



Riga Sugar Company Ltd.

AN ISO 9001:2008 & ISO 14001:2004 Certified Company

Regd. Office : 14, Netaji Subhas Road, 2nd Floor, Kolkata - 700 001
☎ : 2231-3414/3415/3416

E-mail : riga@vsnl.net, Website : www.rigasugar.com
CIN-L15421WB1980PLC032970

23.06.2021

BSE Limited The Corporate Relationship Department 1 st Floor, New Trading Wing, Rotunda Building, Phiroze Jeejeebhoy Towers Dalal Street, Fort, Mumbai-400 001	The Calcutta Stock Exchange Ltd. 7, Lyons Range, Kolkata - 700 001
Scrip Code: 507508	Scrip Code:028038

Dear Sir/ Madam,

Sub: Outcome of the Board Meeting

We wish to inform you that the Board of Directors of the Company at their meeting held today i.e. 23.06.2021 ('The Board Meeting'), has inter alia, approved the following:

I. Audited Financial Results

Audited Financial Results (Standalone) for the Quarter and Year ended 31st March, 2021

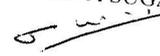
In this regard, we are enclosing herewith a copy of the following as prescribed under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('The Listing Regulations')

- I The Audited Financial Results (as stated above) in the detailed format as per the Listing Regulations alongwith the Auditors' Report.
- II Statement on impact of Audit qualification regarding modified opinion in terms of Regulation 33
- III Extracts of the said results as being released to advertisement agency for publication in Newspapers in terms of Regulation 47.

Further, the said Meeting commenced at 4.30 p.m. and concluded at 7.00 p.m.

Thanking you,

Yours faithfully,
For RIGA SUGAR CO. LTD.


B.K. Bhartia
Company Secretary

Encl: As above.

FACTORY : Dhanuka Gram, P.O. RIGA-843327,
Dist. Sitamarhi (Bihar)

☎ : (06226) 285085, Fax : (06226) 285045
E-mail : sugar@rigasugar.com, distillery.rigasugar@gmail.com





Salarpuria & Partners

CHARTERED ACCOUNTANTS

7, C. R. AVENUE, KOLKATA - 700 072
Phone : 2237 5400 / 5401, 4014 5400 - 5410

website : www.salarpuriajajodia.com

e-mail : salarpuria.jajodia@rediffmail.com

office@salarpuriajajodia.com

Branches at New Delhi & Bangalore

Independent Auditor's Report on the quarterly and year-to-date audited financial results of the company pursuant to the regulations 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015.

TO THE BOARD OF DIRECTORS OF

Riga Sugar Co Ltd,

14, Netaji Subhas Road, 2nd Floor, Kolkata – 700 001.

Report on the Audit of the Financial Results

Qualified Opinion

We have audited the accompanying quarterly financial results of **Riga Sugar Co Ltd** ("the Company") for the quarter ended 31.03.2021 and the year-to-date results for the period from 01.04.2020 to 31.03.2021, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, except for the matters described in the basis for Qualified Opinion section of our Report, the Statement:

- i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the **net loss** (including other comprehensive loss) and other financial information for the quarter ended 31.03.2021 as well as the year-to-date results for the period from 01.04.2020 to 31.03.2021.

Basis for Qualified Opinion

Going Concern Assumption in preparation of the Statement

Due to the continuous Losses, Company's Net Worth has been fully eroded. The Company has also defaulted in repayment of Borrowings to the banks and others. In view of the Management, the Company would be able to continue as a Going Concern with financial restructuring by the banks and financial assistance from the state and central government as described in the Note no. 3 to the Statement. However, in view of the uncertainties involved, these events and conditions indicate a material uncertainty which may cast a significant doubt on the Company's ability to continue as a Going Concern. Accordingly, the use of Going Concern Assumption of accounting in preparation of the Statement is not adequately and appropriately supported as per the requirement of Indian Accounting Standard 1 "Presentation of Financial Statement".

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Results* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our Qualified opinion.

Management's Responsibilities for the Financial Results

This Statement, which is the responsibility of the company's management and approved by the Board of Directors have been prepared on the basis of the financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the loss including other comprehensive loss and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard prescribed under Section 133 of 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act



for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

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

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

- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Other Matters

The statement includes the results for the quarter ended March 31, 2021 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2021 and the published unaudited year-to-date figures upto the 3rd quarter of the current financial year, which were subjected to a limited review by us, as required under the listing regulations.

For Salarpuria & Partners
Chartered Accountants
(Firm ICAI Regn. No.302113E)

Nihar Ranjan Nayak

Chartered Accountant
Membership No.-57076
Partner

Nihar Ranjan Nayak

N. R. Nayak
Place: Kolkata
Date: 23.06.2021
UDIN: 21057076
UDIN

21057076 AAAA CT
4543

Chartered Accountant
Membership No. 57076
Partner



ANNEXURE

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Audited Financial Results

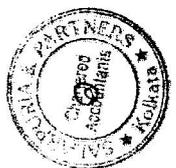
Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2021

[See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]

I. Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. in Lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. in Lakhs)
1	Turnover / Total Income	8,458.54	8,458.54
2	Total Expenditure	12,260.12	12,260.12
3	Net Profit/(Loss)	(4,737.10)	(4,737.10)
4	Earnings Per Share	(32.80)	(32.80)
5	Total Assets	17,723.60	17,723.60
6	Total Liabilities	24,074.70	24,074.70
7	Net Worth	(6,912.35)	(6,912.35)
8	Any other financial item(s)	Nil	Nil

II.

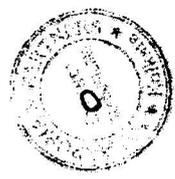
Audit Qualification (each audit qualification separately):	Details of Audit Qualification:
a. Frequency of qualification:	First time
b. Type of Audit Qualification:	Qualified Opinion
c. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	NA. Since impact is not quantifiable.



III. Signatories :	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
<ul style="list-style-type: none"> CFO <i>A. K. Das</i> Managing Director <i>[Signature]</i> Statutory Auditor <i>N. R. Das</i> 	<p>The Company would be able to continue as a Going Concern with financial restructuring by the banks and financial assistance from the state and central government. The encouragement being given by the government toward augmentation of ethanol production by way of allowing ethanol production from B heavy molasses, Direct Juice and food grade and interest subvention loan for expansion, setting up and zero discharge equipments for Ethanol. The interest subvention loan being provided by the central government for installation of zero discharge equipment like incineration will help the company to remove the production bottleneck in distillery, increase in capacity and production and also improvement in overall profitability. The company has already been given in-principle approval of Term Loan under interest subvention from Banks for Ethanol by central government subject to fulfilment of terms and conditions.</p> <p>(i) Management's estimation on the impact of audit qualification: Estimation not possible as it is related to going concern matter.</p> <p>(ii) If management is unable to estimate the impact, reasons for the same: Estimation not possible as it is related to going concern matter.</p> <p>(iii) Auditors' Comments on (i) or (ii) above: N.A.</p>

Place: Kolkata

Date: 23.06.2021





RIGA SUGAR CO. LTD.

CIN: L15421WB1980PLC032970

14, Netaji Subhas Road, 2nd Floor, Kolkata - 700001

Phone No. (033) 22313414

Website: <https://www.rigasugar.com> EMAIL - sprasad@rigasugar.in

Audited Financial Results for the Quarter and Year Ended March 31, 2021

		(Rs in lacs except per share data)				
SL.	PARTICULARS	QUARTER ENDED			Year Ended	
		31-Mar-21	31-Dec-20	31-Mar-20	31-Mar-21	31-Mar-20
		Audited	Unaudited	Audited	Audited	Audited
1	Revenue					
	Gross Sales	14.25	1,220.29	4,313.52	7,914.16	15,313.22
a)	Revenue from operations	14.25	1,220.29	4,313.52	7,914.16	15,313.22
b)	Other Income	209.58	106.86	202.87	544.38	394.29
	Total Income(a+b)	223.83	1,327.15	4,516.39	8,458.54	15,707.51
2	Expenses					
a)	Cost of materials consumed	1.45	26.01	5,421.13	38.66	9,461.43
b)	Change in inventories of finished goods, stock-in-trade and	14.15	1,199.51	(2,456.10)	7,555.28	3,457.65
c)	Employee benefits expense	0.36	352.47	844.08	666.43	1,633.61
d)	Excise Duty	-	-	-	-	-
e)	Finance costs	699.44	397.36	11.82	1,757.59	1,481.02
f)	Depreciation and amortisation expense	125.00	130.28	154.66	518.61	521.18
g)	Other expenses	1,475.29	158.45	883.26	1,723.55	1,562.59
3	Total Expenses	2,315.69	2,264.07	4,858.85	12,260.12	18,117.48
4	Profit/(loss) before exceptional items & tax (1-3)	(2,091.86)	(936.92)	(342.46)	(3,801.58)	(2,409.96)
5	Exceptional Items	-	-	-	-	-
6	Profit / (Loss) before tax (4-5)	(2,091.86)	(936.92)	(342.46)	(3,801.58)	(2,409.96)
	Tax expense / (benefit)					
a)	Current tax including tax relating to earlier years	-	-	-	-	-
b)	Deferred tax charge / (credit)	935.52	-	-	935.52	-
7	Net tax expense / (benefit)	935.52	-	-	935.52	-
8	Net profit / (loss) after tax (6-7)	(3,027.38)	(936.92)	(342.46)	(4,737.10)	(2,409.96)
9	Other comprehensive income					
	Items not to be reclassified to profit or loss in subsequent periods :					
A.	Items that will not be classified to profit or loss	(41.14)	17.76	(43.95)	(17.40)	(59.24)
B.	Items that will be classified to profit or loss	-	-	-	-	-
	Total Other Comprehensive Income	(41.14)	17.76	(43.95)	(17.40)	(59.24)
10	Total comprehensive income	(3,068.52)	(919.16)	(386.41)	(4,754.50)	(2,469.20)
11	Paid up equity share capital (Face value Rs. 10/- each)	1,444.34	1,444.34	1,444.34	1,444.34	1,444.34
12	Earnings per share					
	- Basic and Diluted (not annualised) (Rs.)	(20.96)	(6.49)	(2.37)	(32.80)	(16.69)





RIGA SUGAR CO. LTD.

CIN :L15421WB1980PLC032970

Registered Office : 14, Netaji Subhas Road, 2nd Floor, Kolkata - 700 001

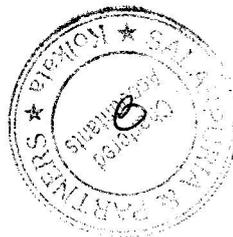
Phone: 033-22313414 Fax: 033-22303663

Website: <http://www.rigasugar.com> Email: sprasad@rigasugar.in

**SEGMENT-WISE REVENUE, RESULTS, ASSETS AND LIABILITIES
AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2021**

Sl. No.	Particulars	QUARTER ENDED			YEAR ENDED	
		31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
		(AUDITED)	(UNAUDITED)	(AUDITED)	(AUDITED)	(AUDITED)
1	SEGMENT REVENUE					
	A) Sugar Unit	10.85	1,058.89	3,953.74	6,857.40	13,501.77
	B) Distillery Unit	3.40	161.40	647.28	1,143.01	2,558.35
	Less: Inter Segment Sales	-	-	(287.50)	(86.25)	(746.90)
	Net Sales/ Income from Operations	14.25	1,220.29	4,313.52	7,914.16	15,313.22
2	SEGMENT PROFIT/(LOSS) BEFORE TAX & FINANCE COST					
	A) Sugar Unit	(1,115.44)	(479.99)	(477.87)	(2,072.67)	(1,987.33)
	B) Distillery Unit	(276.98)	(59.58)	147.25	28.68	1,058.39
	Sub-Total (A+B)	(1,392.41)	(539.56)	(330.62)	(2,043.99)	(928.94)
	Less:					
	A) Finance Cost	699.44	397.36	11.82	1,757.59	1,481.02
	B) Other un-allocable expenditure net of unallocable income	17.40	-	-	17.40	(59.24)
	Operating Profit Before Tax	(2,074.45)	(936.92)	(342.44)	(3,818.98)	(2,469.20)
3	Segment Assets					
	A) Sugar Unit	13,028.43	15,670.70	21,095.23	13,028.43	21,095.23
	B) Distillery Unit	4,695.16	5,474.76	5,794.11	4,695.16	5,794.11
	C) Unallocable	-	935.52	935.52	-	935.52
	Sub-Total	17,723.60	22,080.98	27,824.86	17,723.60	27,824.86
4	Segment Liability					
	A) Sugar Unit	23,563.85	24,914.37	28,870.99	23,563.85	28,870.99
	B) Distillery Unit	1,072.11	1,010.44	1,111.73	1,072.11	1,111.73
	C) Unallocable	-	-	-	-	-
	Sub-Total	24,635.96	25,924.81	29,982.72	24,635.96	29,982.72

* B based on the nature of business activity, the Company has identified Sugar & Distillery as reportable segments.



RIGA SUGAR CO LTD
Statement of Standalone Assets and Liabilities

	As at 31.03.2021 (Rs. In Lacs)	As at 31.03.2020 (Rs. In Lacs)
I. ASSETS		
Non current assets		
a) Property, Plant and Equipment	15,581.91	16,002.05
b) Capital work-in-progress	-	21.55
c) Other Intangible Assets	26.89	32.69
d) Financial assets		
i) Investments		
ii) Trade Receivables		
iii) Loans and Deposits		
iv) Other Financial Assets	719.69	874.99
e) Deferred tax assets (Net)	-	935.52
f) Other non current assets	432.26	551.97
	<u>16,760.76</u>	<u>18,418.77</u>
Current assets		
a) Inventories	672.15	8,399.05
b) Financial assets		
i) Trade receivables	113.19	527.74
ii) Cash and cash equivalents	26.89	62.23
iii) Bank Balance other than (iii) above	20.73	127.54
iv) Loans and Deposits	-	-
iv) Other Financial Assets	-	-
c) Current tax asset	13.37	14.08
d) Other current assets	116.51	275.46
	<u>962.84</u>	<u>9,406.10</u>
TOTAL - ASSETS	<u>17,723.60</u>	<u>27,824.87</u>
II. EQUITY AND LIABILITIES		
Equity		
a) Equity share capital	1,444.34	1,444.34
b) Other equity	(8,356.69)	(3,602.19)
TOTAL - EQUITY	<u>(6,912.35)</u>	<u>(2,157.85)</u>
Liabilities		
Non-current liabilities		
a) Financial Liabilities		
i) Borrowings	-	-
ii) Trade payables	-	-
iii) Other Financial Liabilities		
b) Provisions	516.47	510.35
c) Other Non Current Liabilities	44.78	47.35
	<u>561.25</u>	<u>557.70</u>
Current liabilities		
a) Financial Liabilities		
i) Borrowings	9,846.54	11,857.12
ii) Trade payables	12,093.06	15,793.95
iii) Other Financial Liabilities	1,835.79	1,226.97
b) Other current liabilities	82.90	401.13
c) Provisions	216.42	145.84
	<u>24,074.70</u>	<u>29,425.01</u>
TOTAL - LIABILITIES	<u>24,635.95</u>	<u>29,982.71</u>
TOTAL - EQUITY AND LIABILITIES	<u>17,723.60</u>	<u>27,824.86</u>

The accompanying notes are an integral part of the financial statements

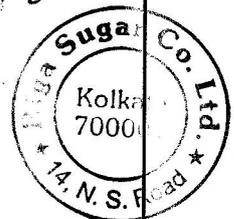
As per our Report of even date

For SALARPURIA & PARTNERS
Chartered Accountants
ICAI Firm Registration No.: 303113E

N. R. N. J. A. K.

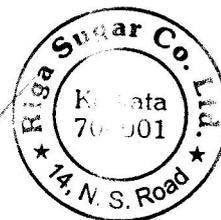
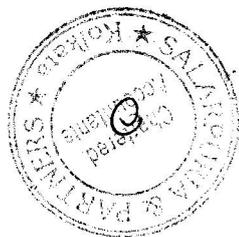
Partner
Membership No. 057076

Place: Kolkata
Dated : 23.06.2021



RIGA SUGAR CO LTD
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021

PARTICULARS	For the	(Rs in lakhs)
	year ended 31.03.2021 ₹	For the year ended 31.03.2020 ₹
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before Tax & Extra-Ordinary Items	(3,801.58)	(2,409.96)
Adjustment for :		
Depreciation	512.81	515.38
Net Gain/Loss on Fair Valuation	(17.40)	(59.24)
Amortisation	5.80	5.80
Loss on Dispose of asset	-	3.14
Interest Expenses	1,757.59	1,481.02
Capital Subsidy	(2.57)	(2.57)
Unsecured loan Written off	732.75	-
Provision for doubtful claim	123.74	-
Provision for doubtful claim	9.65	-
Sundry Balances Written Back	(154.70)	-
Liability written back	(64.26)	-
Interest Income	(9.43)	(7.58)
Operating Profit before Working Capital Changes	(907.60)	(474.01)
Movements in Working Capital :		
Increase/(Decrease) in Trade Payables	(6,376.45)	(398.80)
Increase/(Decrease) in Other Current Liabilities	(318.23)	235.98
(Increase)/ Decrease in Inventories	7,726.90	3,556.25
(Increase)/ Decrease in Trade Receivables	414.55	130.82
(Increase)/ Decrease in Loans	-	-
Increase/ (Decrease) in Provisions	76.70	44.32
Increase/ (Decrease) in Other Financial Assets	29.95	(183.51)
(Increase)/ Decrease in Other Financial Liabilities	(173.21)	233.61
(Increase)/Decrease in Other Non Current Assets	119.71	1.86
(Increase)/Decrease in Other Current Assets	149.31	47.25
Cash generated from/(used in) Operations	1,649.22	3,667.78
Direct Taxes Paid (Net)	0.71	(0.83)
Net Cash from Operating Activities (A)	742.32	3,192.94
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Investment in Bank Deposits	(20.73)	13.92
Sale of Property, Plant & Equipment and Intangible Assets	-	14.00
Interest Received	9.43	7.58
Purchase of Property, Plant & Equipment and Intangible Assets	(71.14)	(914.33)
Net Cash from Investing Activities (B)	(82.44)	(878.83)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Interest Paid	(353.91)	(1,508.70)
Repayment of Long Term Borrowings	-	21.22
Refund from Long Term Loans	-	-
Proceeds/(Repayment) of Short Term Borrowings	(341.31)	(949.15)
Net Cash from Financing Activities (C)	(695.22)	(2,436.63)
Net (Decrease)/ Increase in Cash and Cash Equivalents (A+B+C)	(35.34)	(122.52)
Cash and Cash Equivalents at the beginning of the year	62.23	184.75
Cash and Cash Equivalents at end of the year	26.89	62.23
Cash & Cash Equivalents :		
Balances with Bank		
Current Account	25.75	54.45
Cash-on-Hand	1.14	7.78
Total	26.89	62.23



Riga Sugar Company Limited
14, Netaji Subhas Road, 2nd Floor, Kolkata - 700 001
CIN – L15421WB1980PLC0329, Phone No. 033-40506600, mail; sprasad@rigasugar.in

- (1) Due to Labour unrest, Sugar season could not be started for the season 2020-21. The sugarcane area of the company allotted to other sugar factories. Due to Non-availability of fuel and power Distillery could not run and subsequently due to labour unrest, operation of Boiler thus Distillery could not be started. There was no production of Sugar, Molasses and Ethanol during the financial year 2020-21. Sugar industry is seasonal in nature, so figures for the quarter and period are not comparable.
- (2) Since 30th September, 2018 all Bank loans of the company are NPA. The bankers allowed Holding on operation subject to terms & conditions therein up to 30.09.2021.
- (3) Due to continuous losses, the Net worth of the company is fully eroded which may have an effect on the entity's ability to continue as a going concern. However, the Management is still hopeful that with financial restructuring by the banks and financial assistance from the state and central government the company can still revive. So that, accounts are prepared on going concern basis.
- (4) The World Health Organization has declared the novel Coronavirus (COVID-19) as a pandemic on March 11, 2020. Besides the impact of this outbreak on human life, it has also disrupted the financial, economic and social structures of the entire world. The Central Government in India also declared a national lockdown from March 25, 2020 to May 31, 2020, through various notifications, and subsequently the Central Government has announced Unlock 1.0 till June 30, 2020. During the unlock 1.0 period private offices are allowed to avoid the spread of COVID-19. The Company remains fully compliant with the guidelines and directions of both Central and State Government. There is no significant impact of the above as per the assessment made by the Management.
- (5) Revenue from Operation include Rs.1358.86 Lacs as export sales under MAEQ. Rs 609.33 Lacs being claim of subsidy from Central Government toward reimbursement of losses being incurred on export through "Merchant Exporter" of sugar have been accounted for under other operating revenue included under Revenue from Operation for the Financial year 2020-21.
- (6) Finance cost includes in the quarter and year ended 31.03.2021 interest subvention on Kisan Credit Card (KCC) Loan claimed for the financial year 2015-16 now reversed for RS.161.29 lakhs due to non-servicing of debt on time.
- (7) Other Expenses includes for the quarter and year ended 31.03.2021 as follows:

Value of stores and spares written down	Rs.143.67 Lakhs
Allowance for bad and doubtful debt	Rs. 100.24 Lakhs
Unsecured loan written off	Rs. 732.75 Lakhs
Provision for doubtful claim for buffer stock	Rs. 123.74 Lakhs

- (8) Other Income includes as follows:

Particulars	Quarter ended 31.03.2021	Year ended 31.03.2021
Sundry balance written back	Rs. 51.42 Lakhs	Rs.154.70 Lakhs
Refund of State Excise Duty	Rs. 126.11 Lakhs	Rs. 126.11 Lakhs
Provision and liability written back	Rs. 120.31 Lakhs	Rs. 120.31 Lakhs

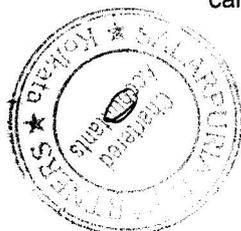
- (9) The state government of Bihar has initiated 2 nos. of certificate proceedings for recovery of cane price dues to farmers of Rs. 3110.79 Lacs for season 2018-19 and Rs. 3506.17 Lacs for season 2019-20. Company is contesting the matter.
- (10) The company has made request for following support from central and state government, if provided the company can be revived: -

CENTRAL GOVERNMENT

(a) Ethanol Loan to NPA sugar factory who has defaulted in SDF

To increase the no of days of operation of Ethanol Plant from present restricted 270 days to 330 days and consequential increase in plant capacity company have to install Incineration boiler and also install Modification System for which company has applied to Central Government for approval Project so as to avail Term Loan from Bank with interest subvention upto 6% p.a. for 5 years as per Scheme announced by the Central Government dated 15.09.2020. The same was sanction subject to payment of dues of LSPEF and SDF.

- (b) Company have been deprived from Soft Loan Scheme announced by the Central Government to Sugar Industry. In this regard the Principle Secretary, Dept. of Sugarcane Industry, Govt. of Bihar vide letter dated 8.9.2020 has recommended to Central Government for Soft Loan to Riga Sugar of Rs. 40 Cr. to pay-off the cane price arrears, which is still pending with the Central Government.



✓ *[Handwritten Signature]*



(c) **MIEQ & Cane price Subsidy by the Central Government for the season 2018-19**

The central government had announced cane price subsidy for the season 2018-19 at the rate of Rs.13.88 per qtl. However, it was linked with compulsory export obligation known as MIEQ. However, there was loss on making export of sugar which the majority of weak companies like company could not bear and thus could not pay cane price subsidy to the farmers and thus farmers are deprived of cane price subsidy. Company has demanded that central government to pay Rs.13.88 for season 2018-19 directly to farmers without linking with prior export obligation to weak and small sugar companies.

(d) **Non-payment of 3rd and 4th qtr Buffer Stock Claim of 2018 Scheme of Rs. 123.74 Lacs and other penalty.**

Buffer Stock claim for 3rd and 4th quarter as per Scheme of Buffer Stock dated 15th June, 2018 of Rs. 123.74 Lacs has been withheld because the company have not able to export sugar in 2018-19 as per MIEQ, because there was upfront loss on such export which could not bear.

For one fault of non-export which is reason beyond control, the Company is penalized by multiple ways as follow:-

- i) Not given cane price subsidy of Rs. 13.88/- per quintal on cane crush of 45.25 Lacsqtl. in 2018-19 i.e.,Rs. 6.29 Cr. which could have gone to farmers directly.
- ii) Withholding of Buffer subsidy of 3rd and 4th quarter on date of Rs. 1.23 Cr, which will go to the cane price arrears.
- iii) Reduction of subsequent Buffer qty created in of 2019.
- iv) Non-eligibility of the company to avail subsidized soft loan to pay cane price arrears as per scheme dated 2nd March, 2019 to pay cane price arrears to farmers of 2018-19.

STATE GOVERNMENT

The company has made request for the following support from the State government. If provided, the company can be revived and it can come out of NPA:-

- (a) Provide company additional cane price subsidy of Rs.40 per qtl. for the season 2017-18 and additional cane price subsidy of Rs.30 per qtl. for the season 2018-19 over and above the subsidy announced for all Bihar sugar mills- This will ward-off the additional losses incurred by us on account of lower Recovery for payment of cane price to Farmers.
- (b) Provide company soft term loan of Rs. 70 crores at interest rate of 4% for period of 10 years with moratorium of 5 years, so that we can pay cane price for last season and current season. The Bank has already agreed to provide second charge on Fixed Assets of the company toward security of such loan. But no action from state government.

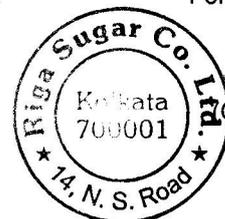
The aforesaid amount can be paid directly to the farmers.

- (c) Release of Bihar Soft Loan Interest subvention for the FY 2016-17 to 2020-21 Rs. 493.45Lacs.
- (d) Reimbursement of Co-gen subsidy of Rs.156 lacs pending since last 2 years.
- (e) Help farmers directly for procurement of High Yield variety of cane seed of CO 238 for 2 years of Rs. 10 Cr.
- (f) Compensation towards running sugar plant in scorching heat of April and May, 2019 as per direction of the state government in the interest of farmers in season 2018-19 and consequent loss by way of extremely lower recovery estimated at Rs. 7.45 Cr.

- (11) Deferred Tax Assets arising during the year has not been provided in the accounts on the basis of uncertainties. The entire balance of deferred tax assets has been de-recognized due to future uncertainty of profitability.
- (12) The figure for the quarter ended 31st March'2021 and 31st March'2020 are the balancing figures between audited figures in respect of the full financial year ended 31st March' 2021 and 31st March, 2020 respectively and the unaudited published year to date figures upto 31st December'2020 and 31stDecember'2019, respectively, being the end of the third quarter of the respective financial year, which were subjected to limited review.
- (13) The company is not a Large Corporate as per the applicability criteria given under the SEBI circular SEBI/HO/DDHS/CIR/P/2018/144 dated November 26, 2018.
- (14) The figures of previous period/ year have been regrouped/ reclassified wherever necessary to make them comparable with those of the current period / year.
- (15) The above audited financial results were reviewed by the Audit Committee and thereafter, the Board of Directors approved the above results and were taken on record at their meeting on 23rd June, 2021.

Place: Kolkata
Date: 23rd June, 2021

For and on behalf of Board of Directors
For Riga Sugar Co. Ltd.


O.P. Dhanuka
CMD
DIN: 00049947

