

Independent Auditor's Review Report on the Quarterly and year to date Unaudited Financial Results of the Company to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**Review Report to
The Board of Directors
Kesar Enterprises Limited**

1. We have reviewed the accompanying statement of unaudited financial results of Kesar Enterprises Limited (the "Company") for the quarter ended December 31, 2023 and year to date from April 1, 2023 to December 31, 2023 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013, as amended, (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw your attention to,
 - Note 2 to the accompanying statement. For the reason stated in the said note, the management has a reasonable expectation that the company has adequate resources to continue its operational existence for the foreseeable future, financial results have been prepared on going concern basis, despite accumulated losses resulting in erosion of its entire network.



- Note no 3, in terms of the settlement of UCO bank liability, the Company has entered into one time settlement (OTS) with UCO Bank. The accounting effect due to OTS will be accounted on completion of payment of all installments as per OTS terms and receipt of 'No dues Certificate' from UCO Bank. However, the company has made the provision of interest on the said loan till December 31, 2023 based on the original terms of sanction letter.

Our conclusion is not modified in respect to this matter.

For V. C. Shah & Co.
Chartered Accountants
Firm Registration No.109818W



Viral J. Shah

Partner

Membership No. 110120

UDIN: 24110120BK FQLJG463

Place: Mumbai

Date: February 02, 2024



KESAR ENTERPRISES LIMITED

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(Rs in Lakhs)

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED ON 31ST DECEMBER, 2023

Sr. No.	Particulars	3 months ended on	3 months ended on	3 months ended on	9 months ended on	9 months ended on	Year ended on
		31/12/2023	30/09/2023	on 31/12/2022	on 31/12/2023	on 31/12/2022	31/03/2023
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1	(a) Income from operations	16,408.57	5,436.30	14,672.45	35,188.25	35,646.15	55,276.04
	(b) Other Income	(32.95)	15.63	11.58	24.65	122.52	164.91
	Total Income	16,375.62	5,451.93	14,684.03	35,212.90	35,768.67	55,440.95
2	Expenses:						
	(a) Cost of Materials Consumed	17,228.92	13.45	15,774.81	23,115.64	25,076.76	47,052.94
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(3,089.32)	4,748.51	(2,452.28)	6,418.17	6,499.37	(354.01)
	(c) Employee Benefits Expense	986.94	847.66	1,262.32	2,640.17	2,781.13	3,833.83
	(d) Finance Costs	625.37	761.22	716.88	2,034.38	2,143.08	2,731.72
	(e) Depreciation and Amortization Expense	447.84	445.44	557.55	1,325.98	1,433.99	1,898.87
	(f) Repairs	465.31	765.84	424.70	1,566.60	1,364.77	1,665.17
	(g) Other Expenses	629.26	567.18	785.46	2,279.91	2,324.72	3,018.01
	Total Expenses	17,294.32	8,149.30	17,069.44	39,380.85	41,623.82	59,846.53
3	Profit / (Loss) before tax (1-2)	(918.70)	(2,697.37)	(2,385.41)	(4,167.95)	(5,855.15)	(4,405.58)
4	Tax Expense						
	(a) Current Tax	-	-	-	-	-	-
	(b) Deferred Tax	-	-	-	-	-	-
	Total Tax Expense	-	-	-	-	-	-
5	Net Profit / (Loss) after Tax (3-4)	(918.70)	(2,697.37)	(2,385.41)	(4,167.95)	(5,855.15)	(4,405.58)
6	Other Comprehensive Income :						
	(a) (i) Items that will not be reclassified to profit or loss	413.40	154.64	166.86	661.64	73.45	(78.60)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
	(b) (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
7	Total Comprehensive Income for the period (Comprising Profit / (Loss) and Other Comprehensive Income for the period) (5+6)	(505.30)	(2,542.73)	(2,218.55)	(3,506.31)	(5,781.70)	(4,484.18)
8	Paid-up Equity Share Capital (Face Value of Rs 10/- each)	1,007.97	1,007.97	1,007.97	1,007.97	1,007.97	1,007.97
9	Other Equity excluding Revaluation Reserves	-	-	-	-	-	(17,369.03)
10	Earning Per Share (of Rs 10/- each) (EPS) (not annualised) (in Rs)						
	(a) Basic	(9.11)	(26.76)	(23.67)	(41.35)	(58.09)	(43.71)
	(b) Diluted	(9.11)	(26.76)	(23.67)	(41.35)	(58.09)	(43.71)

Reporting of Segment wise Revenue, Results and Capital Employed

Sr.No.	Particulars	3 months ended on	3 months ended on	3 months ended on	9 months ended on	9 months ended on	Year ended on
		31/12/2023	30/09/2023	on 31/12/2022	on 31/12/2023	on 31/12/2022	31/03/2023
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1	Segmental Revenue						
	Income from operations						
	Sugar	17,615.26	4,936.18	14,918.09	35,119.94	35,699.81	56,553.86
	Cogen	4,096.02	83.35	3,720.64	5,697.21	6,083.17	10,617.89
	Spirits	712.51	441.29	1,547.81	3,179.35	3,207.46	4,570.39
	Total	22,423.79	5,460.82	20,186.54	43,996.50	44,990.44	71,742.14
	Less : Inter Segment Revenue	6,015.22	24.52	5,514.09	8,808.25	9,344.29	16,466.10
	Net Sales / Income from Operations	16,408.57	5,436.30	14,672.45	35,188.25	35,646.15	55,276.04
2	Segment Results:						
	Sugar	(1,127.54)	(1,090.18)	(2,493.78)	(2,831.48)	(4,579.60)	(3,673.59)
	Cogen	1,011.03	(486.26)	640.26	694.35	665.13	1,555.91
	Spirits	(10.26)	(155.05)	397.68	492.17	647.28	1,041.07
	Total	(126.77)	(1,731.49)	(1,455.84)	(1,644.96)	(3,267.19)	(1,076.61)
	Less : Finance Costs	625.37	761.22	716.88	2,034.38	2,143.08	2,731.72
	Less : Other Unallocable Expenditure net off Unallocable Income	166.56	204.66	212.69	488.61	444.88	597.25
	Profit / (Loss) before Tax	(918.70)	(2,697.37)	(2,385.41)	(4,167.95)	(5,855.15)	(4,405.58)
3	Capital Employed: Segmental Assets						
	Sugar	19,714.28	15,792.48	18,738.54	19,714.28	18,738.54	25,083.77
	Cogen	17,455.09	16,390.60	18,644.53	17,455.09	18,644.53	17,726.65
	Spirits	10,880.21	10,673.31	11,044.23	10,880.21	11,044.23	11,424.91
	Other Unallocated Assets	5,324.12	5,001.28	4,784.85	5,324.12	4,784.85	4,573.26
	Total	53,373.70	47,857.67	53,212.15	53,373.70	53,212.15	58,808.59
4	Capital Employed: Segmental Liabilities						
	Sugar	34,600.04	27,000.94	28,017.44	34,600.04	28,017.44	34,710.58
	Cogen	14,409.64	16,232.46	18,685.58	14,409.64	18,685.58	16,465.02
	Spirits	332.09	125.31	417.65	332.09	417.65	147.45
	Other Unallocated Liabilities	1,560.33	1,524.20	1,420.00	1,560.33	1,420.00	1,513.33
	Total	50,902.10	44,882.91	48,540.67	50,902.10	48,540.67	52,836.38
	Total Capital Employed (Net)	2,471.60	2,974.76	4,671.48	2,471.60	4,671.48	5,972.21

(1) Due to the seasonal nature of the business, the performance of the current quarter and previous quarter is not comparable.

(2) The Company has incurred substantial losses in the earlier years, mainly attributable to high sugarcane prices and relatively lower and unviable Sugar prices. The Company is hopeful for the revival of the Sugar Industry in Uttar Pradesh in view of various steps taken by Uttar Pradesh State Government and Central Government. Hence, these financial results have been prepared on a going concern basis, despite accumulated losses resulting in erosion of its entire net worth.

(3) UCO Bank has filed proceedings against the Company under the SARFAESI Act, 2002, The Recovery of Debts Due to Banks and Financial Institutions Act, 1993 at Debts Recovery Tribunal (DRT, Delhi) as well as under Section 7 of the Insolvency and Bankruptcy Code (IBC), 2016 at National Company Law Tribunal (NCLT, Mumbai). Pursuant to One Time Settlement (OTS) with the Bank, the Company Petition at NCLT has been withdrawn vide order dated 28.06.2023. DRT has also been informed about the OTS, at its hearing held on 31.01.2024 and pursuant to One Time Settlement (OTS), DRT has adjourned the matter to 04.04.2024. The Company continues to provide interest on the entire outstanding Loan amount. The accounting effect due to OTS will be accounted for on completion of payment of all instalments as per OTS terms and receipt of 'No Dues Certificate' from the UCO Bank.

(4) The above results were reviewed by the Audit Committee and were taken on record by the Board of Directors at their meeting held on 2nd February, 2024 and reviewed by Statutory Auditor.

(5) Previous Period figures have been regrouped / reclassified, wherever necessary to confirm to Current Period classification.

Place: - Mumbai
Date:- 2nd February, 2024

For KESAR ENTERPRISES LTD

H R KILACHAND
Chairman & Managing Director
DIN : 00294835

