulu Ramalakshmi	Sister of Sri Pendyala Narendranath Chowdary
Smt. Jujjavarapu Usha Rani	Sister of Sri Pendyala Narendranath Chowdary
Smt. Maddipoti Kamala Devi	Sister of Sri Pendyala Narendranath Chowdary
Smt. Mullapudi Satyanarayanamma	Sister of Sri Pendyala Narendranath Chowdary
Smt. Nutakki Ananthalakshmi	Sister of Sri Pendyala Narendranath Chowdary
Smt. Jayaraman Ananthalakshmi	Sister of Sri Mullapudi Narendranath
Smt. Kosaraju Ramalakshmi	Sister of Sri Mullapudi Narendranath
Smt. Nidadavolu Venkataramanamma	Sister of Sri Mullapudi Narendranath
Smt. Yelamarthy Narayanamma	Sister of Sri Mullapudi Narendranath
Smt. Mullapudi Narayanamma	Wife of Sri Mullapudi Narendranath
Sri Mullapudi Vikram Prasad	Son of Sri Mullapudi Narendranath
Smt. Gaddipati Anuradha	Daughter of Sri Mullapudi Narendranath
Smt. Goli Jayashree	Daughter of Sri Mullapudi Narendranath
Smt. Mullapudi Renuka	Wife of Sri Mullapudi Thimmaraja

Sri Mullapudi Mrutyumjaya Prasad	Son of Sri Mullapudi Thimmaraja
Smt. Goli Devi	Daughter of Sri Mullapudi Thimmaraja
Smt. Pendyala Sesha Shailaja	Wife of Sri Pendyala Achuta Ramayya
Smt. Pendyala Divya Atchmamba	Daughter of Sri Pendyala Achuta Ramayya
Smt. Pendyala Sruthi Rajeswari	Daughter of Sri Pendyala Achuta Ramayya
Smt. Pendyala Sujatha	Mother of Sri P.S.R.V.K.Ranga Rao
Smt. Pendyala Usha Lakshmi	Wife of Sri P.S.R.V.K.Ranga Rao
Kum. Pendyala Meghana Sri Sai Sujatha	Daughter of Sri P.S.R.V.K.Ranga Rao
Chy. Pendyala Prithvi Sri Narendra Rayudu	Son of Sri P.S.R.V.K.Ranga Rao

4) Enterprises in which Key Management Personnel and/or their relatives are Interested

Andhra Pradesh Gas Power Corporation Limited
Jaya Industries
Jayalakshmi Estates
Jayalakshmi Estates Limited
Jayalakshmi Fertilisers
Jayalakshmi Plastics and Chemicals
J.C. International
Ramaiah & Co.
Royal Printing Works
Mullapudi Venkatarayudu Eye Centre
Mullapudi Kamala Devi Cardiovascular Centre
Sree Akkamamba Textiles Limited
Sree Mullapudi Timma Raju Memorial Library & Cultural Centre
Sree Mullapudi Venkataramanamma Memorial Hospital
Sree Rangaraya Estates
Sree Sarvaraya Sugars Limited
Sree Satyanarayana Spinning Mills Limited
Sree Pendyala Venkata Krishna Rangaraya Memorial Trust
Sree Harischandra Prasad Investment & Finance Company Limited
Sree Mullapudi Venkatarayudu Memorial Educational Trust
Sree Mullapudi Venkataraya Memorial Polytechnic
Sree Mullapudi Venkatarayudu Memorial Medical Trust
Sugarfield Constructions Pvt. Limited
The Mullapudi Investment & Finance company Pvt. Limited
Sree Thimmaraja Investment & Finance Company Pvt. Limited
Vibhaas Polymers Pvt. Limited

5) Associate Company :

The Andhra Petrochemicals Limited

The Andhra Sugars Limited

(Rs. in Lakhs)

(B) TRANSACTIONS WITH THE RELATED PARTIES:
(Corresponding figures related to 31st March, 2014)

Note - 41

Particulars	Subsidiary Companies	Entities in which KMP or their relatives have significant influence	Associate Company	Key Management Personnel	Relatives of Key Management Personnel	Re-remarks
Purchase of Goods from	55.85 (122.84)	3904.44 (5879.69)	0.00 (0.00)	26.68 (23.15)	19.35 (12.95)	Transactions are at Arm's Length Price
The Andhra Farm Chemicals Corporation Limited	41.95					
JOCIL Limited	13.90					
Dr. B.B.Ramaiah				19.00		
Pendyala Achuta Ramayya				3.30		
Royal Printing Works				4.38		
Andhra Pradesh Gas Power Corporation Limited		3374.27				
Jaya Industries		7.84				
Sree Mullapudi Venkataramanamma Memorial Hospital		2.27				
Sri Sarvaraya Sugars Limited		0.30				
Sree Akkamamba Textiles Limited		3.71				
Vibhas Polymers Pvt. Limited		516.05				
Pendyala Jhansi Jayalakshmi					4.66	
Pendyala Sujatha					3.18	
Sribalusu Ranganayaki alias Radhika					1.37	
B.V.V.S.Ramesh Kumar					10.14	
Purchase of Fixed Assets from	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	--- do ---
Inter Corporate Loans given to	0.00 (0.00)	0.00 (100.00)	1500.00 (1000.00)	0.00 (0.00)	0.00 (0.00)	--- do ---
The Andhra Petrochemicals Limited			1500.00			
Inter Corporate Loans re-payment from	0.00 (0.00)	0.00 (100.00)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	--- do ---
Fixed Deposits Received from :	28.50 (56.75)	0.00 (0.00)	0.00 (0.00)	861.00 (1138.00)	2023.80 (970.55)	--- do ---
Dr. B.B. Ramaiah				200.00		
Pendyala Narendranath Chowdary				430.00		
Pendyala Achuta Ramayya				116.00		
P.S.R.V.K. Ranga Rao				100.00		
Royal Printing Works				15.00		
Dr. B.B. Ramaiah (HUF)					50.00	
Gaddipati Anuradha					23.30	
Goli Devi					28.05	
Goli Jayashree					18.15	
Jujjavarapu Usha Rani					92.00	
Maddipoti Kamala Devi					125.00	
Mullapudi Mrutyumjaya Prasad					57.25	
Mullapudi Narayanamma					121.85	

Notes Forming Part of Accounts

(Rs. in Lakhs)

Particulars	Subsidiary Companies	Entities in which KMP or their relatives have significant influence	Associate Company	Key Management Personnel	Relative of Key Management Personnel	Re- marks
Mullapudi Narendranath (HUF)					267.00	
Mullapudi Renuka					145.90	
Mullapudi Thimmaraja (HUF)					288.85	
Mullapudi Vikram Prasad					61.00	
Nidadavolu Venkataramanamma					8.55	
P.S.R.V.K. Ranga Rao (HUF)					70.00	
Pendyala Achuta Ramayya (HUF)					61.00	
Pendyala Jhansi Jayalakshmi					165.00	
Pendyala Narendranath Chowdary (HUF)					93.00	
Pendyala Sesa Sailaja					33.90	
Pendyala Shruthi Rajeshwari					63.00	
Pendyala Sujatha					161.00	
Sribalusu Ranganayaki alias Radhika					61.00	
Yelamarthy Narayanamma					29.00	
Hindustan Allied Chemicals Limited	28.50					
Fixed Deposits repaid on maturity/ cancellation	22.00 (0.00)	1.00 (0.00)	0.00 (0.00)	1780.10 (728.90)	2754.55 (276.50)	--- do ---
Dr. B.B. Ramaiah				450.00		
Pendyala Narendranath Chowdary				1139.60		
Pendyala Achuta Ramayya				190.50		
Dr. B.B. Ramaiah (HUF)					10.00	
Ethirajulu Ramalakshmi					5.55	
Gaddipati Anuradha					37.70	
Goli Devi					40.55	
Goli Jayashree					25.10	
Jayaraman Ananthalakshmi					77.25	
Jujjavarapu Usha Rani					77.10	
Kosaraju Ramalakshmi					172.65	
Maddipoti Kamala Devi					99.40	
Mullapudi Mrutyumjaya Prasad					72.60	
Mullapudi Narayanamma					108.30	
Mullapudi Narendranath (HUF)					354.50	
Mullapudi Renuka					236.75	
Mullapudi Thimmaraja (HUF)					438.75	
Mullapudi Vikram Prasad					60.85	
Nidadavolu Venkataramanamma					115.40	
Nutakki Ananthalakshmi					10.00	
P.S.R.V.K. Ranga Rao (HUF)					63.05	
Pendyala Achuta Ramayya (HUF)					116.40	
Pendyala Divya Atchamamba					68.05	
Pendyala Jhansi Jayalakshmi					104.55	
Pendyala Meghana Sri Sai Sujatha					45.30	
Pendyala Narendranath Chowdary (HUF)					127.55	
Pendyala Prithvi Sri Narendra Rayudu					2.60	
Pendyala Sesa Sailaja					51.05	
Pendyala Shruthi Rajeshwari					33.10	
Pendyala Sujatha					110.30	

The Andhra Sugars Limited

Notes Forming Part of Accounts

(Rs. in Lakhs)

Particulars	Subsidiary Companies	Entities in which KMP or their relatives have significant influence	Associate Company	Key Management Personnel	Relative of Key Management Personnel	Re- marks
Sribalusu Ranganayaki alias Radhika					54.15	
Yelamarthy Narayanamma					36.00	
Hindustan Allied Chemicals Limited	22.00					
Sugarfield Construction Pvt. Limited		1.00				
Loans Received from Directors	0.00	0.00	0.00	1493.50	0.00	--- do ---
	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	
Dr. B.B. Ramaiah				250.00		
Pendyala Narendranath Chowdary				116.00		
Mullapudi Narendranath				300.50		
Mullapudi Thimmaraja				599.00		
Pendyala Achuta Ramayya				137.00		
P.S.R.V.K. Ranga Rao				91.00		
Loans re-paid to Directors	0.00	0.00	0.00	1365.20	0.00	--- do ---
	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	
Dr. B.B. Ramaiah				150.00		
Pendyala Narendranath Chowdary				116.00		
Mullapudi Narendranath				298.70		
Mullapudi Thimmaraja				597.00		
Pendyala Achuta Ramayya				123.50		
P.S.R.V.K. Ranga Rao				80.00		
Services Rendered by	0.00	15.99	0.00	25.00	1.83	--- do ---
	(0.00)	(13.91)	(0.00)	(23.31)	(1.71)	
Mullapudi Thimmaraja				4.40		
Mullapudi Mrutyumjaya Prasad					1.83	
Royal Printing Works				20.60		
Sree Mullapudi Venkataramanamma Memorial Hospital		8.97				
Sree Mullapudi Venkatarayudu Memorial Medical Trust		6.12				
Mullapudi Venkatarayudu Eye Centre		0.31				
Sree Mullapudi Venkataraya Memorial Polytechnic		0.59				
Sale of Goods to	203.11	1180.95	18.51	1.09	0.00	--- do ---
	(259.34)	(1186.06)	(29.27)	(3.26)	(0.00)	
JOCIL LIMITED	203.11					
The Andhra Petrochemicals Limited			18.51			
Sree Mullapudi Venkataramanamma Memorial Hospital		0.04				
Sree Mullapudi Venkataraya Memorial Polytechnic		0.03				
Sree Rangaraya Estates		2.25				
SPVKRM Trust		0.02				
Jayalakshmi Fertilisers		1168.40				
Sri Sarvaraya Sugars Limited		2.34				
Vibhaas Polymers Pvt. Limited		0.34				
Andhra Pradesh Gas Power Corporation Limited		7.53				
Mullapudi Narendranath				1.09		

Notes Forming Part of Accounts

(Rs. in Lakhs)

Particulars	Subsidiary Companies	Entities in which KMP or their relatives have significant influence	Associate Company	Key Management Personnel	Relative of Key Management Personnel	Re-remarks
Sale of Fixed Assets to	0.00 (0.05)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	--- do ---
Services Rendered to	0.00 (0.06)	0.57 (0.21)	0.93 (0.91)	0.10 (0.00)	0.28 (0.00)	--- do ---
The Andhra Petrochemicals Limited			0.93			
Gas Power Corporation Limited		0.57				
Pendyala Achuta Ramayya				0.10		
Pendyala Jhansi Jayalakshmi					0.14	
Pendyala Sujatha					0.10	
Sribalusu Ranganayaki alias Radhika					0.04	
Interest Paid on Fixed Deposits	8.74 (5.80)	0.01 (0.11)	0.00 (0.00)	250.41 (359.36)	904.45 (748.41)	--- do ---
Dr. B.B. Ramaiah				30.42		
Pendyala Narendranath Chowdary				171.64		
Mullapudi Narendranath				4.20		
Mullapudi Thimmaraja				11.55		
Pendyala Achuta Ramayya				28.37		
P.S.R.V.K. Ranga Rao				3.54		
Royal Printing Works				0.69		
Dr. B.B. Ramaiah (HUF)					1.34	
Ethirajulu Ramalakshmi					0.58	
Gaddipati Anuradha					8.76	
Goli Devi					12.25	
Goli Jayashree					9.65	
Jayaraman Ananthalakshmi					5.16	
Jujjavarapu Usha Rani					58.69	
Kosaraju Ramalakshmi					11.80	
Maddipoti Kamala Devi					62.08	
Mullapudi Mrutyumjaya Prasad					17.60	
Mullapudi Narayanamma					22.50	
Mullapudi Narendranath (HUF)					39.66	
Mullapudi Renuka					44.70	
Mullapudi Thimmaraja (HUF)					72.54	
Mullapudi Vikram Prasad					15.32	
Nidadavolu Venkataramanamma					40.96	
Nutakki Ananthalakshmi					1.05	
P.S.R.V.K. Ranga Rao (HUF)					36.68	
Pendyala Achuta Ramayya (HUF)					32.39	
Pendyala Divya Atchamamba					11.89	
Pendyala Jhansi Jayalakshmi					132.49	
Pendyala Meghana Sri Sai Sujatha					3.95	
Pendyala Narendranath Chowdary (HUF)					89.56	
Pendyala Prithvi Sri Narendra Rayudu					3.54	
Pendyala Sesha Sailaja					23.58	
Pendyala Shruthi Rajeshwari					25.28	
Pendyala Sujatha					91.97	

The Andhra Sugars Limited

Notes Forming Part of Accounts

(Rs. in Lakhs)

Particulars	Subsidiary Companies	Entities in which KMP or their relatives have significant influence	Associate Company	Key Management Personnel	Relative of Key Management Personnel	Re- marks
Sribalusu Ranganayaki alias Radhika					23.03	
Yelamarthy Narayanamma					5.45	
Hindustan Allied Chemicals Limited	8.74					
Sugarfield Construction Pvt. Limited		0.01				
Interest paid to Directors	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	34.87 (0.00)	0.00 (0.00)	--- do ---
Dr. B.B. Ramaiah				5.24		
Pendyala Narendranath Chowdary				5.70		
Mullapudi Narendranath				4.07		
Mullapudi Thimmaraja				13.21		
Pendyala Achuta Ramayya				5.14		
P.S.R.V.K. Ranga Rao				1.51		
Remuneration paid to	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	219.66 (848.09)	44.08 (7.35)	--- do ---
Dr. B.B.Ramaiah				47.26		
Pendyala Narendranath Chowdary				63.76		
Mullapudi Narendranath				31.92		
Mullapudi Thimmaraja				31.90		
Pendyala Achuta Ramayya				25.20		
P.S.R.V.K.Ranga Rao				19.62		
Mullapudi Vikram Prasad					7.83	
M. Palachandra				17.95		
P.V.S. Viswanadha Kumar				18.30		
Donations paid to	0.00 (0.00)	0.00 (150.00)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	--- do ---
Contribution towards CSR Expenses	0.00 (0.00)	145.05 (0.00)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	--- do ---
Sree Mullapudi Venkatarayudu Memorial Medical Trust		97.00				
Sree Mullapudi Timma Raju Memorial Library & Cultural Centre		15.05				
Sri Pendyala Venkata Krishna Rangaraya Memorial Trust		10.00				
Mullapudi Kamala Devi Cardiovascular Centre		23.00				
Dividend Paid to	0.00 (0.00)	77.10 (92.59)	0.00 (0.00)	187.19 (224.50)	319.90 (414.98)	--- do ---
Dr. B.B.Ramaiah				12.54		
Pendyala Narendranath Chowdary				20.84		
Mullapudi Narendranath				57.55		
Mullapudi Thimmaraja				40.74		
Pendyala Achuta Ramayya				23.38		
P.S.R.V.K.Ranga Rao				32.14		
Mullapudi Thimmaraja (HUF)					10.22	
Mullapudi Narendranath (HUF)					1.03	

Notes Forming Part of Accounts

(Rs. in Lakhs)

Particulars	Subsidiary Companies	Entities in which KMP or their relatives have significant influence	Associate Company	Key Management Personnel	Relative of Key Management Personnel	Re-remarks
Jayaraman Ananthalakshmi					14.33	
Nidadavolu Venkataramanamma					6.17	
Yelamarthy Narayanamma					16.18	
B.V.V.S.Ramesh Kumar					3.05	
Pendyala Jhansi Jayalakshmi					35.51	
Pendyala Venkata Krishna Rao					10.72	
Sri Balusu Ranganayaki alias Radhika					21.24	
Ethirajulu Ramalakshmi					4.65	
Jujjavarapu Usha Rani					28.67	
Maddipoti Kamala Devi					28.69	
Mullapudi Satyanarayanamma					18.72	
Nutakki Ananthalakshmi					2.77	
Mullapudi Narayanamma					13.23	
Gaddipati Anuradha					4.74	
Goli Jayashree					1.69	
Mullapudi Vikram Prasad					8.57	
Mullapudi Renuka					24.71	
Goli Devi					4.21	
Mullapudi Mrutyumjaya Prasad					6.03	
Pendyala Sessa Shailaja					10.66	
Pendyala Divya Atchmamba					1.86	
Pendyala Sruthi Rajeswari					0.71	
Pendyala Sujatha					40.71	
Pendyala Usha Lakshmi					0.40	
Pendyala Meghana Sri Sai Sujatha					0.27	
Pendyala Prithvi Sri Narendra Rayudu					0.16	
Sree Akkamamba Textiles Limited		15.10				
Sree Mullapudi Venkataramanamma Memorial Hospital		44.51				
The Mullapudi Investment & Finance company Pvt. Limited		6.42				
Sree Thimmaraja Investment & Finance Company Pvt. Limited		5.68				
Sree Harischandra Prasad Investment & Finance Company Limited		5.39				
Dividend Received from	244.33	2.80	0.00	0.00	0.00	--- do ---
	(293.19)	(2.80)	(0.00)	(0.00)	(0.00)	
JOCIL Limited	244.33					
Sree Akkamamba Textiles Limited		2.80				
Interest Received on Inter Corporate Loan	0.00	0.00	163.12	0.00	0.00	--- do ---
	(0.00)	(3.37)	(6.41)	(0.00)	(0.00)	
The Andhra Petrochemicals Limited			163.12			
C) Balances as at 31-03-2015:						
a) Share Capital held by the Company, in	479.10	6160.34	3660.56	0.00	0.00	--- do ---
	(479.10)	(6160.34)	(3660.56)	(0.00)	(0.00)	
JOCIL Limited	441.79					
The Andhra Farm Chemicals Corporation Limited	34.57					

The Andhra Sugars Limited

Notes Forming Part of Accounts

(Rs. in Lakhs)

Particulars	Subsidiary Companies	Entities in which KMP or their relatives have significant influence	Associate Company	Key Management Personnel	Relative of Key Management Personnel	Re- marks
Hindustan Allied Chemicals Limited	2.74					
The Andhra Petrochemicals Limited			3660.56			
Sree Akkamamba Textiles Limited		1.75				
Andhra Pradesh Gas Power Corporation Limited		6158.59				
b) RECEIVABLES						
----TRADE DUES :	0.00	311.51	0.00	0.00	0.00	--- do ---
	(0.00)	(160.22)	(0.00)	(0.00)	(0.00)	
Jayalakshmi Fertilisers		311.11				
Sree Mullapudi Venkataramanamma Memorial Hospital		0.34				
Sree Rangaraya Estates		0.06				
Loans/ Intercorporate loans	0.00	0.00	1500.00	0.00	0.00	--- do ---
	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	
The Andhra Petrochemicals Limited			1500.00			
c) Share Capital of the Company held by	0.00	154.20	0.00	368.17	646.00	--- do ---
	(0.00)	(154.31)	(0.00)	(374.17)	(691.83)	
DR. B.B.Ramaiah				25.08		
Pendyala Narendranath Chowdary				41.68		
Mullapudi Narendranath				108.90		
Mullapudi Thimmaraja				81.47		
Pendyala Achuta Ramayya				46.75		
P.S.R.V.K.Ranga Rao				64.29		
Mullapudi Thimmaraja (HUF)					20.45	
Mullapudi Narendranath (HUF)					2.06	
Jayaraman Ananthalakshmi					28.66	
Nidadavolu Venkararamanamma					12.35	
Yelamathy Narayanamma					32.36	
B.V.V.S.Ramesh Kumar					6.10	
Pendyala Jhansi Jayalakshmi					71.01	
Pendyala Venkata Krishna Rao					21.43	
Sri Balusu Ranganayaki alias Radhika					42.48	
Ethirajulu Ramalakshmi					9.30	
Jujjavarapu Usha Rani					57.34	
Maddipoti Kamala Devi					57.38	
Mullapudi Satyanarayanamma					37.43	
Nutakki Ananthalakshmi					5.54	
Mullapudi Narayanamma					26.47	
Gaddipati Anuradha					9.48	
Goli Jayashree					9.57	
Mullapudi Vikram Prasad					17.15	
Mullapudi Renuka					49.41	
Goli Devi					8.43	
Mullapudi Mrutyumjaya Prasad					12.07	
Pendyala Sesha Shailaja					21.32	

Notes Forming Part of Accounts

(Rs. in Lakhs)

Particulars	Subsidiary Companies	Entities in which KMP or their relatives have significant influence	Associate Company	Key Management Personnel	Relative of Key Management Personnel	Re-marks
Pendyala Divya Atchmamba					3.72	
Pendyala Sruthi Rajeswari					1.43	
Pendyala Sujatha					81.41	
Pendyala Usha Lakshmi					0.80	
Pendyala Meghana Sri Sai Sujatha					0.53	
Pendyala Prithvi Sri Narendra Rayudu					0.32	
Sree Akkamamba Textiles Limited		30.19				
Sree Mullapudi Venkataramanamma Memorial Hospital		89.03				
The Mullapudi Investment & Finance company Pvt. Limited		12.85				
Sree Thimmaraja Investment & Finance Company Pvt. Limited		11.35				
Sree Harischandra Prasad Investment & Finance Company Limited		10.78				
d) Loans/ Intercompany loans received from	0.00	0.00	0.00	0.00	0.00	--- do ---
	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	
e) PAYABLES :						
----- Fixed Deposits :	98.25	0.00	0.00	1611.55	7794.10	--- do ---
	(91.75)	(1.00)	(0.00)	(2530.65)	(8524.85)	
Dr. B.B. Ramaiah				210.00		
Pendyala Narendranath Chowdary				972.45		
Mullapudi Narendranath				40.00		
Mullapudi Thimmaraja				110.00		
Pendyala Achuta Ramayya				159.10		
P.S.R.V.K. Ranga Rao				100.00		
Royal Printing Works				20.00		
Dr. B.B. Ramaiah (HUF)					50.00	
Gaddipati Anuradha					66.70	
Goli Devi					102.60	
Goli Jayashree					83.55	
Jujjavarapu Usha Rani					585.80	
Maddipoti Kamala Devi					636.05	
Mullapudi Mrutyumjaya Prasad					157.25	
Mullapudi Narayanamma					231.20	
Mullapudi Narendranath (HUF)					347.00	
Mullapudi Renuka					363.20	
Mullapudi Thimmaraja (HUF)					560.85	
Mullapudi Vikram Prasad					135.10	
Nidadavolu Venkataramanamma					311.05	
P.S.R.V.K. Ranga Rao (HUF)					343.70	
Pendyala Achuta Ramayya (HUF)					253.75	
Pendyala Divya Atchamamba					69.45	
Pendyala Jhansi Jayalakshmi					1119.60	
Pendyala Meghana Sri Sai Sujatha					3.20	
Pendyala Narendranath Chowdary (HUF)					646.00	
Pendyala Prithvi Sri Narendra Rayudu					33.35	
Pendyala Sesha Sailaja					213.85	
Pendyala Shruthi Rajeshwari					266.05	
Pendyala Sujatha					937.30	

The Andhra Sugars Limited

Notes Forming Part of Accounts

(Rs. in Lakhs)

Particulars	Subsidiary Companies	Entities in which KMP or their relatives have significant influence	Associate Company	Key Management Personnel	Relative of Key Management Personnel	Re- marks
Sribalusu Ranganayaki alias Radhika					235.50	
Yelamarthy Narayanamma					42.00	
Hindustan Allied Chemicals Limited	98.25					
Loans Payable to Directors	0.00	0.00	0.00	128.30	0.00	--- do ---
	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	
Dr. B.B. Ramaiah				100.00		
Mullapudi Narendranath				1.80		
Mullapudi Thimmaraja				2.00		
Pendyala Achuta Ramayya				13.50		
P.S.R.V.K. Ranga Rao				11.00		
-----Trade dues :	0.33	442.97	0.00	0.00	0.00	--- do ---
	(15.61)	(261.35)	(0.00)	(0.00)	(0.00)	
The Andhra Farm Chemicals Corporation Limited	0.33					
Andhra Pradesh Gas Power Corporation Limited		442.97				
----- Interest payable on Fixed Deposits :	2.29	0.00	0.00	52.67	199.12	--- do ---
	(2.53)	(0.02)	(0.00)	(83.20)	(168.07)	
Dr. B.B. Ramaiah				4.16		
Pendyala Narendranath Chowdary				34.92		
Mullapudi Narendranath				0.93		
Mullapudi Thimmaraja				2.56		
Pendyala Achuta Ramayya				7.50		
P.S.R.V.K. Ranga Rao				2.33		
Royal Printing Works				0.27		
Dr. B.B. Ramaiah (HUF)					0.49	
Ethirajulu Ramalakshmi					0.13	
Gaddipati Anuradha					2.09	
Goli Devi					2.92	
Goli Jayashree					2.30	
Jujjavarapu Usha Rani					13.88	
Kosaraju Ramalakshmi					0.19	
Maddipoti Kamala Devi					14.75	
Mullapudi Mrutyumjaya Prasad					4.52	
Mullapudi Narayanamma					6.42	
Mullapudi Narendranath (HUF)					7.59	
Mullapudi Renuka					10.60	
Mullapudi Thimmaraja (HUF)					17.16	
Mullapudi Vikram Prasad					3.93	
Nidadavolu Venkataramanamma					8.40	
Nutakki Ananthalakshmi					0.23	
P.S.R.V.K. Ranga Rao (HUF)					9.20	
Pendyala Achuta Ramayya (HUF)					7.65	
Pendyala Divya Atchamamba					2.31	
Pendyala Jhansi Jayalakshmi					26.25	
Pendyala Meghana Sri Sai Sujatha					0.63	
Pendyala Narendranath Chowdary (HUF)					16.13	
Pendyala Prithvi Sri Narendra Rayudu					0.76	

Notes Forming Part of Accounts

(Rs. in Lakhs)

Particulars	Subsidiary Companies	Entities in which KMP or their relatives have significant influence	Associate Company	Key Management Personnel	Relative of Key Management Personnel	Re- marks
Pendyala Sesha Sailaja					5.31	
Pendyala Shruthi Rajeshwari					6.19	
Pendyala Sujatha					21.97	
Sribalusu Ranganayaki alias Radhika					5.63	
Yelamarthy Narayanamma					1.49	
Hindustan Allied Chemicals Limited	2.29					
----Interest Payable to Directors: 0.00	0.00	0.00	0.00	3.18	0.00	--- do ---
	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	
Dr. B.B. Ramaiah				2.11		
Mullapudi Narendranath				0.04		
Mullapudi Thimmaraja				0.04		
Pendyala Achuta Ramayya				0.76		
P.S.R.V.K. Ranga Rao				0.23		
-- Remuneration Payable :	0.00	0.00	0.00	9.17	1.94	--- do ---
	(0.00)	(0.00)	(0.00)	(638.04)	(0.40)	
Dr. B.B.Ramaiah				1.57		
Pendyala Narendranath Chowdary				2.89		
Mullapudi Narendranath				1.52		
Mullapudi Thimmaraja				1.52		
Pendyala Achuta Ramayya				0.69		
P.S.R.V.K.Ranga Rao				0.98		
Mullapudi Vikram Prasad						
M. Palachandra					0.42	
P.V.S. Viswanadha Kumar				0.66		
				0.86		

42. The Ministry of Corporate Affairs, Government of India, vide General Circular Nos. 2 and 3 dated 8th February, 2011 and 21st February, 2011 respectively has granted a general exemption from compliance with Section 212 of the Companies Act, 1956, subject to fulfillment of conditions stipulated in the Circular. The Company has satisfied the conditions stipulated in the Circular and hence is entitled to the exemption. Necessary information relating to the subsidiaries has been included in the Consolidated Financial Statements.

43. GENERAL:

Figures have been rounded off to the nearest thousand.

Previous year figures have been regrouped wherever necessary.

Figures in Brackets are for previous year.

As per our report of even date for BRAHMAYYA & Company Chartered Accountants Firm Regn. No. 000513S T.V. Ramana, Partner Membership No: 200523

Camp : Hyderabad
Date : 26.05.2015

For and on behalf of the Board of Directors...
of The ANDHRA SUGARS LTD,

Dr. B.B. Ramaiah
V.S.Raju

M. Palachandra
P.V.S. Viswanadha Kumar
Hyderabad
26.05.2015

Chairman & Managing Director
Director

Company Secretary
G.M.(Finance) & Asst. Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH, 2015

(Rs. in lakhs)

PARTICULARS	31st March, 2015	31st March, 2014
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax from continuing operations	763.53	7622.46
Adjustments for		
Depreciation/amortization on continuing operation	3569.06	4325.93
Impairment/other write off on tangible/intangible assets	0.02	2.85
Loss/[profit] on sale of fixed assets	(17.24)	(33.02)
Wealth Tax	5.00	5.00
Net (gain)/Loss on sale of Non -current investments	-	-
Net gain on sale of current investments	(2.28)	(52.24)
Interest expense	2242.36	1977.68
Interest income	(396.98)	(238.16)
Dividend income	(247.15)	(297.68)
	<hr/>	<hr/>
Operating profit before working capital changes	5916.32	13312.82
	<hr/>	<hr/>
<u>Movements in working capital:</u>		
Increase/[decrease] in trade payables	480.48	442.65
Increase/[decrease] in long-term provisions	(51.83)	(3.07)
Increase/[decrease] in short-term provisions	94.93	35.89
Increase/[decrease] in other current liabilities	(2430.16)	2122.35
Increase/[decrease] in other long-term liabilities	(838.86)	(333.46)
Decrease/[increase] in trade receivables	(622.70)	(5.65)
Decrease/[increase] in inventories	1792.67	(6940.10)
Decrease/[increase] in long-term loans and advances	(5.92)	(75.02)
Decrease/[increase] in short-term loans and advances	(1681.82)	154.31
Decrease/[increase] in other current assets	(58.81)	(8.11)
Cash generated from/[used in] operations	2594.30	8702.61
Direct taxes paid [net of refunds]	809.59	3009.81
	<hr/>	<hr/>
Net cash flow from/[used in] operating activities (A)	1784.71	5692.80
	<hr/>	<hr/>
<u>Cash flows from investing activities</u>		
Purchase of fixed assets, including intangible assets, CWIP and capital advances	(4320.00)	(3463.69)
Proceeds from sale of fixed assets	34.17	46.64
Proceeds of non-current investments	-	-
Purchase of non-current investments	-	(2501.85)
Purchase of current investments	(1100.00)	(5450.00)
Proceeds from sale/maturity of current investments	1102.28	5502.25
Interest received	396.98	238.16
Dividends received from subsidiary company	244.33	293.19
Dividends received from Long- Term investments	2.82	4.49
	<hr/>	<hr/>
Net cash flow from/[used in] investing activities (B)	(3639.42)	(5330.81)
	<hr/>	<hr/>

The Andhra Sugars Limited

31st March, 2015

31st March, 2014

Cash flows from financing activities

Proceeds from long term borrowings	–	2191.02
Repayment of long term borrowings	(894.79)	–
Proceeds from short term borrowings	6730.41	952.57
Interest paid	(2242.36)	(1977.68)
Dividends paid on equity shares	(1355.35)	(1626.42)
Tax on equity dividend paid	(180.51)	(234.89)
	<hr/>	<hr/>
Net cash flow from/[used in] in financing activities [C]	2057.40	(695.40)
	<hr/>	<hr/>
Net increase/[decrease] in cash and cash equivalents (A+B+C)	202.69	(333.41)
Cash and cash equivalents at the beginning of the year	2256.03	2589.44
	<hr/>	<hr/>
Cash and cash equivalents at the end of the year	2458.72	2256.03
	<hr/>	<hr/>
Components of cash and cash equivalents		
Cash on hand	17.94	15.98
Cheques/drafts on hand	296.53	433.60
With banks on current account	1776.28	1425.04
Margin Money deposit accounts	273.60	274.77
Unpaid dividend accounts*	94.37	106.64
	<hr/>	<hr/>
Total cash and cash equivalents (Note 15)	2458.72	2256.03
	<hr/>	<hr/>

As per our report of even date
for BRAHMAYYA & Company
Chartered Accountants
Firm Regn. No. 000513S
T.V. Ramana, Partner
Membership No: 200523

Camp : Hyderabad
Date : 26.05.2015

For and on behalf of the Board of Directors...
of The ANDHRA SUGARS LTD,

Dr. B.B. Ramaiah
V.S.Raju

M. Palachandra
P.V.S. Viswanadha Kumar
Hyderabad
26.05.2015

Chairman & Managing Director
Director

Company Secretary
G.M.(Finance) & Asst. Secretary

INDEPENDENT AUDITORS' REPORT

To
The Members of
THE ANDHRA SUGARS LIMITED,
TANUKU

Report on Consolidated Financial Statements:

We have audited the accompanying consolidated financial statements of The Andhra Sugars Limited (the "Company"), its subsidiaries (collectively referred to as "the Group") and its associate, comprising of the Consolidated Balance sheet as at 31st March, 2015, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements:

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms with the requirement of the Companies Act, 2013 ("the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its Associate company in accordance with the accounting principles generally accepted in India, including the Accounting standards specified under section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014. The respective Board of Directors of the companies included in the Group and of its associate are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting the frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the Holding Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in Sub-paragraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group, and its associate as at 31st March, 2015, and their consolidated Loss and their consolidated cash flows for the year ended on that date.

The Andhra Sugars Limited - Group Consolidated Financial Statements

Other Matters

- (a) We have relied on the unaudited financial statements /financial information of The Andhra Farm Chemicals Corporation Limited (Subsidiary company), and whose financial statements/financial information reflect total assets of Rs.3,42,19,907/- as at 31st March 2015, total revenues of Rs. 1,09,28,021/- and net cash flows amounting to Rs.(107590/-) for the year ended on that date, as considered in the consolidated financial statements. The consolidated financial statements include the Subsidiary's share of net loss of Rs.36,16,176/- for the year ended 31st March 2015, as considered in the consolidated financial statements, whose financial statements/financial information have not been audited by us. These financial statements/financial information are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act in so far as it relates to the aforesaid subsidiary, is based solely on such unaudited financial statements/financial information.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditor and the financial statements/financial information certified by the Management.

Report on Other Legal and Regulatory Requirements

- 1) As required by the Companies (Auditor's Report) Order, 2015("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, based on the comments in the auditor's report of the Holding company and its Subsidiaries and its associate incorporated in India, (together referred to as "the Covered entities" in this report), we give in the Annexure a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
- 2) As required by Section 143(3) of the Act, we report to the extent applicable, 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 the aforesaid consolidated financial statements.
 - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.
 - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement 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 Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e) On the basis of written representations received from the Directors of the Holding Company as on 31st March, 2015 taken on record by the Board of Directors of the Holding Company, and the reports of the statutory auditors of its subsidiary companies and its associate incorporated in India, none of the directors of the Group Companies and its associate incorporated in India is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164(2) of the Companies Act;
 - f) With respect to the other matters to be included in the Auditor's report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Consolidated financial statements disclose the impact of pending litigations on its financial position of the Group and its associate -- Refer Note 27 to the Consolidated financial statements;
 - ii. The Group and its associate did not have any material foreseeable losses on long term contracts including derivative contracts;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company, its Subsidiaries and its Associate Company incorporated in India.

Camp: Hyderabad
Date :26th May, 2015

for BRAHMAYYA & CO.,
Chartered Accountants
Firm Regn. No. 000513S
(T.V. Ramana)
Partner
(ICAI Membership No.200523)

The Andhra Sugars Limited - Group Consolidated Financial Statements

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT:

The Annexure referred to in Paragraph 1 under the heading of "Report on other Legal and Regulatory Requirements" of our report of even date, to the Members of THE ANDHRA SUGARS LIMITED on the consolidated financial statements for the year ended 31 March 2015. We report that:

- (i) (a) The covered entities have maintained proper records showing full particulars including quantitative details and situation of Fixed assets of the respective companies.
- (b) The Fixed assets of the covered entities have been physically verified by the respective managements according to a phased program designed to cover all the items over a period of time which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets except JOCIL Limited. Pursuant to the program, in respect of Holding company, the management has physically verified its fixed assets located at Saggonda and Kovvuru except furniture and fixtures. No material discrepancies were noticed on such physical verification.
- (ii) (a) The inventory of the covered entities has been physically verified by the respective managements at reasonable intervals during the year under report. In our opinion, the frequency of such verification is reasonable.
- (b) In our opinion, the procedures of physical verification of inventories followed by the respective management are reasonable and adequate in relation to the size of the covered entities and the nature of their businesses.
- (c) On the basis of our examination of the inventory records, in our opinion, the covered entities are maintaining proper records of its inventory. The discrepancies noticed on physical verification of inventories as compared to book records were not material and the same have been properly dealt within the books of the covered entities.
- (iii) (a) The Holding Company has granted loan to its Associate company for an amount of Rs. 1500 lacs (Maximum balance Rs.1500 lacs) covered in the register maintained under section 189 of the Companies Act.
The other covered entities except holding company have not granted any loans secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act 2013.
- (b) The loan granted to the Associate Company covered in the register maintained under section 189 of the Act, the borrower has been regular in the payment of the interest as stipulated. The terms of arrangement stipulates that the repayment of principal is on or before 31st March 2016.
- (c) There are no overdue amounts of more than rupees one lac in respect of the loan granted to its Associate Company covered in the register maintained under section 189 of the Act.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the covered entities and the nature of their business with regard to purchases of inventory, fixed assets and with regard to the sale of goods and services. Further, during the course of our audit, we have not come across any instances of major weaknesses in internal control that require correction and have so continued without correction.
- (v) In our opinion the covered entities have complied with the provisions of section 73 to 76 and other applicable provisions of the Companies Act, 2013 and Companies (Acceptance of Deposits) Rules, 2014 with regard to the deposits accepted from the public. According to the information furnished to us, no Order has been passed on the covered entities by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal for non-compliance with the provisions of Sections 73 to 76 of the Companies Act 2013.
- (vi) We have broadly reviewed the books of account and records maintained by the Holding Company at its Sugar units, Caustic Soda division, Caustic Potash division, Sulphuric Acid divisions, and Superphosphate division and one of its subsidiaries JOCIL Limited, pursuant to the Rules made by the Central Government for the maintenance of Cost Records under section 148 of the Companies Act, 2013 and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete. In respect of other subsidiaries of the Group, the requirements of Section 148(1) of the Companies Act, 2013 with regard to maintenance of cost records do not apply.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the covered entities, in our opinion, the covered entities are regular in depositing with the

The Andhra Sugars Limited - Group Consolidated Financial Statements

appropriate authorities, the undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, duty of Customs, duty of Excise, Value added tax, cess and other material statutory dues applicable to it.

According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Income Tax, Sales Tax, Wealth Tax, Service Tax, duty of customs, duty of excise, Value added tax, cess and other material statutory dues were in arrears as at 31st March, 2015 for a period of more than six months from the date they became payable except by the Holding Company in respect of the following:

Sl.No.	Name of the statute	Period	Amount (Rs. in lakhs)	Remarks
1.	Andhra Pradesh State Excise Act	Upto August, 1976	3.58 (establishment charges)	Pending receipt of demand by the Company
2.	Andhra Pradesh State Excise Act	August, 1976 to March, 2015	16.59 (Interest on above)	Pending receipt of demand by the Company

(b) According to the information and explanations given to us, there were no amounts of Sales Tax, Customs Duty, Cess, Income Tax, Wealth Tax, Service Tax that have been disputed by the covered entities, and hence, were not remitted to the concerned authorities at the date of the Balance Sheet under report, except by the Holding Company and one of its Subsidiaries JOCIL Limited in respect of the following:

S.No	Nature of dues	Name of the statute	Period	Amount (Rs. In lacs)	Forum where the dispute is pending
1	Water (Prevention and control of Pollution) Cess Act, 1977(ASL)	Cess	01-04-78 to 1990-91	0.50	Appellate Committee of the Govt. of A.P.
2	Sales Tax laws in different States(ASL)	Sales Tax	2002-03 to 2011-12	106.77	Different appellate Authorities
3	Income Tax Act, 1961(ASL)	Income Tax	2007-08 to 2014-15	1196.46	Commissioner of Income Tax, Appeals
4	Central Excise Act, 1944(ASL)	Excise duty	2002-03 to 2013-14	4274.14	Different departmental appellate authorities
5	Service Tax Law(ASL)	Service Tax	2004-05 to 2011-12	85.29	Commissioner of Service Tax
6	Income Tax Act, 1961 (JOCIL)	Treating disputed sale price of power as Income and other additions	2006-07 2009-10 2010-11	761650 3010230 3599760	Commissioner of Income Tax, (Appeals) - Guntur
7	Central Excise Act, 1944 (JOCIL)	Duty on valuation of FA soap	2008	8897229	CESTAT, Bangalore
8	Central Excise Act, 1944 (JOCIL)	Duty on captive consumption	2008	165900	Commissioner of Customs and Central Excise (Appeals) - Guntur
9	AP VAT (JOCIL)	Availment of Input Tax Credit	2005-06	1040037	STAT, Vizag

The Andhra Sugars Limited - Group Consolidated Financial Statements

- (c) According to the information and explanations given to us, the amounts which were required to be transferred to the Investor Education and Protection Fund in accordance with relevant provisions of the Companies Act, 1956 and rules there under have been transferred to such fund by the covered entities within time.
- (viii) The covered entities except The Andhra Farm Chemicals Corporation Limited had no accumulated losses at the end of the financial year, and it did not incur cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- The accumulated losses of the Subsidiary, The Andhra Farm Chemicals Corporation Limited are not less than 50% of the net worth of the company as at the end of the financial year and the company has incurred cash losses during the year under report and during the immediately preceding financial year.
- (ix) According to the records of the covered entities examined by us, and the information and explanations given to us, there were no defaults in repayment of dues to banks at the date of the Balance Sheet.
- (x) In our opinion, and according to the information and the explanations given to us, the covered entities have not given any guarantee for loans taken by others from banks or financial institutions during the year under report, except by the holding company in respect of payment, out of its cane price due to its sugar cane suppliers, agricultural loans taken by them from banks, the terms and conditions of which, in our opinion are not prima facie prejudicial to the interest of the holding company.
- (xi) In our opinion, and according to the information and explanations given to us, the term loans taken by the covered entities have been applied for the purposes for which they were raised.
- (xii) During the course of our examination of the books and records of the covered entities, carried out in accordance with the generally accepted audited practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud on or by the covered entities, noticed or reported during the year, nor have we been informed of any such case by the management.

Camp: Hyderabad
Date :26th May, 2015

for BRAHMAYYA & CO.,
Chartered Accountants
Firm Regn. No. 000513S
(T.V. Ramana)
Partner
(ICAI Membership No.200523)

The Andhra Sugars Limited - Group Consolidated Financial Statements

BALANCE SHEET AS AT 31st MARCH, 2015

	Notes	As at 31st March, 2015	(Rs.in Lakhs) As at 31st March, 2014
EQUITY AND LIABILITIES			
Shareholder Funds			
Share Capital	2	2711.01	2711.01
Reserves and Surplus	3	62152.26	64204.23
		<u>64863.27</u>	<u>66915.24</u>
Minority Interest		7032.91	6702.99
Non-Current Liabilities			
Long-term Borrowings	4	14847.47	15761.76
Deferred Tax Liability (Net)	5	9645.68	9428.92
Other Long-term liabilities	6	5086.78	5925.93
Long-term Provisions	7	544.22	827.12
		<u>30124.15</u>	<u>31943.73</u>
Current Liabilities			
Short-term Borrowings	8	14863.44	8301.72
Trade Payables	9.1	2870.56	3347.41
Other Current Liabilities	9.2	11635.12	13944.93
Short term Provisions	7	13284.39	17064.20
		<u>42653.51</u>	<u>42658.26</u>
TOTAL		<u>144673.84</u>	<u>148220.22</u>
ASSETS			
Non current Assets			
Fixed Assets			
Tangible Assets	10.1	52685.97	54082.11
In tangible Assets	10.2	40.53	43.19
Capital Work in Progress		2055.47	2625.63
		<u>54781.97</u>	<u>56750.93</u>
Non-current Investments	11	11377.25	12901.14
Long term Loans and Advances	12	3369.70	1489.28
Other Non Current assets	13.2	17.97	17.97
		<u>14764.92</u>	<u>14408.39</u>
Current Assets			
Current Investments		5.24	5.03
Inventories	14	39693.70	41998.22
Trade Receivables	13.1	14503.30	13572.01
Cash and Bank Balances	15	3168.84	3002.44
Short term Loans and Advances	12	17603.31	18391.71
Other Current Assets	13.2	152.56	91.49
		<u>75126.95</u>	<u>77060.90</u>
TOTAL		<u>144673.84</u>	<u>148220.22</u>

Summary of significant accounting policies 1

The Accompanying Notes are an Integral Part of the Financial Statements.

As per our report of even date
for BRAHMAYYA & Company
Chartered Accountants
Firm Regn. No. 000513S
T.V. Ramana, Partner
Membership No: 200523

For and on behalf of the Board of Directors...
of The ANDHRA SUGARS LTD,

Dr. B.B. Ramaiah
V.S.Raju

Chairman & Managing Director
Director

M. Palachandra
P.V.S. Viswanadha Kumar
Hyderabad
26.05.2015

Company Secretary
G.M.(Finance) & Asst. Secretary

Camp : Hyderabad
Date : 26.05.2015

The Andhra Sugars Limited - Group Consolidated Financial Statements

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2015 (Rs. in Lakhs)

PARTICULARS	Notes	Current Reporting Period 2014-15	Previous Reporting Period 2013-14
Income			
Revenue from operations (Gross)	16	120258.64	120187.01
Less: Excise duty		9512.45	10280.83
Revenue from operations (Net)		110746.19	109906.18
Other Income	17	1313.39	1493.94
Total Revenue		112059.58	111400.12
Expenses			
Cost of raw materials consumed	18	54007.31	57518.93
[Increase]/Decrease in Inventories of finished goods, Work and traded goods	19	2231.95	(7590.80)
Employee Benefits expense	20	9275.18	9687.17
Depreciation and amortization expense	21	4242.23	5361.16
Finance Costs	22	2333.64	2145.04
Other expenses	23	37278.64	35096.33
Total Expenses		109368.96	102217.83
Profit/(Loss) Before Tax		2690.63	9182.29
Loss from Associate		(1523.89)	(878.63)
Add : Income Tax Refund		-	86.97
Less : Tax expenses			
Short/ (Excess) provision of Income Tax of Earlier Years		(12.00)	(94.78)
Current tax		811.84	3297.25
Deferred tax		376.58	(471.63)
MAT Credit		(105.22)	-
Total Tax Expense		1071.20	2643.87
Profit/(Loss) for the year		95.54	5659.79
Less:-			
Minority Interest		582.49	497.71
Profit/(Loss) After Minority Interest		(486.95)	5162.08
Profit Attributable to Owners of Parent Company		699.34	586.43
Basic Earning Per Share		(1.80)	19.04
Diluted Earning Per Share		(1.80)	19.04

Summary of Significant Accounting policies 1

The Accompanying Notes are an Integral Part of the Financial Statements.

As per our report of even date for BRAHMAYYA & Company Chartered Accountants Firm Regn. No. 000513S T.V. Ramana, Partner Membership No: 200523

For and on behalf of the Board of Directors... of The ANDHRA SUGARS LTD,

Dr. B.B. Ramaiah
V.S.Raju

Chairman & Managing Director
Director

M. Palachandra
P.V.S. Viswanadha Kumar
Hyderabad
26.05.2015

Company Secretary
G.M.(Finance) & Asst. Secretary

Camp : Hyderabad
Date : 26.05.2015

The Andhra Sugars Limited - Group Consolidated Financial Statements

Notes Forming Part of Consolidated Accounts	(Rs.in Lakhs)	
Share Capital		Note-2
	As at 31st March, 2015	As at 31st March, 2014
<u>Authorised Shares :</u>		
28750000 (31st March 2014: 28750000)'Equity shares of Rs.10/- each	2875.00	2875.00
30000(31st March 2014:30000)'9.5% First Cumulative Redeemable Preference Shares of Rs 100/- each.	30.00	30.00
95000 (March 2014:95000)'9.5% Second Cumulative Redeemable Preference Shares of Rs 100/- each.	95.00	95.00
	3000.00	3000.00
<u>Issued Shares :</u>		
27113091 (31st March 2014: 27113091)'Equity shares of Rs.10/- each	2711.31	2711.31
	2711.31	2711.31
<u>Subscribed and fully paid-up shares :</u>		
"27107078 (31st March 2014: 27107078)'Equity shares of Rs.10/- each "fully paid up"	2710.71	2710.71
Forfeited amount on 6013 shares of Rs.10/-each, Rs.5/-paid up	0.30	0.30
Total issued, subscribed and fully paid-up capital	2711.01	2711.01
Reconciliation of the shares outstanding at the beginning and at the end of the reporting period		
Equity Shares (No.s)		
At the beginning of the period	27107078	27107078
Issued during the period - Bonus issue	-	-
Add: Forfeited Shares	-	-
Outstanding at the end of the period	27107078	27107078
		Note-3
RESERVES AND SURPLUS	As at 31st March, 2015	As at 31st March, 2014
<u>Capital Reserve</u>		
Capitalisation of Bonus Shares	52.35	52.35
Capital Redemption Reserve	3.84	3.84
Forfeited Denbentures	0.30	0.30
Capital Subsidy	66.82	66.82
Securities Premium Reserve	1560.70	1560.70
<u>General Reserve</u>		
Balance as per the last Financial Statements	45496.62	44731.47
Add : Amount transferred from Surplus Balance in the Statement of Profit and Loss	873.47	765.15
Less : Amount With Drawn During the Year *	283.07	
Closing Balance	46087.02	45496.62

The Andhra Sugars Limited - Group Consolidated Financial Statements

Notes Forming Part of Consolidated Accounts

	(Rs.in Lakhs)	
	As at 31st March, 2015	As at 31st March, 2014
Surplus/(Deficit) in the Statement of Profit and Loss		
Balance as per the last Financial Statements	17023.61	14448.44
Profit for the Year (Standalone)	337.60	5454.28
Profits attributable to owners of parent company	699.34	586.43
Profit/(Loss) from Associate	(1523.89)	(878.63)
Less : Appropriations		
Proposed Final Equity Dividend	1106.44	1599.72
Tax on Distributed Profits	175.51	222.04
Transfer to General Reserve	873.47	765.15
Dividend from Associate	-	-
Total Appropriations	<u>2,155.42</u>	<u>2,586.91</u>
Net Surplus in Statement of Profit and Loss	<u>14,381.23</u>	<u>17,023.61</u>
Total Reserves and Surplus taken to Balance Sheet	<u>62152.26</u>	<u>64204.23</u>

Note-4

LONG-TERM BORROWINGS:	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
	4.1 Long - Term	4.2 Current Maturity		
Term Loans				
Indian Rupee Loans from banks (Secured)	610.77	424.49	500.14	405.00
Interest Subvention Loan (Secured)	2071.61	2193.47	121.86	-
	<u>2682.38</u>	<u>2617.96</u>	<u>622.00</u>	<u>405.00</u>
Other Loans and Advances:				
Deferred sales tax loan (unsecured)	3706.99	3957.85	-	-
Deposits (unsecured)				
Deposits from Directors / Related Parties	6965.85	7044.65	2437.25	3560.85
Deposits from Others	1492.25	2141.30	812.55	1244.20
	<u>12165.09</u>	<u>13143.80</u>	<u>3249.80</u>	<u>4805.05</u>
Total Amount	<u>14847.47</u>	<u>15761.76</u>	<u>3871.80</u>	<u>5210.05</u>
The above amount includes				
Secured borrowings	2682.38	2617.96	622.00	405.00
Unsecured borrowings	12165.09	13143.80	3249.80	4805.05
Amount disclosed under the head "Other current liabilities"(note 9.2)	-	-	3871.80	5210.05
Net Amount	<u>14847.47</u>	<u>15761.76</u>	<u>-</u>	<u>-</u>

The Andhra Sugars Limited - Group Consolidated Financial Statements

Notes Forming Part of Consolidated Accounts

Term Loans as on 31.03.2015 From Banks Comprises of :

	Interest Subvention Loan	3MW Solar Power Plant Loan
a) Loan Sanctioned	Rs. 2194.00 Lakhs	Rs. 1484.00 Lakhs
b) Loan Availed	Rs. 2193.47 Lakhs	Rs. 1484.00 Lakhs
c) No. of Installements	36 Monthly Installments after 2 years Moratorium Period.	12 Quarterly
d) Installments Commencing from	Feb, 2016	Sep, 2014
e) Rate of Interest	Interest Subvention at 12.00% p.a. will be met from Sugar Development Fund as per the Govt.of India Notification.	Base Rate+1.25% p.a.
f) Installment Amount	Rs.60.95 lakhs	Rs. 125.04 Lakhs
g) Lending Bank	Andhra Bank	Andhra Bank
h) Security	Pari Passu Second Charge on Fixed Assets of the Company	Exclusive First Charge on Assets created out of the loan.

(Rs.in Lakhs)

Note-5

Deferred Tax Liability (Net)	As at 31st March, 2015	As at 31st March, 2014
Deferred Tax Liability		
Fixed Assets : Difference Between Tax Depreciation and Depreciation / Amortisation charged for the Financial reporting	10915.64	10410.54
Gross Deferred tax Liability	10915.64	10410.54
Deferred Tax Asset		
Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purpose on payment basis	1039.01	903.50
Provision for doubtful Debts and advances	14.98	17.85
Loss as per Income tax to be Carried forward	215.97	60.27
Gross Deferred tax Asset	1269.96	981.62
Net Deferred Tax Liability	9645.68	9428.92

Note-6

OTHER LONG-TERM LIABILITIES:	As at 31st March, 2015	As at 31st March, 2014
Trade payables	-	-
Others		
Outstanding Liabilities for others	4929.27	5777.76
Staff Security Deposits	17.56	16.08
Trade Deposits	139.95	132.09
Total	5086.78	5925.93

The Andhra Sugars Limited - Group Consolidated Financial Statements

Notes Forming Part of Consolidated Accounts

Note-7

PROVISIONS	Long-Term		Short-Term	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
Provision for employee benefits:				
Provision for gratuity	253.33	562.22	306.17	255.89
Provision for leave benefits	290.89	264.90	385.82	336.80
	<u>544.22</u>	<u>827.12</u>	<u>691.99</u>	<u>592.69</u>
Other Provisions:				
Provision for Wealth tax	--	--	15.00	15.00
Provision for Income tax proposed equity dividend	--	--	11295.45	14634.75
Provision for tax on Distributed Profits	--	--	1106.44	1599.72
	--	--	175.51	222.04
	<u>--</u>	<u>--</u>	<u>12592.40</u>	<u>16471.51</u>
Total	<u>544.22</u>	<u>827.12</u>	<u>13284.39</u>	<u>17064.20</u>

(Rs.in Lakhs)

Note-8

SHORT-TERM BORROWINGS	As at 31st March, 2015	As at 31st March, 2014
Cash credit from Banks (Secured) @	13150.56	7103.03
Foreign Currency loan from banks - Buyers Credit (Secured) \$	963.62	--
Deposits (unsecured)		
: from Directors/Related Parties	179.78	568.35
: from Others	441.18	630.34
Loans from Directors	128.30	--
Total	<u>14863.44</u>	<u>8301.72</u>
The above amount includes		
Secured borrowings	14114.18	7103.03
Unsecured borrowings	758.26	1198.69

@ Cash Credit is Secured by Hypothecation of inventories and receivables, and collaterally secured by a second charge on the fixed assets except those at the COP division, Wind power divisions in Tamilnadu and Ramagiri and 3MW Solar Power Plant at Kovvur ranking pari passu among the members of the consortium of working capital lending banks.

\$ Foreign Currency Exposure hedged by derivative Instruments as on 31st March, 2015 is amounting to Rs. 508.35 Lakhs and that are not hedged is Rs.455.27 Lakhs.

The Andhra Sugars Limited - Group Consolidated Financial Statements

Notes Forming Part of Consolidated Accounts

	As at 31st March, 2015	Note-9 As at 31st March, 2014
Other Current Liabilities:		
9.1 Trade payables	2870.56	3347.41
	<u>2870.56</u>	<u>3347.41</u>
9.2 Other Liabilities:		
Current maturities of long term borrowings	3871.80	5210.05
Project Related Payables	-	457.34
Interest accrued but not due on borrowings	336.74	358.54
Advance from customers	512.77	485.24
Unclaimed dividend	117.64	124.82
Unclaimed matured deposits And interest accrued thereon	33.16	48.13
Accrued Salaries and Benefits	808.69	771.15
Directors Remuneration Payable	20.49	644.75
Staff Security Deposits	7.27	7.36
Statutory Dues	2189.21	2064.84
Others	3737.35	3772.71
	<u>11635.12</u>	<u>13944.93</u>
Total	14505.67	17292.34

FIXED ASSETS

(Rs. in lakhs)
Note - 10

	GROSS BLOCK			DEPRECIATION BLOCK				IMPAIRMENT BLOCK				NET BLOCK		
	Cost as at 31-3-14	Additions during the year	Deductions during the year	Cost as at 31-3-15	Dep. upto 31-3-14	Dep. for 14-15**	Dep. on Decln.	Dep. upto 31-03-15	Impairment upto 31-3-2014	Additions during the year	Deductions during the year	Impairment upto 31-3-2015	WDV ASAT 31-3-15	WDV ASAT 31-3-14
10.1. Tangible Assets:														
1) LAND	3564.54	19.07	0.00	3583.61	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3583.61	3564.54
2) BUILDINGS *	7023.96	116.36	0.00	7140.32	2983.59	406.71	0.00	3390.30	0.00	0.00	0.00	0.00	3750.02	4040.37
3) PLANT AND MACHINERY	87451.86	2665.01	36.70	90080.17	45552.66	3460.20	34.24	48772.85	205.77	0.00	13.90	191.87	41115.45	41899.47
4) TRANSPORT EQUIPMENT	3540.70	465.89	90.84	3915.75	1940.31	464.25	73.91	2330.65	0.00	0.00	0.00	0.00	1585.10	1600.39
5) FURNITURE & FITTINGS	1056.21	56.04	3.97	1108.28	661.52	203.63	3.75	861.40	0.00	0.00	0.00	0.00	246.88	394.69
6) TRAMWAYS & RAILWAY SIDING	734.33	0.00	0.00	734.33	389.48	33.07	0.00	422.55	0.00	0.00	0.00	0.00	311.78	344.85
7) RENEWABLE ENERGY PLANT: WIND	4560.30	0.00	0.00	4560.30	2322.50	144.67	0.00	2467.17	0.00	0.00	0.00	0.00	2093.13	2237.80
Total:	107931.90	3322.37	131.51	111122.76	53850.06	4712.53	111.90	58244.92	205.77	0.00	13.90	191.87	52685.97	54082.11
Previous Year Total:	106385.80	1810.79	264.45	107932.14	48737.37	5379.87	267.21	53850.03	226.68	0.00	20.91	205.77	54082.11	57648.43

10.2. Intangible Asset	58.75	4.05	0.00	62.81	15.56	6.72	0.00	22.28	0.00	0.00	0.00	0.00	40.53	43.19
Previous Year Total:	58.75	0.00	0.00	58.75	9.66	5.90	0.00	15.56	0.00	0.00	0.00	0.00	43.19	49.09

* Including Buildings of the Gross value of Rs.42.50 lakhs Constructed on leasehold land.

** Depreciation for the year includes depreciation on impaired assets to the extent of Rs.13.90 Lakhs and depreciation capitalised to the extent of Rs.1.28 Lakhs. Transitional Adjustment of Rs.461.83 on account of application of Schedule II to the Companies Act 2013 being the Depreciation on the Assets whose Useful life is NIL.

The Andhra Sugars Limited - Group Consolidated Financial Statements

Notes Forming Part of Consolidated Accounts

(Rs. in Lakhs)

	As at 31st March, 2015	Note-11 As at 31st March, 2014
I. Non-current Investments		
A) Trade Investment -- Quoted		
1) Investment in Associate		
2,90,94,594 (31st March 2014 : '2,90,94,594) fully paid Equity shares of Rs.10/- each in The Andhra Petrochemical Ltd.,	5198.13	6722.02
2) Investment in Other Companies		
a)1,40,000 (31st March 2014: 1,40,000) fully paid Equity Shares of Rs.10/- each in Sree Akkamamba Textiles Ltd.,	1.75	1.75
b)38,704 (31st March 2014: 38,704) fully paid Equity Shares of Rs.10/- each in Andhra Bank	7.48	7.48
B) Trade Investment --Un- Quoted		
1,10,04,080 (31st March 2014 : 1,10,04,080) fully paid Equity shares of Rs.10/- each in Andhra Pradesh Gas Power Corporation Ltd.,	6158.59	6158.59
C) Other Investments		
1)1391 (31st March 2014: 1391) Equity Shares of Rs.10/- each , fully paid up in Indian Bank (Quoted)	1.27	1.27
2) 200 Equity Shares of Rs. 10/- each fully Paid -Up in The Industrial Finance Corporation of India	0.04	0.04
3)11,360 Equity Shares of Rs.10/- each fully paid up in Industrial Development Bank of India	9.23	9.23
D) Investment in Govt Securities :-		
a) National Plan Saving Certificates (lodged with Govt. Department towards Security)	0.76	0.76
Total	11377.25	12901.14
Aggregate amount of un quoted Investments	6159.35	6161.14
Aggregate amount of quoted investments	5217.90	6740.00
Total	11377.25	12901.14
Aggregate Market Value of quoted investments	8510.05	7197.31
Aggregate amount of Diminution in Value of Investment		
II. Current Investments(Quoted & Non Trade)		
Investments in HDFC Liquid Fund-Dividend-Daily Reinvest (49368 Units @ Rs.10.192/-each)	5.24	5.03
Total	5.24	5.03

The Andhra Sugars Limited - Group Consolidated Financial Statements

Notes Forming Part of Consolidated Accounts

(Rs. in Lakhs)

Note-12

Loans and advances	Non - Current		Current	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
Capital Advances				
Secured, considered good	–	–	–	–
Unsecured, considered good	1766.25	45.52	–	–
(A)	1766.25	45.52	–	–
Security Deposit				
Secured, considered good	–	–	–	–
Unsecured, considered good	1215.62	1173.43	84.87	85.89
Doubtful	–	–	–	–
(B)	1215.62	1173.43	84.87	85.89
Loans and advances to related parties				
Unsecured, considered good	300.00	–	1700.00	–
(C)	300.00	–	1700.00	–
Advances recoverable in cash or kind				
Secured, considered good	–	–	1432.23	1391.93
Unsecured, considered good	–	–	20.62	20.62
Doubtful	–	–	–	–
Provision for doubtful advances	–	–	20.62	20.62
(D)	–	–	1432.23	1391.93
Other Loans and Advances				
Excise Duty Paid in Advance (Including Cenvat Credit Pending Utilisation)	–	–	953.13	986.48
Advances to Trade Payables	–	–	400.57	251.72
MAT Credit	–	–	112.34	7.11
Advance Income-tax	74.74	74.69	12443.64	15309.94
Income Tax Deducted at Source	–	–	132.99	131.17
Income Tax Refund Receivable	–	–	0.96	0.96
Taxes Paid Under Protest	–	–	30.79	–
Prepaid expenses	13.09	8.52	255.74	177.32
Balances with statutory/government authorities	–	187.12	7.32	6.78
Others	–	–	48.73	42.41
(E)	87.83	270.33	14386.21	16913.89
Total [A+B+C+D+E]	3369.70	1489.28	17603.31	18391.71

The Andhra Sugars Limited - Group Consolidated Financial Statements

Notes Forming Part of Consolidated Accounts

(Rs. in Lakhs)

Note-13.1

Trade receivables	Non - Current		Current	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
Secured, considered good	--	--	33.50	8.44
Unsecured, considered good				
Less than 6 Months from the due date for payment	--	--	9454.59	8994.93
more than 6 Months from the due date for payment	--	--	266.20	137.41
Doubtful	--	--	22.68	31.91
			<u>9776.97</u>	<u>9172.69</u>
Provision for doubtful receivables	--	--	22.68	31.91
			<u>9754.29</u>	<u>9140.78</u>
(A)	--	--	9754.29	9140.78
Other receivables				
Secured, considered good	--	--	--	--
Unsecured, considered good	--	--	4749.01	4431.23
Doubtful	--	--	--	--
Provision for doubtful receivables	--	--	--	--
			<u>4749.01</u>	<u>4431.23</u>
(B)	--	--	4749.01	4431.23
Total [A+B]	--	--	14503.30	13572.01

Note-13.2

Other Assets	Non - Current		Current	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
Unsecured, considered good unless stated otherwise				
Non-current bank balances				
[A]	--	--	--	--
Unamortized expenditure				
Unamortized Preliminary Expenses	0.94	0.94	--	--
	<u>0.94</u>	<u>0.94</u>	<u>--</u>	<u>--</u>
[B]	0.94	0.94	--	--
Others				
Interest accrued on fixed deposits	--	--	151.99	90.92
IT Refund Receivable	17.03	17.03	--	--
Others	--	--	0.57	0.57
	<u>17.03</u>	<u>17.03</u>	<u>152.56</u>	<u>91.49</u>
[C]	17.03	17.03	152.56	91.49
Total [A+B+C]	17.97	17.97	152.56	91.49

The Andhra Sugars Limited - Group Consolidated Financial Statements

Notes Forming Part of Consolidated Accounts

(Rs. in Lakhs)

Note-14

Inventories (valued at lower of cost and net realisable value)

	As at 31st March, 2015	As at 31st March, 2014
Raw materials and components at Cost	3384.84	3816.88
Work-in-progresss		
: At Cost	1902.95	2020.64
: At Estimated Realisable Value	125.37	109.79
Finished goods		
: At Cost	4571.48	6201.40
: At Estimated Realisable Value	23884.21	24384.11
Traded goods		
: Stores and spares at Cost	5746.26	5377.68
: Loose tools	51.15	53.69
: Others	27.44	34.03
Total	39693.70	41998.22

Note-15

Cash and bank balances

	Non - Current		Current	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
Cash and Cash Equivalents :				
Balances with Banks:				
in current accounts	--	--	812.65	1722.53
in Fixed Deposit Accounts	--	--	500.00	
Cheques/drafts on hand	--	--	296.53	433.60
Cash on hand	--	--	28.78	17.73
[A]	--	--	1637.96	2173.86
Other Bank Balances :				
Deposits with original maturity for more than 12 months	--	--	--	--
Deposits with original maturity for more than 3 months but less than 12 months	--	--	198.98	130.81
On unpaid dividend account	--	--	117.81	124.99
Earmarked Balances with Banks (15% Liquidity on Fixed Deposits held under The Companies Act, 2013)	--	--	910.44	132.96
Margin money deposit	--	--	303.65	439.82
[B]	--	--	1530.88	828.58
Total	--	--	3168.84	3002.44
MINORITY INTEREST				
	As at 31-03-14	Additions During the year	Deletions During the year	As at 31-03-15
Share capital	412.32	--	--	412.32
Add: Share in				
General Reserve	5016.24	468.63	18.94	5465.93
Capital Reserve	19.00	--	--	19.00
Securities Premium	352.45	--	--	352.45
provision for dividend(including tax)	233.63	288.42	233.63	288.42
Profit and loss A/C	669.35	582.49	757.05	494.79
Total	6702.99	582.49	252.57	7032.91

The Andhra Sugars Limited - Group Consolidated Financial Statements

Notes Forming Part of Consolidated Accounts	(Rs. in Lakhs)	
	Note-16	
	This Year	Previous Year
Revenue from operations		
Sale of products:		
Finished goods	117631.58	117878.19
Sale of services	0.72	59.74
Other operating revenue		
Freight & Sale Expenses Recovered	642.10	879.70
Subsidy Received on Super phosphate Sales	869.37	927.69
Status Holder Incentive Scrips	-	13.75
Minimum off Take Commitment income from ISRO	187.74	134.58
Processing & Job Work Income	927.13	293.36
	<hr/>	<hr/>
Revenue from operations (gross)	120258.64	120187.01
Less: Excise Duty	9512.45	10280.83
	<hr/>	<hr/>
Revenue from operations (net)	110746.19	109906.18
	<hr/>	<hr/>
		Note-17
Interest income on		
Bank deposits	269.42	246.36
Others	278.16	121.55
Dividend income on		
Current Investment	5.21	-
Long-term investments	247.18	299.03
Rent received	72.53	101.19
Net gain on sale of Assets	42.64	33.74
Net gain on Sale of Current Investment	2.28	52.25
Other non-operating income #	395.97	639.82
	<hr/>	<hr/>
Total	1313.39	1493.94
	<hr/>	<hr/>
# Other non-operating income includes :	This Year	Previous Year
Credit balances Written Back	2.34	0.05
Excess Provision In Earlier Years Credited Back	68.34	374.83
Claims Received	57.15	13.04
Weighment Charges Received	3.81	3.77
Income not relating to this year	4.09	-
Income from Agriculture (Net)	-	5.28
Misc.Scrap Sales	124.12	158.61
Excise Duty Recovery-Scrap Sales	3.06	5.64
Misc. Receipts	133.06	78.60
	<hr/>	<hr/>
Total	395.97	639.82
	<hr/>	<hr/>

The Andhra Sugars Limited - Group Consolidated Financial Statements

Notes Forming Part of Consolidated Accounts

(Rs. in Lakhs)

Note-18

Cost of raw material consumed	This Year	Previous Year
Inventory at the beginning of the year	3816.88	4478.53
Add: Purchases	54110.75	57089.27
Less: Sale of raw material	535.48	231.99
Less: Inventory at the end of the year	3384.84	3816.88
	<hr/>	<hr/>
Cost of raw material consumed	54007.31	57518.93
	<hr/>	<hr/>

Note-19

(Increase)/decrease in inventories	This Year	Previous Year
Inventories at the end of the year		
Traded goods :		
Work in progress	2,028.31	2,130.43
Finished goods	28,455.69	30,585.52
	<hr/>	<hr/>
	30,484.00	32,715.95
	<hr/>	<hr/>

Inventories at the beginning of the year

Traded goods :				
Work in progress	2,130.43	1,515.29	(615.14)	115.16
Finished goods	30,585.52	23,609.86	(6975.66)	663.02
	<hr/>	<hr/>	<hr/>	<hr/>
	32,715.95	25,125.15	(7590.80)	778.18
	<hr/>	<hr/>	<hr/>	<hr/>

Note-20

Employee benefit expense	This Year	Previous Year
Salaries, wages and bonus	7773.44	8088.29
Contribution to provident and other fund	943.05	899.85
Gratuity expense	167.49	313.81
Staff welfare expenses	391.20	385.22
	<hr/>	<hr/>
Total	9275.18	9687.17
	<hr/>	<hr/>

Note-21

Depreciation and amortisation expense	This Year	Previous Year
Depreciation of tangible assets	4235.52	5355.26
Amortization of intangible assets	6.71	5.90
	<hr/>	<hr/>
Total	4242.23	5361.16
	<hr/>	<hr/>

The Andhra Sugars Limited - Group Consolidated Financial Statements

Notes Forming Part of Consolidated Accounts

(Rs. in Lakhs)

	Note-22	
	This Year	Previous Year
Finance Costs		
Interest	2257.60	1937.09
Diff in Exchange treated as Finance Cost	25.08	142.95
Other Borrowing Costs	50.96	65.00
	<hr/>	<hr/>
Total	2333.64	2145.04
	<hr/>	<hr/>
		Note-23
	This Year	Previous Year
Other expenses		
Consumption of stores and spares	3467.43	4138.08
Increase/(decrease) of excise duty on inventory	91.94	187.18
Power and fuel	19883.34	17600.62
Sugarcane development Expenses	144.54	142.50
Rent	48.38	48.25
Rates and taxes	708.38	623.27
Insurance	192.23	194.16
Repairs and maintenance		
Plant and machinery	4523.25	4356.67
Buildings	282.36	349.99
Others	649.68	863.69
Advertising and sales promotion	33.40	25.53
Handling Transport & Expenses	5187.58	4371.18
Sales commission	330.40	341.48
Bank Charges	66.95	77.79
Traveling Expenses	0.54	0.86
Legal and professional fees	0.00	0.19
Directors' sitting fees	22.64	14.50
Payment to auditors (Refer details below)	35.63	35.75
Exchange differences (net)	(40.64)	214.10
Donations	35.05	225.65
CSR Expenses	285.05	-
Assets Written off	0.09	4.42
Stores & Spare written off	3.68	6.00
Loss on sale of fixed assets (net)	0.02	-
Bad Debts written -off	10.87	-
Excess off take charges to ISRO	75.30	32.44
Loss from Agriculture(Net)	9.66	-
Miscellaneous expenses	1230.89	1242.03
	<hr/>	<hr/>
Total	37278.64	35096.33
	<hr/>	<hr/>
Payment to Auditors	This Year	Previous Year
As Auditor	16.39	15.07
For Taxation Matters	4.18	5.84
For Limited review & Other Certification	7.35	7.50
For Reimbursement of Expenses	1.24	1.21
As Cost Auditors	5.40	5.20
Fee for Certification	0.72	0.61
For Reimbursement of Expenses	0.35	0.32
	<hr/>	<hr/>
Total	35.63	35.75
	<hr/>	<hr/>

The Andhra Sugars Limited - Group Consolidated Financial Statements

NOTES FORMING PART OF THE GROUP CONSOLIDATED ACCOUNTS

24.1 Basis of preparation:

The Andhra Sugars Limited (ASL), the parent company has prepared the group consolidated financial statements by consolidating its accounts and those of its subsidiaries viz., JOCIL Limited, The Andhra Farm Chemical Corporation Limited and Hindustan Allied Chemicals Limited in accordance with Accounting Standard-21 "Consolidated Financial Statements" prescribed by Companies (Accounting Standards) Rules, 2006.

Financial Statements of the Subsidiaries used in the consolidation are drawn up to the same reporting date as that of the parent company i.e. year ended 31st March, 2015.

24.2 Principles of consolidation:

The consolidated financial statements of the group are prepared according to the accounting policies as stated in the "Statements on Accounting Policies" in the respective group companies and published separately. The accounting policies of the group companies are uniform except for the method of charging depreciation in respect of some of the items of like assets. It is not practicable to use uniform accounting policies in preparing the consolidated financial statements, and in the opinion of the management, the effect of such differences in the accounting policies is not material.

24.3. Minority Interest:

Subsidiary companies	% Voting power held as at 31st March, 2015
a. JOCIL	44.97
b. The Andhra Farm Chemical Corporation Limited	23.17
c. Hindustan Allied Chemicals Limited	22.64

24.4 Associates

The Andhra Sugars Limited and its other group companies hold 34.23% of the share capital of The Andhra Petrochemicals limited (APL), a company incorporated in India, as on 31.3.2015. Therefore APL is treated as an associate, and investment in it is recognized in the accounts using the 'equity method' as per which the share of profit of the associate company has been added to the cost of investment, in accordance with the Accounting Standard - 23 "Accounting for Investments in Associates in Consolidated Financial Statements" prescribed by Companies (Accounting Standards) Rules, 2006. The audited accounts of the The Andhra Petrochemicals limited is considered for the purpose of computing the share of profit from associate for the year ended 31st March 2015.

The accounting policies of APL are broadly comparable to those of ASL. The accounts of associate company are drawn up to the same reporting date as the parent entity. Particulars of investment in Associate Company by Group companies:

	Rs. In laks
Gross cost of the investment in Associate company - (including goodwill of Rs. 88.43 laks)	3783.49
Less: Dividend received	556.17

	3227.32
Add: Share of post acquisition reserves and surplus	1970.81

Carrying value of investment in associate company	5198.13

24.5. Disclosure as required by Accounting Standard-18 (AS-18) "Related Party Disclosures" issued by The institute of Chartered Accountants of India are given in Annexure - I.

24.6. Segment information:

Particulars disclosed pursuant in Accounting Standard -17 "Segment Reporting" are given in Annexure II.

The Andhra Sugars Limited - Group Consolidated Financial Statements

	As at 31-3-2015	As at 31-3-2014
25. Estimated amount of contracts remaining to be executed on Capital Account and not provided for	18733.30	2901.38
26. a) Uncalled liability on partly paid shares held as Investments	24.66	24.66
b) Liability on account of membership in Alkali Manufacturers' Association of India, a Company limited by Guarantee	0.01	0.01
c) Other Commitments in respect of sale contracts	3273.36	3730.08
27. Claims against the Company not acknowledged as debts relating to the following areas :		
i) Excise	4389.46	4289.33
ii) Service Tax	88.59	32.16
iii) Sales Tax	146.03	146.03
iv) Income Tax	1332.87	160.14
v) State Levies	225.58	449.56
vi) Suppliers and Service Contract	43.36	221.59
vii) Labour related	5.00	5.00
viii) Others	3.84	3.72
28. Other monies for which the company is contingently liable :		
(a) Guarantees issued by the company for obligations arising out of events occurred at the Balance Sheet date	1422.06	2032.95
(b) On letter of Credit opened with banker for purchase of Material	1396.71	1580.39
(c) Under the provisions of "The Levy Sugar Price Equalisation Fund Act, 1976" the excess amount collected over the notified levy sale price pursuant to the interim stay granted by the Courts vests in the fund. In a writ petition No: 1534/76 filed by the Company against these provisions, the High Court of Andhra Pradesh has held that provisions of the said Act are not applicable to the excess collections made prior to 15-6-1972, against which the Union Government filed a civil appeal No: 274/79 before the Supreme Court, which is pending.		
<p>While admitting the appeal, the Supreme Court granted stay of operation of Judgment of A.P. High Court in W.P.No: 1534/76 and directed the Company to furnish a Bank Guarantee for Rs.9.60 lakhs being the difference in levy Sugar price for the Sugar Season 1969-70. The Bank Guarantee was furnished on 7-12-1979 in favour of Registrar, High Court of Andhra Pradesh. Interest, if any, payable under the said Act, estimated at Rs. 64.39 lakhs (Rs 62.66 lakhs) has not been provided for in the accounts pending final legal decision in the matter. However, an amount of Rs.66.80 lakhs was appropriated during the financial year 2008-2009 by Govt India, New Delhi, against payment of buffer stock subsidy dues, which was protested by the company.</p>		
29. Loans and Advances include an amount of Rs. 15.00 Crores (Rupees Fifteen Crores only) being the amount given by the Holding Company as an Inter Corporate Advance u/s 186 of the Companies Act 2013, to The Andhra Petrochemicals Ltd. an associate of the company, on the following terms and conditions.		
a) Amount of Advance	:	Rs.1500.00 Lakhs
b) Date of Advance	:	Rs.1000.00 Lakhs on 03.04.2014. Rs. 500.00 Lakhs on 23.09.2014.
c) Interest Rate	:	13.00% p.a
d) Security	:	Unsecured
e) Purpose of Advance	:	To meet Temporary Requirement of Funds.
f) Tenor	:	Repayable on or before 31.03.2016.
30. In the opinion of the management, all the amounts stated under sundry debtors and loans and advances are Recoverable at the values at which they are stated.		

The Andhra Sugars Limited - Group Consolidated Financial Statements

31. Disclosures on payments and dues to "suppliers" as defined in Micro, Small and Medium enterprises Development Act 2006 ("The Act").

	31.03.2015
	Rs.in Lakhs
1. Amount remaining unpaid, beyond the appointed / agreed date at the end of the year,	
(a) Principal amount of bills to be paid	0
(b) Interest due thereon	0
2. (a) Payments made to suppliers, during the year, but beyond appointed / agreed by	8.61
Interest thereon in terms of Sec. 16 of the Act	0.06
(b) Interest paid along with such payments during the year	-
(c) Interest due and payable at the end of the year, on such payments made during the year	0.06
3. Amount of interest, for the year, u/s. 16 of the Act, including that accrued and remaining unpaid, at the end of the year	0.06
4. Total amount of interest, u/s. 16 of the Act, including that arising in earlier years, accrued and remaining unpaid at the end of the year	0.06

Note : For the purpose of the above details of the status of the supplier's under the Act has been determined, to the extent of and based on information furnished by the respective parties, and has accordingly, been relied upon by the company and its auditors.

In the Case of AFCC Ltd., the company has not received from the concerned creditors, the necessary details to identify Micro and Small Enterprises among them, in terms of the Micro and Small Enterprises Development Act,2006. Therefore, company is unable to furnish the prescribed information with regards to its dues if any, to such enterprises. However, according to the information available with and in the opinion of the company, there are no claims/dues from any such parties for interest etc., on such dues/payments at the date of the Balance Sheet.

32. Loans and Advances in the nature of loans given to subsidiary Hindustan Allied Chemicals Limited by the Holding Company as per clause 32 of the listing agreement is Rs. Nil as on 31.3.2015. (Maximum balance outstanding during the year is Rs. 0.94 Lakhs). The investment in the Equity shares of the company is Nos. 328760.

33. In the Case of Holding Company, Closing stock units of Wind farm at Ramagiri and power generation unit at Taduvai as per the books of the company and as confirmed by the APGENCO is subject to reconciliation, to the extent of Rs.11.83 lakhs due to certain matters pending before Honourable High Court of Andhra Pradesh.

34. Comparison between consumption of Imported and Indigenous Raw Materials during the year :

	This year		Previous Year	
	Value	Percentage	Value	Percentage
Imported	10364.67	19	11914.97	21
Indigenous	43642.64	81	45603.96	79
	54007.31	100	57518.93	100

35. Comparison between Consumption of Imported and Indigenous spare parts and components during the year (charged to appropriate heads):

	This year		Previous Year	
	Value	Percentage	Value	Percentage
Imported	629.18	6	409.78	4
Indigenous	9617.66	94	10804.22	96
	10246.84	100	11214.00	100

The Andhra Sugars Limited - Group Consolidated Financial Statements

Notes Forming Part of Consolidated Accounts

(Rs. in Lakhs)

36.	Value of Imports made by the company during the year calculated on C.I.F. basis	This year	Previous Year
	Capital Goods	270.75	67.86
	Components and spare parts	764.69	636.33
	Raw - materials	9320.55	10933.48
		10355.99	11637.67
		10355.99	11637.67
		This year	Previous Year
37.	Earnings in foreign exchange on FOB basis:	912.84	355.37
38.	Expenditure incurred in foreign currency:		
	Books, Periodicals & Subscriptions	38.75	18.60
	Foreign travel (excluding tickets purchased in India)	34.12	50.43
	Delegation fee	2.53	2.49
	Consultation Fee	49.47	29.33
	Sales Expenses	-	10.03
	Bank Charges	2.19	2.04
	Interest paid	4.22	16.13
39.	During the year the Company has incurred the following expenditure towards R&D (Charged to appropriate heads)	This year	Previous Year
	<u>Sugar Cane R & D</u>		
	a) Capital Expenditure	328.05	70.91
	b) Revenue Expenditure (charged to appropriate heads)	382.42	292.88
	<u>General R & D</u>		
	a) Capital Expenditure	0.93	120.51
	b) Revenue Expenditure (charged to appropriate heads)	74.01	57.04
		785.41	420.83
		785.41	420.83
40. (A)	Revenue expenditure does not include the following, which formed part of the cost of capital equipment internally manufactured for captive usage.	This year	Previous Year
	Salaries, Wages and Bonus	91.57	74.50
	Contribution to Provident, Gratuity and other funds	9.95	7.61
	Workmen and Staff Welfare Expenses	4.24	3.99
	Power and Fuel	2.70	4.25
	Insurance	0.02	0.04
	Repairs to Buildings	0.18	3.21
	Repairs to P & M	0.64	1.20
	Miscellaneous Expenses	1.39	0.62
	Depreciation	1.28	2.20
		111.97	97.62
		111.97	97.62

The Andhra Sugars Limited - Group Consolidated Financial Statements

Notes Forming Part of Consolidated Accounts

(B) Un allocated Capital Expenditure capitalised during the year

Staff salaries & wages	--	4.82
Material & Stores consumption	10.50	--
Processing Fee & other Bank Charges	--	29.19
Project Approval Fees & Certifications	--	2.74
Travel expenses	0.17	0.10
Interest on Bank Loan	28.24	--
Other Miscellaneous Expenses	6.89	--
	<hr/>	<hr/>
	45.80	36.85
Less: Interest received from banks	1.55	0.19
Electricity Internally Generated	14.55	--
	<hr/>	<hr/>
Net unallocated expenditure capitalised during the year:	29.70	36.66
	<hr/>	<hr/>

Notes Forming Part of Consolidated Accounts

(Rs. in Lakhs)

41. DISCLOSURES REQUIRED BY ACCOUNTING STANDARD-15 (REVISED)- EMPLOYEE BENEFITS

	Gratuity	Compensated Absences
a) <u>Reconciliation for present value of obligations</u>		
Present value of obligations as at beginning of year	3414.68	601.70
Interest Cost	273.17	40.63
Current Service Cost	225.16	78.16
Benefits paid	(249.16)	(161.46)
Actuarial loss/(gain) on obligation	(67.40)	117.67
Present value of obligations as at end of year	3596.45	676.70
b) <u>Reconciliation for Fair Value of Plan Assets</u>		
Fair value of plan assets at beginning of year	2783.70	
Expected return on plan assets	255.14	
Contributions	247.16	
Benefits paid	(249.16)	
Actuarial gain on plan assets	-	
Fair value of plan assets at the end of year	3036.84	
c) <u>Expenses Recognised in statement of Profit & Loss a/c</u>		
Current Service cost	225.16	78.16
Interest Cost	273.17	40.63
Expected return on plan assets	255.14	-
Net Actuarial loss/(gain) recognised in the year	(67.40)	117.67
Expenses to be Recognised in the profit & loss	175.79	236.46
d) <u>Net Liability Recognised in the Balance Sheet</u>		
Present value of obligations as at the end of year	3596.45	676.70
Fair value of plan assets as at the end of the year	3036.84	-
Funded status	559.61	-
Net Liability Recognised in the Balance Sheet	559.61	676.70
	31/03/2015	31/03/2015
e) Actuarial Assumptions:		
Discount Rate	8.00%	8.00%
Salary Escalation	8.00%	5.00%
Attrition rate	1 to 3%	2.00%
Expected return on plan assets	8.85%	-
Mortality	LIC 94-96 Mortality Rates	IAL (2006-08) Mortality Rates

ANNEXURE - I

Particulars disclosed pursuant to "Accounting Standard -18 Related Party Disclosures"

(A) LIST OF RELATED PARTIES:

1) Key Management Personnel :(Viz: Whole-time directors)

The Andhra Sugars Limited

Dr. B.B.Ramaiah
Sri Pendyala Narendranath Chowdary
Sri Mullapudi Narendranath
Sri Mullapudi Thimmaraja
Sri Pendyala Achuta Ramayya
Sri P.S.R.V.K.Ranga Rao

JOCIL Limited

Sri Jagarlamudi Murali Mohan

The Andhra Farm Chemicals Corporation Limited

Sri Pendyala Venkata Krishna Rao

The Andhra Sugars Limited

Company Secretary :

Sri M. Palachandra

General Manager (Finance) & Asst. Secretary :

Sri P.V.S. Viswanadha Kumar

2) Relatives of Key Management Personnel

Sri B.V.V.S.Ramesh Kumar	Son of Sri B.B.Ramaiah
Smt. Pendyala Jhansi Jayalakshmi	Wife of Sri P.Narendranath Chowdary
Smt. Sri Balusu Ranganayaki alias Radhika	Sister of Sri P.Narendranath Chowdary
Smt. Ethirajulu Ramalakshmi	Sister of Sri P.Narendranath Chowdary
Smt. Jujjavarapu Usha Rani	Sister of Sri P.Narendranath Chowdary
Smt. Maddipoti Kamala Devi	Sister of Sri P.Narendranath Chowdary
Smt. Mullapudi Satyanarayanamma	Sister of Sri P.Narendranath Chowdary
Smt. Nutakki Ananthalakshmi	Sister of Sri P.Narendranath Chowdary
Smt. Jayaraman Ananthalakshmi	Sister of Sri M.Narendranath
Smt. Kosaraju Ramalakshmi	Sister of Sri M.Narendranath
Smt. Nidadavolu Venkataramanamma	Sister of Sri M.Narendranath
Smt. Yelamarthy Narayanamma	Sister of Sri M.Narendranath
Smt. Mullapudi Narayanamma	Wife of Sri M.Narendranath
Smt. Goli Jayashree	Daughter of Sri M.Narendranath
Smt. Gaddipati Anuradha	Daughter of Sri M.Narendranath
Sri Mullapudi Vikram Prasad	Son of Sri M.Narendranath
Smt. Mullapudi Renuka	Wife of Sri M.Thimmaraja
Smt. Goli Devi	Daughter of Sri M.Thimmaraja
Sri Mullapudi Mrutyamjaya Prasad	Son of Sri M.Thimmaraja
Smt. Pendyala Archana	Daughter of Sri P.V.Krishna Rao
Sri Pendyala Venkata Rayudu	Son of Sri P.V.Krishna Rao

The Andhra Sugars Limited - Group Consolidated Financial Statements

Sri Pendyala Ravi	Son of Sri P.V.Krishna Rao
Smt. Pendyala Sesha Shailaja	Wife of Sri P.Achuta Ramayya
Smt. Pendyala Divya Atchmamba	Daughter of Sri P.Achuta Ramayya
Smt. Pendyala Sruthi Rajeswari	Daughter of Sri P.Achuta Ramayya
Smt. Pendyala Sujatha	Mother of Sri P.S.R.V.K.Ranga Rao
Smt. Pendyala Usha Lakshmi	Wife of Sri P.S.R.V.K.Ranga Rao
Kum. Pendyala Meghana Sri Sai Sujatha	Daughter of Sri P.S.R.V.K.Ranga Rao
Chy. Pendyala Prithvi Sri Narendra Rayudu	Son of Sri P.S.R.V.K.Ranga Rao
Smt. Jagarlamudi Gangabhavani Devi	Mother of Sri J.Murali Mohan
Smt. Vemana Indira	Sister of Sri J.Murali Mohan
smt. Jagarlamudi Sunitha Mohan	Wife of Sri J.Murali Mohan
Smt. Jagarlamudi Namrata	Daughter of J.Murali Mohan

3) Entities in which Key Management Personnel and/or their relatives have significant influence:

Andhra Pradesh Gas Power Corporation Limited
J J Finance
J L Finance
Jaya Agro Chemicals
Jaya Finance
Jaya Industries
Jayalakshmi Chemical Enterprises Pvt. Limited
Jayalakshmi Estates
Jayalakshmi Estates Limited
Jayalakshmi Fertilisers
Jayalakshmi Finances
Jayalakshmi Plastics and Chemicals
Ramaiah & Co.
Royal Printing Works
Mullapudi Venkatarayudu Eye Centre
Mullapudi Kamala Devi Cardiovascular Centre
Sree Akkamamba Textiles Limited
Sree Mullapudi Thimma Raju Memorial Library & Cultural Centre
Sree Mullapudi Venkataramanamma Memorial Hospital
Sree Rangaraya Estates
Sree Sarvaraya Sugars Limited
Sree Satyanarayana Spinning Mills Limited
Sree Pendyala Venkata Krishna Rangaraya Memorial Trust
Sree Harischandra Prasad Investment & Finance Company Limited
Sree Mullapudi Venkatarayudu Memorial Educational Trust
Sree Mullapudi Venkataraya Memorial Polytechnic
Sree Mullapudi Venkatarayudu Memorial Medical Trust
Sugarfield Construction Pvt. Limited
The Mullapudi Investment & Finance company Pvt. Limited
Sree Thimmaraja Investment & Finance Company Pvt. Limited
Vibhaas Polymers Pvt. Limited

4) Associate:

The Andhra Petrochemicals Limited

The Andhra Sugars Limited - Group Consolidated Financial Statements

(B) TRANSACTIONS WITH THE RELATED PARTIES:

(Corresponding figures related to 31st, Mar'2014)

(Rs. in Lakhs)

Particulars	Entities in which KMP or their relatives have significant influence	Associate Company	Key Management Personnel	Relative of Key Management Personnel	Remarks
Purchase of Goods from	3904.44 (5879.69)	0.00 (0.00)	26.68 (23.15)	19.35 (12.95)	Transactions are at Arm's Length Price
Inter Corporate Loans given to	0.00 (0.00)	1500.00 (1500.00)	0.00 (0.00)	0.00 (0.00)	--- do ---
Inter Corporate Loans re-payment from	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	--- do ---
Fixed Deposits Received from	0.00 (0.00)	0.00 (0.00)	861.00 (1255.34)	2023.80 (1165.82)	--- do ---
Fixed Deposits re-paid on maturity	1.00 (0.00)	0.00 (0.00)	1780.10 (728.90)	2754.55 (276.50)	--- do ---
Loans Received from Directors	0.00 (0.00)	0.00 (0.00)	1493.50 (0.00)	0.00 (0.00)	--- do ---
Loans re-paid to Directors	0.00 (0.00)	0.00 (0.00)	1365.20 (0.00)	0.00 (0.00)	--- do ---
Services Rendered by	15.99 (13.91)	0.00 (0.00)	25.00 (1.83)	2.40 (0.57)	--- do ---
Sale of Goods to	1180.95 (1186.06)	18.51 (29.27)	1.09 (3.26)	0.00 (9.00)	--- do ---
Sale of Fixed Assets to	0.00 (0.00)	0.00 (0.00)	0.00 (904.77)	0.00 (0.82)	--- do ---
Services Rendered to	0.57 (0.21)	0.93 (0.91)	0.10 (0.28)	0.28 (0.00)	--- do ---
Interest Paid on Fixed Deposits	0.01 (0.11)	0.00 (0.00)	264.37 (371.47)	917.65 (767.58)	--- do ---
Interest paid to Directors	0.00 (0.00)	0.00 (0.00)	34.87 (0.00)	0.00 (0.00)	--- do ---
Interest Received on Inter Corporate Loan	0.00 (3.37)	163.12 (6.41)	0.00 (0.00)	0.00 (0.00)	--- do ---
Remuneration (including Commission) paid to	0.00 (0.00)	0.00 (0.00)	353.84 (947.69)	44.08 (7.35)	--- do ---

The Andhra Sugars Limited - Group Consolidated Financial Statements

(Rs. in Lakhs)

Particulars	Entities in which KMP or their relatives have significant influence	Associate Company	Key Management Personnel	Relative of Key Management Personnel	Remarks
Donations paid to	0.00 (150.00)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	Transactions are at Arm's Length Price
Contribution towards CSR Expenses	145.05 (0.00)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	--- do ---
Dividend Paid to	77.10 (92.59)	0.00 (0.00)	187.32 (224.65)	321.71 (417.15)	--- do ---
Dividend Received from	2.80 (2.80)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	--- do ---
<u>Balances as at 31-03-2015</u>					
a) Share Capital held by the Company, in	6160.34 (6160.34)	3660.56 (3660.56)	0.26 (0.00)	3.62 (0.00)	--- do ---
b) Receivables-					
- Trade dues	311.51 (160.22)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	--- do ---
- Loans/Intercorporate loans	0.00 (0.00)	1500.00 (0.00)	0.00 (0.00)	0.00 (0.00)	--- do ---
c) Share Capital of the company held by	154.20 (154.31)	0.00 (0.00)	368.83 (375.03)	651.95 (697.78)	--- do ---
d) Payables : -					
- Trade dues payable to	442.97 (261.35)	0.00 (163.12)	0.00 (0.00)	0.00 (0.00)	--- do ---
- Fixed Deposits payable to	0.00 (1.00)	0.00 (0.00)	1774.33 (2530.65)	7946.35 (8524.85)	--- do ---
- Loans payable to Directors	0.00 (0.00)	0.00 (0.00)	128.30 (0.00)	0.00 (0.00)	--- do ---
- Interest payable on Fixed Deposits	0.00 (0.02)	0.00 (0.00)	52.67 (83.20)	199.12 (168.07)	--- do ---
- Interest payable to Directors	0.00 (0.00)	0.00 (0.00)	3.18 (0.00)	0.00 (0.00)	--- do ---
- Remuneration (including Commission)	0.00 (0.00)	0.00 (0.00)	62.34 (665.18)	1.94 (0.40)	--- do ---

ANNEXURE - II

(Rs. in lakhs)

STATEMENT SHOWING SEGMENT WISE ANALYSIS AS ON 31.03.2015

Description	SUGARS		CAUSTIC SODA		POWER GENERATION		INDUSTRIAL CHEMICALS		SOAP		OTHERS		ELIMINATIONS		CONSOLIDATED	
	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14
	REVENUE:															
External sales	14906.75	11043.85	43319.97	43178.84	1659.65	1877.60	32393.50	28878.05	12992.55	19898.19	5473.77	5030.15	0.00	0.00	110746.19	109906.18
Inter-segment sales	3904.94	3054.41	2208.86	2064.87	4559.95	4184.21	9115.40	14066.28	0.00	0.00	94.41	52.44	19883.56	23422.21	0.00	0.00
Total revenue	18811.69	14098.26	45528.83	45243.21	6219.60	6061.81	41508.90	42944.33	12992.55	19898.19	5568.18	5082.59	19883.56	23422.21	110746.19	109906.18
RESULT:																
Segment result before Interest, Extra-ordinary items	(7372.61)	(2133.55)	8635.27	10611.65	727.24	788.82	4728.04	4592.13	775.10	707.63	1135.72	1047.62	0.00	0.00	8628.76	15614.30
Unallocated corporate expenses less Income															4152.07	4654.89
Operating Profit															4476.69	10959.41
Interest expenses															2333.64	2145.04
Interest income															547.58	367.92
Profit before tax															2690.63	9182.29
Loss from Associate															1523.89	878.63
"Provision for current "and deferred tax"															1071.20	2643.87
Net profit after tax															95.54	5659.78
OTHER INFORMATION:																
Segment Assets	35222.65	37803.70	33959.02	34825.56	15739.66	14158.90	16790.62	16585.04	3669.18	4497.38	5378.94	4316.07	0.00	0.00	110760.07	112186.65
Unallocated Corporate Assets											33913.77	36033.57	0.00	0.00	33913.77	36033.57
Total Assets															144673.84	148220.22
Segment Liabilities	13221.45	9115.79	10849.04	9315.37	1244.87	1565.20	2306.04	2375.18	106.95	248.99	337.60	275.09	0.00	0.00	28065.95	22895.62
Unallocated Corporate Liabilities											20218.55	26515.70	0.00	0.00	20218.55	26515.70
Total Liabilities															48284.50	49411.32
Capital Employed	22001.20	28687.91	23109.98	25510.19	14494.79	12593.70	14484.58	14209.86	3562.23	4248.39	18736.56	13558.85	0.00	0.00	96389.34	98808.90
Capital expenditure	763.10	927.16	1334.11	1074.55	2402.41	1671.80	221.23	127.70	2.69	17.37	558.24	279.50	0.00	0.00	5281.78	4098.08
Depreciation	597.47	929.45	1924.50	2192.34	572.83	995.48	493.19	729.54	125.56	204.59	529.54	311.27	0.86	1.51	4242.23	5361.16
"Non-cash Expenditure" other than depreciation"															0.00	0.00

- The Company and its subsidiaries have disclosed Business Segment as the Primary Segments. Segments have been identified taking into account the nature of Products, the different risks and returns, the organisation structure and internal reporting system.
- The Operations of the Parent Company and its subsidiaries predominantly relate to manufacture of Sugar, Caustic Soda, Soaps, Industrial Chemicals comprising mainly fatty acids, Industrial alcohol, Acetic acid, Sulphuric Acid and its related products and Liquid propellants.
- The business segments that are disclosed under "Others" comprise Fertilizers, Bulk Drugs, Edible oils and Transportation receipts etc.,
- All the Group companies operate predominantly in the Indian markets and have no production facilities outside India. Hence there are no separately reportable Geographical segments.
- Inter Segment transfers are priced at market rates.

The Andhra Sugars Limited - Group Consolidated Financial Statements

GROUP CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR 2014-15

(Rs.in Lakhs)

	2014-15	2013-14
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax and extra-ordinary items	2690.63	9182.29
ADJUSTMENTS FOR:		
Depreciation	4242.23	5361.16
Assets written off	0.09	4.42
Interest (Net)	1780.60	1767.08
Profit/Loss on sale of assets(Net)	(42.64)	(33.74)
Profit/Loss on sale of investments	(2.28)	(52.24)
Dividends received	(252.39)	(299.03)
Wealth Tax	5.00	5.00
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	8421.24	15934.94
Trade and other receivables	(1060.65)	479.33
Inventories	2292.82	(7252.76)
Trade payables	(344.58)	1628.54
Other current liabilities & provisions	(3232.19)	1825.39
Short term loans & other current assets	(1737.25)	80.95
CASH GENERATED FROM OPERATIONS	4339.39	12696.39
Direct taxes paid	1422.85	3837.94
NET CASH FROM OPERATING ACTIVITIES.... A	2916.54	8858.45
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets (Including Capital Work-in-progress, unallocated capital expenditure)	(4475.65)	(3539.22)
Sale of Fixed assets	62.14	48.97
Purchase of Noncurrent investments	0.00	(2452.01)
Purchase of Current Investments	(1100.21)	(5455.03)
Interest received	547.56	367.92
Sale of current investments	1102.28	5502.25
Deposits/Withdrawal of Inter corporate advances	(506.50)	(56.75)
Dividends received	8.07	5.84
NET CASH USED IN INVESTING ACTIVITIES....B	(4362.31)	(5578.03)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from borrowings/loans	5675.94	785.29
Dividends paid	(1386.09)	(2100.99)
Interest paid	(2677.68)	(2135.00)
NET CASH FROM FINANCING ACTIVITIES.....C	1612.17	(3450.70)
INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	166.40	(170.28)
Cash and Cash equivalents as on 01.4.2014	3002.44	3172.71
Cash and Cash equivalents as on 31.3.2015	3168.84	3002.43
	166.40	(170.28)

As per our report of even date for BRAHMAYYA & Company Chartered Accountants Firm Regn. No. 000513S T.V. Ramana, Partner Membership No: 200523

Camp : Hyderabad
Date : 26.05.2015

For and on behalf of the Board of Directors... of The ANDHRA SUGARS LTD,

Dr. B.B. Ramaiah
V.S.Raju

M. Palachandra
P.V.S. Viswanadha Kumar
Hyderabad
26.05.2015

Chairman & Managing Director
Director

Company Secretary
G.M.(Finance) & Asst. Secretary

The Andhra Sugars Limited - Group Consolidated Financial Statements

STATEMENT REGARDING SUBSIDIARY COMPANIES AS ON 31-03-2015

(Rs. in lakhs)

Name of the Subsidiary Company	JOCIL Ltd.	The Andhra Farm Chemicals Corporation Limited	Hindustan Allied Chemicals Limited
1. Capital	888.16	45.00	10.63
2. Reserves	13937.75	181.41	98.66
3. Total Assets	24324.58	342.17	112.50
4. Total Liabilities	9639.47	115.79	3.22
5. Investments	140.80	0.03	--
6. Total Income	33288.51	109.28	9.71
7. Profit before Taxation	1967.91	(51.12)	9.42
8. Provision for Tax	657.26	14.96	2.95
9. Profit after Taxation	1310.65	(36.16)	6.48
10. Proposed Dividend	532.87	--	--