

K.C.P.SUGAR AND INDUSTRIES CORPORATION LIMITED
REGD OFFICE : "RAMAKRISHNA BUILDINGS", NO.239,ANNA SALAI, CHENNAI 600 006
CIN: L15421TN1995PLC033198

Audited Standalone and Consolidated Financial Results for the Quarter and Year ended 31.03.2022 pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015.

Rs. In Lakhs											
SL NO	PARTICULARS	STANDALONE					CONSOLIDATED				
		Quarter ended			Year ended		Quarter ended			Year ended	
		31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021	31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
I	Revenue from Operations:	5558.62	9460.03	7551.06	27087.23	29939.16	6542.96	11429.45	8767.88	31939.62	32855.05
II	Other Income	-656.43	247.41	1259.41	1177.25	4476.24	-567.04	271.62	1400.66	1603.90	4766.85
III	Total Income (I + II)	4902.19	9707.44	8810.47	28264.48	34415.40	5975.92	11701.07	10168.54	33543.52	37621.90
IV	Expenses										
	Cost of Materials consumed	10814.00	4127.95	11621.59	15102.36	14853.60	11681.34	5045.92	12058.69	17847.10	16140.00
	Purchase of stock-in-trade	168.29		1,215.93	168.29	1,215.93	168.29	-	1,215.93	168.29	1,215.93
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	-8525.14	3829.47	-7809.35	5421.70	8874.82	-9127.28	3853.45	-7751.87	4708.39	8714.07
	Employee Benefits Expense	1528.19	633.34	1869.35	2415.64	3199.14	1787.63	817.84	2022.79	3188.56	3827.10
	Finance Costs	498.76	355.09	668.74	1915.63	2387.32	519.78	371.34	695.30	1969.53	2436.31
	Depreciation and amortisation expenses	278.23	117.35	321.21	475.78	588.50	297.29	125.38	337.79	518.43	636.26
	Other Expenses	680.84	1858.27	1054.93	3025.00	2139.70	1194.42	2238.01	1491.58	4627.85	2940.87
	Total Expenses	5443.17	10921.47	8942.40	28524.40	33259.01	6521.47	12451.94	10070.20	33028.15	35910.53
V	Profit / (Loss) before Exceptional Items & Tax (III - IV)	-540.98	-1214.03	-131.93	-259.92	1156.39	-545.55	-750.87	98.34	515.37	1711.37
VI	Exceptional Items	-	-	-	-	-	-	-	-	-	-
VII	Profit / (Loss) before Tax (V - VI)	-540.98	-1214.03	-131.93	-259.92	1156.39	-545.55	-750.87	98.34	515.37	1711.37
VIII	Tax Expense										
	Current Tax	0.00		0.00	0.00	0.00	59.81	112.95	43.37	250.00	125.00
	Deferred Tax	-150.97	-44.68	-661.32	-86.42	-759.97	-150.22	-41.66	-645.16	-92.96	-743.81
	Taxation relating to earlier years	0.59	-	-	0.59		0.59	-	-	0.59	
IX	Profit / (Loss) for the period from continuing Operations (VII - VIII)	-390.60	-1169.35	529.39	-174.09	1916.36	-455.73	-822.16	700.13	357.74	2330.18
X	Profit / (Loss) from Discontinued Operations	-55.10	(29.76)	-	-	-	-55.10	(29.76)	-	-	-
XI	Tax Expense of Discontinued operations	0.00	-	-	-	-	-	-	-	-	-
XII	Profit / (Loss) from Discontinued Operations after Tax (X - XI)	(55.10)	(29.76)	-	-	-	(55.10)	(29.76)	-	-	-
XIII	Profit / (Loss) for the period (IX + XII)	-445.70	-1199.11	529.39	-174.09	1916.36	-510.83	-851.92	700.13	357.74	2330.18
XIV	Other Comprehensive Income										
	Items that will not be reclassified to Profit / (Loss)										
	(i) Remeasurement of defined benefit plan - Actuarial gains / (Losses)	-26.00	-	63.55	(26.00)	63.55	-34.82	-	64.20	(34.82)	64.20
	(ii) Income Tax relating on above	7.57	-	(18.50)	7.57	-18.50	9.79	-	-18.66	9.79	(18.66)
	(iii) Equity instruments through other comprehensive income	-	-	-	-	-	-46.06	(53.34)	34.29	(21.08)	144.98
	Other Comprehensive Income-Total	(18.43)	-	45.05	(18.43)	45.05	(71.09)	(53.34)	79.83	(46.11)	190.52
XV	Total comprehensive income (comprising profit and other comprehensive income for the period)	-464.13	-1199.11	574.44	-192.52	1961.41	-581.92	-905.26	779.95	311.63	2520.69
XVI	Paid up Equity Share Capital (Face Value Re.1/-)	1133.85	1133.85	1133.85	1133.85	1133.85	1133.85	1133.85	1133.85	1133.85	1133.85
XVII	Other Equity	--	--	--	25596.67	25902.58				30393.77	30195.53
	Earnings per Share (EPS)										
	(a) Basic and diluted EPS from continued operations	-0.36	-1.03	0.51	-0.17	1.73	-0.46	-0.77	0.69	0.27	2.22
	(b) Basic and diluted EPS from discontinued operations	-0.05	-0.03	0.00	0.00	0.00	-0.05	-0.03	0.00	0.00	0.00
XVIII	(a) Basic earnings (loss) per share from continuing and discontinued operations	-0.41	-1.06	0.51	-0.17	1.73	-0.51	-0.80	0.69	0.27	2.22
	(b) Diluted earnings (loss) from continuing and discontinued operations	-0.41	-1.06	0.51	-0.17	1.73	-0.51	-0.80	0.69	0.27	2.22

For K.C.P. Sugar and Industries Corporation Ltd.

Irmgard Velagapudi
Irmgard Velagapudi
Managing Director



K.C.P.SUGAR AND INDUSTRIES CORPORATION LIMITED
REGD OFFICE : "RAMAKRISHNA BUILDINGS"
NO.239,ANNA SALAI, CHENNAI 600 006

AUDITED STANDALONE AND CONSOLIDATED QUARTER AND YEAR END REPORTING OF SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED PURSUANT TO REGULATION 33 OF SEBI (LODR) REGULATIONS,2015

Rs. In Lakhs

SL NO	PARTICULARS	STANDALONE					CONSOLIDATED				
		Quarter ended			Year ended		Quarter ended			Year ended	
		31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021	31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)	
1	SEGMENT WISE REVENUE										
	a) Sugar	6614.31	8412.29	6114.58	25999.20	27607.17	6614.31	8412.29	6114.58	25999.20	27607.17
	b) Chemicals	1451.49	1062.79	1374.89	4357.60	3732.25	1451.49	1062.79	1374.89	4357.60	3732.25
	c) Power & Fuel	1732.96	666.94	1775.19	2439.05	2343.54	1732.96	666.94	1775.19	2439.05	2343.54
	d) Engineering	322.39	113.21	0.00	494.41		1304.61	2082.20	1216.17	5336.99	2905.14
	e) Others	230.41	138.17	171.17	696.57	671.20	232.53	138.06	181.92	706.38	681.95
	f) Unallocated	0.68	0.12	1402.02	1.34	1402.52	0.68	0.66	1391.92	1.34	1402.52
	TOTAL	10352.24	10393.52	10837.85	33988.17	35756.68	11336.58	12362.94	12054.67	38840.56	38672.57
	Less: Inter Segment Revenue	4793.62	933.49	3286.79	6900.94	5817.52	4793.62	933.49	3286.79	6900.94	5817.52
	Sales / Income from Operations	5558.62	9460.03	7551.06	27087.23	29939.16	6542.96	11429.45	8767.88	31939.62	32855.05
2	SEGMENT RESULT - PROFIT / LOSS BEFORE TAX AND INTEREST FROM EACH SEGMENT										
	a) Sugar	208.90	-366.42	-1034.53	819.90	-851.01	208.90	-366.42	-1034.53	819.90	-851.01
	b) Chemicals	-3.35	-92.77	277.85	126.34	399.66	-3.35	-92.77	277.84	126.34	399.65
	c) Power & Fuel	346.07	109.81	278.09	492.61	256.80	346.07	109.81	278.09	492.61	256.80
	d) Engineering	193.91	10.07	0.00	210.96		444.28	487.72	260.97	1271.14	607.75
	e) Others	142.62	80.01	87.64	424.28	388.23	144.34	81.77	87.09	428.93	388.04
		0.00		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Sub Total	888.15	-259.30	-390.95	2074.09	193.68	1140.24	220.11	-130.54	3138.92	801.23
	Less: (1) Finance Cost	498.76	355.09	668.74	1915.63	2387.32	519.78	371.34	695.30	1969.53	2436.31
	(2) Other un-allocable expenditure net off unallocable Income	-930.37	-599.64	927.76	-418.38	3350.03	-1166.01	-599.64	924.18	-654.02	3346.45
	Sub Total	-1429.13	-954.73	259.02	2334.01	-962.71	-1685.79	-970.98	228.88	-2623.55	910.14
	Total Profit Before Tax	-540.98	-1214.03	-131.93	-259.92	1156.39	-545.55	-750.87	98.34	515.37	1711.37
	Tax	-150.38	-44.68	-661.32	-85.83	-759.97	-89.82	71.29	-601.79	157.63	-618.81
	Profit After Tax	-390.60	-1169.35	529.39	-174.09	1916.36	-455.73	-822.16	700.13	357.74	2330.18
3	Segment Assets										
	a) Sugar	22044.03	19537.27	32041.16	22044.03	32041.16	22044.03	19537.27	32041.16	22044.03	32041.16
	b) Chemicals	2361.97	2163.19	2384.61	2361.97	2384.61	2361.97	2163.19	2384.61	2361.97	2384.61
	c) Power & Fuel	1436.52	1736.54	1809.14	1436.52	1809.14	1436.52	1736.54	1809.14	1436.52	1809.14
	d) Engineering	1874.22	1852.11	0.00	1874.22		9526.62	9360.72	6352.13	9526.62	6352.13
	e) Others	2364.60	260.48	230.12	2364.60	230.12	2907.62	848.41	789.53	2907.62	789.53
	f) Unallocated	22570.53	21030.34	22275.33	22570.53	22275.33	22285.53	20745.34	21990.33	22285.53	21990.33
	Total	52651.87	46579.93	58740.36	52651.87	58740.36	60562.29	54391.47	65366.90	60562.29	65366.90
	Segment Liabilities										
	a) Sugar	13993.28	11256.72	23082.17	13993.28	23082.17	13993.28	11256.72	23082.17	13993.28	23082.17
	b) Chemicals	217.80	296.51	249.77	217.80	249.77	217.80	296.51	249.77	217.80	249.77
	c) Power & Fuel	15.34	18.98	57.23	15.34	57.23	15.34	18.98	57.23	15.34	57.23
	d) Engineering	4.06	29.09	0.00	4.06		3117.23	2924.99	2333.45	3117.23	2333.45
	e) Others	1758.40	51.92	36.86	1758.40	36.86	1758.55	52.68	37.01	1758.55	37.01
	f) Unallocated	9932.46	7739.12	8277.90	9932.46	8277.90	9932.46	7739.12	8277.90	9932.46	8277.90
	Total	25921.34	19392.34	31703.93	25921.34	31703.93	29034.66	22289.00	34037.53	29034.66	34037.53
4	CAPITAL EMPLOYED (Segment Assets - Liabilities)										
	a) Sugar	8050.75	8280.55	8958.99	8050.75	8958.99	8050.75	8280.55	8958.99	8050.75	8958.99
	b) Chemicals	2144.17	1866.68	2134.84	2144.17	2134.84	2144.17	1866.68	2134.84	2144.17	2134.84
	c) Power & Fuel	1421.18	1717.56	1751.90	1421.18	1751.90	1421.18	1717.56	1751.90	1421.18	1751.90
	d) Engineering	1870.16	1823.02	0.00	1870.16	0.00	6409.39	6435.73	4018.68	6409.39	4018.68
	e) Others	606.20	208.56	193.26	606.20	193.26	1149.07	795.73	752.52	1149.07	752.52
	f) Unallocated	12638.07	13291.22	13997.43	12638.07	13997.43	12353.07	13006.22	13712.43	12353.07	13712.43
	Total Capital Employed in Segments	26730.53	27187.59	27036.43	26730.53	27036.43	31527.63	32102.47	31329.37	31527.63	31329.37

Note:

- Sugar industry being a seasonal industry and of a predominantly cyclical nature, the above results cannot be construed as an indicator of the inter-period comparison between the quarters within a financial year.
- The above statement has been prepared to the extent applicable, in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised Accounting Practices and Policies adopted by the Company.
- The figures for the quarter ended 31.03.2022 and 31.03.2021 are balancing figure between Audited Figures in respect of full financial year and the published year-to-date figures upto the third quarter of the relevant financial year.
- The above audited Standalone and Consolidated Financial Results were reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on 27.05.2022
- The Statutory Auditor of the Company audited the above Standalone and Consolidated Financial Results for the Year ended 31.03.2022 and the Audit Report with an unqualified opinion was placed before the Board.

For K.C.P. Sugar and Industries Corporation Ltd.



Irmgard Velagapudi
Irmgard Velagapudi
Managing Director
IRMGARD VELAGAPUDI
MANAGING DIRECTOR

Place: Chennai
Date: 27.05.2022

Balance Sheet as at March 31, 2022

Amount in Rupees

Particulars	Note	As at March 31, 2022	As at March 31, 2021
ASSETS			
Non-current assets			
(a) Property, plant and equipment	3	853060099	845242935
(b) Capital work-in-progress	3 (a)	9772303	26473489
(c) Intangible assets	4	459891	652328
(d) Financial assets			
(i) Investments	5	965594043	1015359763
(ii) Other Financial Assets	6	4457034	3761279
(e) Deferred tax assets (Net)	21	52416185	43017492
(f) Other non current assets	7	49204989	41527870
Current assets			
(a) Inventories	8	1935500937	2472675877
(b) Financial Assets			
(i) Investments	9	616925677	594457669
(ii) Trade receivables	10	124009787	284680362
(iii) Cash and cash equivalents	11	154543583	13757393
(iv) Bank Balances other than (iii) above	12	59394425	73633372
(v) Other financial assets	13	420167	192241210
(c) Current tax assets (Net)	14	5561943	1744129
(d) Other current assets	15	76851293	81353279
Assets held for sale	16	84188263	7,85,79,550
Total Assets		4992360620	5769157996
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	17	113385050	113385050
(b) Other equity	18	259667034	2590257711
LIABILITIES			
Non-current liabilities			
(a) Financial Liabilities			
(i) Borrowings	19	721867821	926454850
(ii) Other Financial liabilities	20	9649479	9793613
(b) Provisions	22	38528636	34745709
Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	23	1173758538	1777051462
(ii) Trade payables			
a) Total outstanding dues of micro enterprises and small enterprises		-	-
b) Total outstanding dues of creditors other than micro enterprises and small enterprises	24	97416448	84118483
(iii) Other financial liabilities	25	85316500	216372492
(b) Other current liabilities	26	187811243	8292199
(c) Provisions	27	4959873	8686427
Total Equity and Liabilities		4992360620	5769157996



For K.C.P. Sugar and Industries Corporation Ltd.

Irmgard Velagapudi
Irmgard Velagapudi
Managing Director

Statement of Cash Flow for the year ended 31st March 2022

Amount in Rupees.

Particulars	For Year Ended March 31, 2022	For Year Ended March 31, 2021
Cash flows from operating activities		
Total Income for the Period(PBT)	-25991963	115639428
Adjustments:		
- Interest income	-11065672	-9398606
- Loss/(Profit) on sale of fixed assets	-607717	-6708745
- Loss/ (Gain) on sale of Investments	-3927884	-
- Adjustment for OCI	-25,99,519	6355079
- Interest expense	191563361	238731506
-Dividend Income	-22840308	-35501249
- Fair Value Adjustment	49244862	-315929208
-Assets Written off	1297950	-
- Depreciation and amortization	47577709	58850171
Operating cash flow before working capital changes	222650819	52038376
Changes in		
- Decrease / (Increase) In Trade Receivables	160670574	-44922420
- Decrease / (Increase) In Inventory	537174939	891670261
- Decrease / (Increase) In Other current /Non Current Financial Asset(s)	191125289	12175670
- Decrease / (Increase) In Other current Asset(s)	4501986	18641982
- Decrease / (Increase) In Current Investments	-22468009	-
-Asset held for sale	-5608713	-78579550
-(Decrease)/ Increase Long term Borrowings	-204587029	291285
- Decrease / (Increase) In Other non-current asset	-7677118	1836810
-(Decrease)/ Increase In Long term Provisions	3782926	-14437915
-(Decrease)/ Increase In Other Financial liabilities Non Current	-144135	2329100
-(Decrease)/ Increase In Trade Payables current	13297964	-525714674
-(Decrease)/ Increase In other current liabilities	179519045	-18228843
-(Decrease)/ Increase In Other financial liabilities current	-131055993	-183889622
-(Decrease)/ Increase In Short Term provisions current	-3726554	-3609479
Income taxes paid(Net)	-3877198	2534863
Net Cash generated from / (used in) operations	710927973	60097469
Cash flows from investing activities		
Purchase of fixed assets	-41554742	-88166626
Proceeds from sale of fixed assets	2363259	23507695
Investment made in current and Non Current Investments	-962458	-24902478
Dividend Income	22840308	35501249
Proceeds from sale of Investments	5411200	-
Changes in margin money deposits	14238948	4244240
Interest received	11065672	9398606
Net cash generated from/(used in) investing activities	13402187	-40417314
Cash flows from financing activities		
Proceeds from / (repayment of) long term and short term borrowings	-603292924	138547081
Dividend Paid	-11338505	-11338505
Interest paid	-191563361	-238731506
Net cash used in financing activities	-806194790	-111522930
Increase in cash and cash equivalents	140786190	-39804400
Cash and cash equivalents at the beginning of the year	13757393	53561793
Cash and cash equivalents at the end of the year	154543583	13757393
Components of cash and cash equivalents (refer note 11)		
Cash on hand	733908	651689
Balances with banks	153809675	13105704
Total cash and cash equivalents	154543583	13757393



For K.C.P. Sugar and Industries Corporation Ltd.

Irmgard Velagapudi
Irmgard Velagapudi
Managing Director

INDEPENDENT AUDITOR'S REPORT

TO THE BOARD OF DIRECTORS OF K.C.P. SUGAR AND INDUSTRIES CORPORATION LIMITED.

Report on the audit of the Standalone Annual Financial Results

Opinion

We have audited the accompanying statement of standalone annual financial results of **K.C.P. SUGAR AND INDUSTRIES CORPORATION LIMITED**, ("the company") for the year ended 31 March, 2022, 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, the statement:

- i. presents financial results in accordance with the requirements of Regulation 33 of the Listing Regulations ; and
- ii. gives a true and fair view in conformity with the applicable Indian Accounting standards ("Ind As") prescribed under Section 133 of the Companies Act, 2013 ("the Act") and other accounting principles generally accepted in India, of the net loss after tax and other comprehensive income and other financial information of the Company for the year ended 31 March, 2022.

Basis for Opinion

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 Standalone 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 opinion on the standalone annual financial results.



Management's and Board of directors Responsibilities for the Standalone Annual Financial Results

These standalone annual financial results have been prepared on the basis of these standalone annual financial statements. The Company's management and the Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' 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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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.

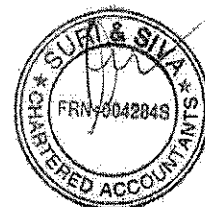
The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone 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 standalone 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.



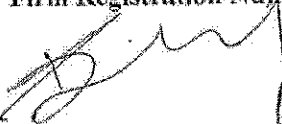
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
 - Evaluate the appropriateness of accounting policies 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 standalone 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 Matter(s)

The Statement includes the financial information for the quarter ended 31 March 2022, being the balancing figures between the audited figures in respect of the full financial year and the unaudited year-to-date figures up to the third quarter of the current financial year, which were subject to limited review by us.

For Suri & Siva
Chartered Accountants
Firm Registration Number: 004284S


V. SIVAKUMAR
Partner



Membership number: 022379
UDIN: 22022379 A J T J S U 5637

Place: Chennai

Date: 27.05.2022

INDEPENDENT AUDITOR'S REPORT

To the members of K.C.P Sugar and Industries Corporation Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of K.C.P Sugar and Industries Corporation Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss (including the statement of Other Comprehensive Income), the Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "standalone financial statements").

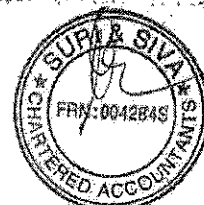
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under sec 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its loss (financial performance including other comprehensive Income), its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

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



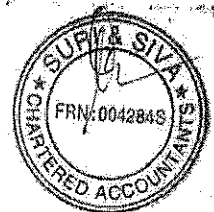
determined the matters described below to be the key audit matters to be communicated in our audit report:

SL No	Key Audit Matters	Substantive Audit Procedures
1	<p>Determination of net realizable value of inventory of sugar as at the year ended March 31, 2022As on March 31, 2022, the Company has inventory of sugar with the carrying value Rs.17004.22 Lakhs. The inventory of sugar is valued at the lower of cost and net realizable value. We considered the inventory valuation of sugar as a key audit matter given the relative size of the balance in the financial statements and significant judgment involved in the consideration of factors such as monthly quota, fluctuation in selling prices and the related notifications of the Government in determination of net realizable value. For details: - Refer Note No 42 to the Financial Statements.</p>	<p>1. We understood and tested the design and operating effectiveness of controls as established by the management in determination of net realizable value of inventory of sugar.</p> <p>2. Assessing the appropriateness of Company's accounting policy for valuation of finished goods and compliance of the policy with the requirements of the prevailing accounting standards.</p> <p>3. We considered various factors including the actual selling price prevailing around and subsequent to the year-end, minimum selling price, monthly quota and other notifications of the Government of India, initiatives taken by the Government with respect to sugar industries.</p> <p>4. Compared the cost of the finished goods with the estimated net realizable value and checked if the finished goods were recorded at net realizable value where the cost was higher than the net realizable value. For the purpose of determination of cost, the Company has considered the prevailing market conditions.</p> <p>5. Based on the above procedures performed, the management's determination of the net realizable value of the inventory of sugar as at the year end and comparison with cost for valuation of inventory, is considered to be reasonable.</p>

Information Other than the Financial Statements and Auditor's Report Thereon

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

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



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

Management's Responsibility for 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 including other comprehensive income / loss, changes in equity and cash flows of the Company in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act. 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 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

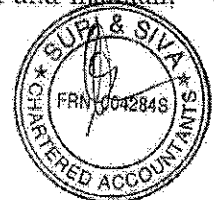
In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the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

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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

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

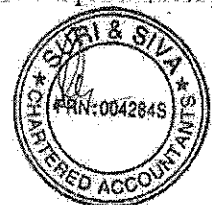


- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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



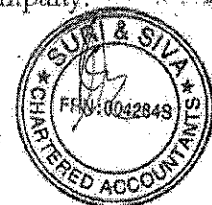
Report on Other Legal and Regulatory Requirements

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- (b) In our opinion, proper books of accounts 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, Statement of Profit and Loss, (including the statement of Other Comprehensive Income), the Cash Flow Statement and Statement of Changes in Equity 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 Indian Accounting Standards specified under section 133 of the Act.
- (e) On the basis of written representations received from the directors as on March 31, 2022, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022, from being appointed as a director in terms of section 164 (2) of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" to this report;
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

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

- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position. Refer Note no 44b to the financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no delay in transferring the amounts, which were required to be transferred, to the Investor Education and Protection Fund by the Company.



iv. The Management has represented that, to the best of its knowledge and belief:

- a. No funds (which are material either individually or in aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- b. No funds (which are material either individually or in aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- c. Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement

v.

- a) The final dividend proposed in the previous year, declared and paid by the Company during theyear is in accordance, with Section 123 of the Act, as applicable.
- b) The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable

For Suri & Siva
Chartered Accountants
Firm Registration Number: 004284S


V.SIVAKUMAR

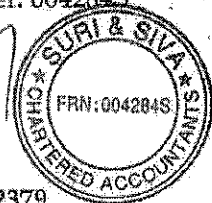
Partner

Membership number: 022379

UDIN: 22022379AJTZNH8942

Place: Chennai

Date: 27.05.2022

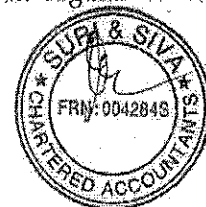


Annexure A to the Independent Auditor's report of even date to the members of K.C.P Sugar and Industries Corporation Limited, on the financial statements for the year ended 31 March 2022

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Based on the audit procedures performed for the purpose of reporting a true and fair view of the financial statements of the Company and taking into consideration the information and explanations given to us and the books of accounts and other records examined by us, in the normal course of audit, and to the best of our knowledge, we report that:

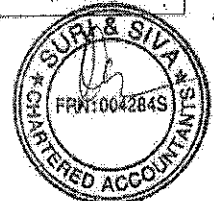
- i. in respect of the Company's property, plant and equipment and intangible assets:
 - (a) a. the Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
 - b. the Company has maintained proper records showing full particulars of intangible assets.
 - (b) the Company has a program of physical verification of property, plant and equipment at regular intervals so to cover all the assets which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification
 - (c) according to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company, except in respect of certain immovable properties (land and buildings), which have been transferred to the Company as per a scheme of demerger are in the name of the erstwhile demerged company.
 - (d) the Company has not revalued any of its property, plant and equipment and intangible assets during the year
 - (e) no proceedings have been initiated during the year or are pending against the Company as at 31 March 2022 for holding any benami property under the Benami Transactions (Prohibitions) Act, 1988 (as amended in 2016) and rules made thereunder
- ii. (a) the Company has a program of physical verification of inventory at regular



intervals which, in our opinion, is reasonable having regard to the size of the Company and the nature of its inventory. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

- (b) the Company has availed working capital facilities in excess of INR 5 crores from banks / financial institutions on the basis of security of current assets and the quarterly returns / statements filed by the Company are in agreement with the books of accounts.
- iii. The Company has not made investments or provided guarantee or security or granted loans or advances, secured or unsecured, to Companies, Firms, Limited Liability Partnerships or any other parties, during the year and hence reporting under clause 3(iii) of the Order is not applicable:
- iv. the Company has complied with the provisions of section 185 and 186 of the Act in respect of loans granted, investments made and guarantees and securities provided, as applicable
- v. In respect of deposits accepted, in our opinion, and according to the information and explanations given to us, directives issued by the Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under, to the extent applicable, have been complied with. We are informed by the management that no order has been passed by the Company Law Board, National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal.
- vi. We have broadly reviewed the books of accounts and records maintained by the company pursuant to the Rules made by the Central Government for the maintenance of Cost Records under section 148(1) of the Companies Act, 2013 and we are of the opinion that prima facie, the prescribed accounts and records have been made and maintained.
- vii. in respect of statutory dues:
- (a) the Company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, goods and service tax, duty of customs, cess and other material statutory dues applicable to it with the appropriate authorities. There were no undisputed amounts payable which were outstanding as on 31 March 2022 for a period of more than six months from the date on which they became payable
- (b) details of statutory dues referred to in sub-clause (a) above which have not been deposited as on 31 March 2022, on account of disputes are given below:

Name of the statute	Disputed Amount in INR lakhs	Period to which the amount related to	Paid under protest INR lakhs	Forum where the dispute is pending



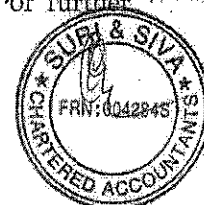
Andhra Pradesh Value Added Tax Act, 2005	37.94	April 2009 to June 2017	16.61	Sales Tax Appellate Tribunal, Vizag
Employees provident funds and Miscellaneous Provisions Act, 1952	110.95	April 2011 to November 2013	38.31	The Employee's Provident Funds Appellate Tribunal (EPEAT), Bangalore
A.P.E.D Act, 1939	21.74	17 th July 2003 to 31 st March 2017.	10.87	Hon'ble Andhra Pradesh High Court.
A.P.E.D Act, 1939	557.13	17 th July 2003 to 23 rd May 2013.	334.28	Hon'ble Supreme Court of India

viii. there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

ix.

- (a) the Company has not defaulted during the year in repayment of dues to any lender during the year.
- (b) the Company has not been declared a willful defaulter by any bank of financial institution or government or any government authority
- (c) as per the information and explanations provided to us, the term loans were applied for the purpose for which the loans were obtained.
- (d) on an overall examination of the financial statements of the Company, funds raised on short term basis have, prima facie, not been used during the year for long-term purposes by the Company
- (e) on an overall examination of the financial statements of the Company, the Company has not taken funds from any entity or person on account of or to meet the obligations of its subsidiaries / joint ventures / associates.
- (f) the Company has not raised loans during the year on the pledge of securities held in its subsidiaries / joint ventures / associate companies and hence reporting under clause 3(ix)(f) is not applicable.

x. (a) the Company has not raised moneys by way of initial public offer or further



public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) is not applicable.

(b) the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable

xi. (a) no fraud by the Company and no fraud on the Company has been noticed or reporting during the year

(b) no reporting under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the date of this report

(c) as informed by the Company, there were no whistle-blower complaints received during the year.

xii. the Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable

xiii. In our opinion, the Company is in compliance with sections 177 and 188 of the Act, where applicable, and the requisite details have been disclosed in the financial statements etc., as required by the applicable accounting standards

xiv.

(a) in our opinion and based on our examination, the Company has an adequate internal audit system commensurate with the size and the nature of its business.

(b) we have considered the internal audit reports of the Company issued during the year and till date.

xv. the Company has not entered into any non-cash transactions its directors or persons connected with its directors and hence provisions of section 192 of the Act are not applicable to the Company.

xvi. in our opinion, the Company is not required to registered under section 45-IA of the Reserve Bank of India Act, 1934 and hence reporting under clause 3(xvi) and its sub-clauses of the Order is not applicable

xvii. the Company has not incurred cash losses during the financial year covered by our audit however the company has incurred cash losses of Rs.1413.25 Lakhs in the immediately preceding financial year

xviii. there has been no resignation of the statutory auditors of the Company during the year



xix. on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx.

- (a) there are no ongoing projects as defined under sub-section (5) of section 135 of the Act and hence reporting under clause 3(xx)(a) of the Order is not applicable
- (b) there are no unspent amount as defined under sub-section (5) of section 135 of the Act and hence reporting under clause 3(xx)(b) of the Order is not applicable

For Suri & Siva
Chartered Accountants
Firm Registration Number: 004284S


V. SIVAKUMAR

Partner

Membership number: 022379



Place: Chennai

Date: 27.05.2022

UDIN: 22022379AJTINH8942

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of K.C.P.SUGAR AND INDUSTRIES CORPORATION LIMITED of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Subsection 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of K.C.P.SUGAR AND INDUSTRIES CORPORATION LIMITED ("the Company") as of March 31, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

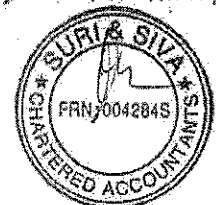
Management's Responsibility for Internal Financial Controls

The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls.

Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal



financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Limitations of Internal Financial Controls over Financial Reporting


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

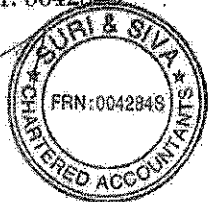


Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Suri & Siva
Chartered Accountants
Firm Registration Number: 0042848


V. SIVAKUMAR
Partner
Membership number: 022379



Place: Chennai
Date: 27.05.2022

UDIN: 22022379AJTINH8948

Consolidated Financial statements

K.C.P.Sugar And Industries Corporation Ltd

Balance Sheet as at March 31, 2022

Amount in Rupees

Particulars	Note	As at March 31, 2022	As at March 31, 2021
ASSETS			
Non-current assets			
(a) Property, plant and equipment	3	914968981	910693426
(b) Capital work-in-progress	3a	9772303	26473489
(c) Other Intangible assets	4	459891	652328
(d) Intangible Asset under Development	4a	4666902	4666902
(e) Financial assets			
(i) Investments	5	1043794204	1090015421
(ii) Other Financial Assets	6	5032165	4336410
(f) Deferred tax assets, (net)	21	56005938	45730541
(g) Other non-current assets	7	52236577	44559459
Current assets			
(a) Inventories	8	2154835634	2615827528
(b) Financial Assets			
(i) Investments	9	759956827	692726681
(ii) Trade receivables	10	293092763	462995022
(iii) Cash and cash equivalents	11	178397826	43091621
(iv) Bank Balances other than (iii) above	12	82702292	92345452
(v) Other financial assets	13	420167	192508715
(c) Other current assets	14	136889140	124865304
Asset held for sale	15	84188263	78579550
Total Assets		5777419873	6430067849
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	16	113385050	113385050
(b) Other equity	17	3039377399	3019552691
Liability			
Non-current liabilities			
(a) Financial Liabilities			
(i) Borrowings	18	721867821	926454850
(ii) Other Financial liabilities	19	9649479	9793613
(b) Provisions	20	101714925	97516594
Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	22	1173758538	1777051461
(ii) Trade payables	23		
a) Total outstanding dues of micro enterprises and small enterprises			
b) Total outstanding dues of creditors other than micro enterprises and small enterprises		209181359	148114299
(iii) Other financial liabilities	24	86422653	220595733
(b) Other current liabilities	25	297436493	89722004
(c) Short Term provisions	26	15695201	21294146
(d) Current Tax Liabilities (Net)	27	8930955	6587409
Total Equity and Liabilities		5777419873	6430067849



For K.C.P. Sugar and Industries Corporation Ltd.

Irmgard Velagapudi
Irmgard Velagapudi
Managing Director

Statement of Consolidated Cash Flow statement

Amount in Rupees

Particulars	For Year Ended March 31, 2022	For Year Ended March 31, 2021
Cash flows from operating activities		
Total Income for the Period(PBT)	51537229	171137401
Adjustments:		
- Interest income	-12488677	-11771224
- Loss/(Profit) on sale of fixed assets	-761228	-6797646
- Loss/(Profit) on sale of Investment	-3982451	0
- Balance Written off	0	-19726
- Excess Provision Credited Back	0	-6812557
- Adjustment for OCI	-5590029	-8078501
- Interest expense	196952599	238731506
- Dividend Income	-25073187	-40282526
- Profit from Partnership firm		-10322488
- Fair Value Adjustment	49244862	-301430855
- Assets Written off	1297950	0
- Depreciation and amortization	51843413	63626277
Operating cash flow before working capital changes	302980481	87979662
Changes in		
- Decrease/(Increase) In Trade Receivables	169902259	-91798976
- Decrease/(Increase) In Inventory	460991894	830838103
- Decrease/(Increase) In Other current Financial Asset(s)	192088548	11986585
- Decrease/(Increase) In Other current Asset(s)	-12023837	16287808
- Decrease/(Increase) In Current investments	-67230146	
- Assets held for sale	-5608713	
- Decrease/(Increase) Other Financial Assets - Non current	-695755	301285
- Decrease/(Increase) In Other non-current asset	-7677118	1836809
(Decrease)/Increase In Long term Provisions	4198331	8246297
(Decrease)/Increase In non-current Financial liabilities	-144134	2329100
(Decrease)/Increase In Trade Payables current	61067060	-519057778
(Decrease)/Increase In other current liabilities	207714490	23287380
(Decrease)/Increase In Other financial liabilities current	-134173083	-183190171
(Decrease)/Increase In Short Term provisions current	-5598945	-3843530
Income taxes paid	-22715838	-10767742
Net Cash generated from / (used in) operations	840095013	86455171
Cash flows from investing activities		
Investment in Partnership firm	0	0
Purchase of fixed assets	-43645373	-167855236
Proceeds from sale of fixed assets	3883310	23857695
Dividend Income	25073187	40282526
Investment made in Non Current Investments(net)	958806	-28418874
Decrease / (Increase) in Margin Money Deposits	9643160	11255961
Interest received	12488677	11771224
Net cash generated from/(used in) investing activities	8401768	-109106704
Cash flows from financing activities		
Proceeds from / (repayment of) long term and short term borrowings	-807879952	138547081
Interest paid	-196952599	-238731506
Dividend paid	-11338505	-11338505
Net cash used in financing activities	-1016171056	-111522930
Increase in cash and cash equivalents	135306205	-46194801
Cash and cash equivalents at the beginning of the year	43091620	89286421
Cash and cash equivalents at the end of the year	178397825	43091620
	178397825	43091620
Components of cash and cash equivalents (refer note 11)		
Cash on hand	871849	107546
Balances with banks	177525977	42984074
Total cash and cash equivalents	178397826	43091620



For K.C.P. Sugar and Industries Corporation Ltd

Irmgard Velagapudi
Irmgard Velagapudi
Managing Director

Auditor's Report on the audit of the annual financial results of the group with the last quarter financial results being balancing figures Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of K.C.P. SUGAR AND INDUSTRIES CORPORATION LIMITED. (Holding Company)

Report on the Audit of the Consolidated Annual Financial Results

Opinion

We have audited the accompanying consolidated annual financial results of K.C.P. SUGAR AND INDUSTRIES CORPORATION LIMITED. (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") for the year ended March 31,2022, attached herewith, being submitted by the Holding 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 , the aforesaid consolidated financial results:

(i) include the annual financial results of the following entities

1.THE EIMCO-K.C.P LIMITED (Wholly owned subsidiary)

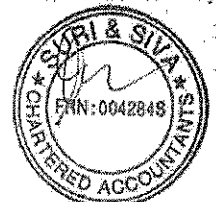
2.KCP SUGARS AGRICULTURAL RESEARCH FARMSLIMITED(Wholly owned subsidiary)

(ii) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

(iii) give a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the Group for the year ended March 31,2022.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ("Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group, and its associates and jointly controlled entities in accordance with the Code of Ethics.



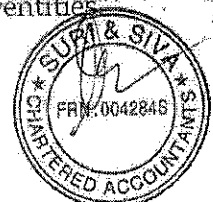
issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us sufficient and appropriate to provide a basis for our opinion on the consolidated annual financial results.

Management's and Board of Directors' Responsibilities for the Consolidated Annual Financial Results

These Consolidated Annual financial results have been prepared on the basis of the consolidated annual financial statements. The Holding Company's management and the Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit/ loss and other comprehensive income and other financial information of the Group including its associates and jointly controlled entities in accordance with the Indian Accounting Standards 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. The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associates and jointly controlled entities 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results 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 results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for assessing the ability of the Group and its associates and jointly controlled entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for overseeing the financial reporting process of the Group and of its associates and jointly controlled entities.

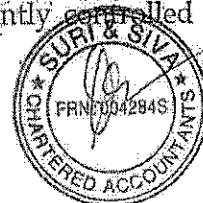


Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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 ability of the Group and its associates and jointly controlled entities 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 consolidated 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 Group and its associates and jointly controlled entities to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its associates and jointly controlled



entities to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

Other Matters

The Financial Results include the results for the quarter ended March 31, 2022 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For Suri & Siva

Chartered Accountants

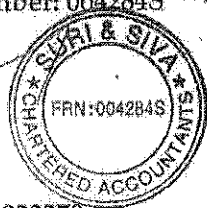
Firm Registration Number: 004284S

V.SIVAKUMAR

Partner

Membership number: 022379

UDIN: 22022379AJTLHY8883



Place: Chennai

Date: 27.05.2022

INDEPENDENT AUDITOR'S REPORT

To the Members of K.C.P.SUGAR AND INDUSTRIES CORPORATION LIMITED

Report on the Consolidated Financial Statements

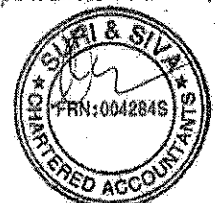
Opinion

We have audited the accompanying consolidated financial statements of K.C.P.SUGAR AND INDUSTRIES CORPORATION LIMITED (the "Company") and its subsidiaries (the Company and its subsidiaries together referred to as "the Group"), which comprise the consolidated Balance Sheet as at March 31, 2022, and the consolidated statement of Profit and Loss (including Other comprehensive income), the consolidated statement of changes in equity and the consolidated cash flows Statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards ("Ind AS") prescribed under section 133 of the act read with Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2022, of consolidated Profit, consolidated total comprehensive income, consolidated changes in equity and its consolidated cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of consolidated financial statements in accordance with the Standards on Auditing ("SA's) specified under section 143(10) of the Companies act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by Institute of Chartered Accountants of India (ICAI), together with the ethical requirements that are relevant to our audit of consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained us is



sufficient and appropriate to provide a basis for our opinion on the consolidated financial statements.

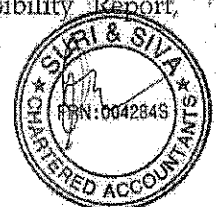
Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

SL No	Key Audit Matters	Substantive Audit Procedures
1	Determination of net realizable value of inventory of sugar as at the year ended March 31, 2022. As on March 31, 2022, the Company has inventory of sugar with the carrying value Rs.17004.22 Lakhs. The inventory of sugar is valued at the lower of cost and net realizable value. We considered the inventory valuation of sugar as a key audit matter given the relative size of the balance in the financial statements and significant judgment involved in the consideration of factors such as monthly quota, fluctuation in selling prices and the related notifications of the Government in determination of net realizable value.	<ol style="list-style-type: none"> 1. We understood and tested the design and operating effectiveness of controls as established by the management in determination of net realizable value of inventory of sugar. 2. Assessing the appropriateness of Company's accounting policy for valuation of finished goods and compliance of the policy with the requirements of the prevailing accounting standards. 3. We considered various factors including the actual selling price prevailing around and subsequent to the year-end, minimum selling price, monthly quota and other notifications of the Government of India, initiatives taken by the Government with respect to sugar industries. 4. Compared the cost of the finished goods with the estimated net realizable value and checked if the finished goods were recorded at net realizable value where the cost was higher than the net realizable value. For the purpose of determination of cost, the Company has considered the prevailing market conditions. 5. Based on the above procedures performed, the management's determination of the net realizable value of the inventory of sugar as at the year end and comparison with cost for valuation of inventory, is considered to be reasonable.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report,



Corporate Governance and Shareholder's Information, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.

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

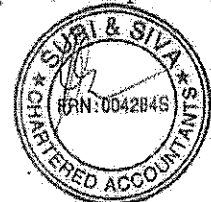
In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our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

Management's Responsibilities for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated changes in equity and consolidated cash flows of the Group in accordance with the Ind AS and other accounting principles generally accepted in India. The respective Boards of Directors of the companies included in the Group 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 frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Company, as aforesaid.

In preparing the consolidated financial statements, the respective Boards of Directors of the companies included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Boards of Directors either intend to liquidate their respective entities or to cease operations, or have no realistic alternative but to do so.

The respective Boards of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.



Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company and its subsidiary companies which are companies incorporated in India, has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group 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 consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial



statements of such entities included in the consolidated financial statements of which we are the independent auditors.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the consolidated financial statements.

We communicate with those charged with governance of the Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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

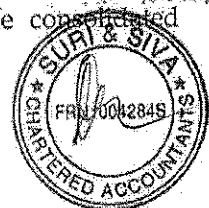
Report on Other Legal and Regulatory Requirements

1. As required by 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 (including Other Comprehensive Income), Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.



d) In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under section 133 of the Act.

e) On the basis of the written representations received from the Directors of the Company as on March 31, 2022 taken on record by the Board of Directors of the Company and the reports of the statutory auditors of its subsidiary companies incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164(2) of the Act

f) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" which is based on the auditor's reports of the company and its subsidiaries incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls over financial reporting of those companies, for the reasons stated therein.

g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

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

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

i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group. Refer note no 36.1 to the consolidated financial statements.

ii. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.

iii. There has been no delay in transferring amounts, which were required to be transferred, to the Investor Education and Protection Fund by the Company and its Subsidiary Companies incorporated in India.

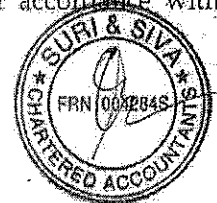


iv. The Management has represented that, to the best of its knowledge and belief:

- (a) The respective Managements, of the Company and its subsidiaries whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any of such subsidiaries to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The respective Managements, of the Company and its subsidiaries whose financial statements have been audited under the act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in aggregate) have been received by the Company or any of such subsidiaries from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company or any such subsidiaries shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us on the company and its subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v.

- a) The final dividend proposed in the previous year, declared and paid by the Company during the year is in accordance, with Section 123 of the Act, as applicable.
- b) The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable



2. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/"CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Company and its subsidiaries included in the consolidated financial statements of the Company, to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks in these CARO reports.

For Suri & Siva
Chartered Accountants

Firm Registration Number: 0042848


W. SIVAKUMAR

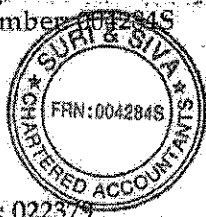
Partner

Membership number: 022379

UDIN: 22022379 AJTKTF 7981

Place: Chennai

Date: 27.05.2022



ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of K.C.P.SUGAR AND INDUSTRIES CORPORATION LIMITED of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (f) of Subsection 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2022, we have audited the internal financial controls over financial reporting of K.C.P.SUGAR AND INDUSTRIES CORPORATION LIMITED (hereinafter referred to as "Company") and its subsidiary companies, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company and its subsidiary companies, which are companies incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.



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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Company and its subsidiary companies, which are companies incorporated in India.

Meaning of Internal Financial Controls over Financial Reporting

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

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting



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



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Company and its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India

For Suri & Siva
Chartered Accountants
Firm Registration Number: 004284S



V. SIVAKUMAR

Partner

Membership number: 022379

UDIN: 22022379A3TKTF7981

Place: Chennai

Date: 27.05.2022



K.C.P. SUGAR AND INDUSTRIES CORPORATION LTD.

Regd. Office : "Ramakrishna Buildings", Post Box No. 727, No.239, (Old No.183), Anna Salai, Chennai - 600 006.
Ph : 044 2855 5171 to 5176 Fax : 044 2854 6617 E-mail : general@kcpsugar.com, finance@kcpsugar.com
CIN - L15421TN1995PLC033198

Declaration under Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

I, K. Panneer Selvan, Chief Financial Officer of K.C.P.Sugar and Industries Corporation Limited (CIN: L15421TN1995PLC033198) having its Registered Office at 'Ramakrishna Buildings', No.239, Anna Salai, Chennai - 600 006, hereby declare that the Statutory Auditor M/s. M/s.Suri & Siva, Chartered Accountants (FRN: 004284S) have issued an Audit Report (Standalone and Consolidated) with unmodified opinion on Audited Financial Results of the Company for the Quarter and Financial Year ended 31/03/2022.

This declaration is given in compliance to Regulation 33(3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Pursuant to Regulation 30 & 33 read with Para A of Part A of Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors have inter-alia approved and taken on record the following at its meeting held today (27/05/2022):

Place: Chennai
Date: 27/05/2022

For **K.C.P.Sugar and Industries Corporation Limited**

K.PanneerSelvan
Chief Financial Officer

◇ Leading Manufacturers of Premium Grade Sugars, Rectified Spirit, Anhydrous Alcohol, Extraneutral Alcohol, Co2, Calcium Lactate, Bio-Fertilizers, Bio-Compost and Mycorrhiza Inoculum.

Factories at	- Vuyyuru,	Krishna Dist., A.P. - 521 165.	Tel : 08676 232001/02	Fax : 08676 232640
	- Lakshmipuram	Krishna Dist., A.P. - 521 131.	Tel : 08671 222046	Fax : 08671 222640
Engineering Division - Trichy		Tamil Nadu - 620 015.	Tel : 0431 - 2501201	