



# Dharani Sugars and Chemicals Limited

Regd. Office: "PGP HOUSE", (Old No.57) New No.59, Sterling Road, Nungambakkam, Chennai - 600 034.

Tel : 28234000, 28311313, 28254176, Fax : 28232074, 28232076

Email : accounts@dharaanisugars-pgp.com, commercial @pgpgroup.in, secretarial@dharaanisugars-pgp.com

GST No : 33AAACD1281F1Z7 | TIN NO:33061502443 | CST No : 818529/19.11.87

CIN No : L15421TN1987PLC014454, Website : www.dharaanisugars.in

DSC/Fin/Results/March/Reg 30 & 33/2026

May 16, 2026

BSE Ltd Corporate Relationship Department, First Floor, New Trading Ring, Rotunda Building, Floor No: 25 P J Towers, Dalal Street, Fort, Mumbai 400 001	National Stock Exchange of India Limited Exchange Plaza, 5 <sup>th</sup> Floor Plot No.C/1 G Block Bandra – Kurla Complex Bandra East, Mumbai 400 051
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Dear Sir/Madam

**Sub: Outcome Board Meeting -Audited Financial Results for the Quarter and Year ended 31<sup>st</sup> March 2026.**

**Ref: BSE- Scrip Code – 507442 (BSE) – NSE- DHARSUGAR.**

In accordance with Regulation 30 and 33 read with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the following items were discussed and approved in the Meeting of the Board of Directors held on 16.05.2026.

1. Audited Financial Results of the Company for the Quarter and year ended March 31, 2026, along with segment wise report, Statement of Assets & Liabilities and Cashflow Statement.
2. Independent Auditors Report.
3. Statement on impact of Audit Qualifications.
4. Appointed M/S Srinivasan & Shankar Chartered Accountants, Chennai (Firm Regn No 005093S) as the Internal Auditor of the Company for the Financial year 2026-27.
5. Appointed M/s SRR & Associates, Cost Accountants Chennai (Firm Regn.No.000992) as the Cost Auditor of the Company for the Financial year 2026-27.
6. Appointed M Damodaran & Associates LLP, Chennai (Firm No. L2019TN006000), Secretarial Auditor of the Company as a Scrutinizer for the purpose of scrutinizing the remote e-voting process and e-voting conducted during the 39<sup>th</sup> Annual General Meeting.
7. Re-appointed Mrs Visalakshi Periasamy, Director (DIN:00064517) who retires by rotation and being eligible offers herself for re-appointment subject to approval of shareholders at the ensuing Annual General Meeting.
8. Decided to convene the 39<sup>th</sup> Annual General Meeting of the Members of the Company during 4<sup>th</sup> week of September 2026 through Video Conference (VC)/Other Audio-Visual Means (OAVM) in accordance with the relevant circular issued by the Ministry of Corporate affairs/Govt.of India/SEBI.

The Meeting of the Board of Directors of the Company commenced at 3.30 p.m. and concluded at 5.00 p.m.

This above Result is also available at the website of the Company ([www.dharaanisugars.com](http://www.dharaanisugars.com)) and at the websites of the Stock Exchanges where the equity shares of the Company are listed: BSE Limited ([www.bseindia.com](http://www.bseindia.com)) and National Stock Exchange of India Limited ([www.nseindia.com](http://www.nseindia.com)).

This is for your information and record.

Thanking You,

Yours faithfully,  
for Dharani Sugars and Chemicals Limited

  
E P Sakthivel  
Company Secretary

Encl.: as above

Dharani Nagar, Vasudevanallur,  
Tirunelveli District - 627 760  
Ph : (04636) 241370/371/372  
Fax : (04636) 241578  
Email : dharani1@dharaanisugars-pgp.com

Karaiipoondi Village, Polur,  
Tiruvannamalai District - 606 803.  
Ph : (04181) 223161, 223162, 223170  
Fax : (04181) 223330  
Email : dharani2@dharaanisugars-pgp.com

Kalayanallur Village, Thiyagadurugam,  
Pallangacherry Post, Kallakurichi Via,  
Villupuram District - 606 206  
Mobile : 0451-248208  
Email : dharani3@dharaanisugars-pgp.com



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## Annexure - A

Details under amended Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read along with SEBI Circular No. SEBI/HO/CFD/CFDPoD1/P/CIR/2023/123 dated July 13, 2023.

### 1. Appointment M/S Srinivasan & Shankar Chartered Accountants, Chennai (Firm Regn. No 005093S) as Internal Auditor.

Sl.No.	Particulars	
1	Reason for change viz., <del>appointment, re-appointment, resignation, removal, death, cessation or otherwise</del>	Re-appointment
2	Date of appointment/ <del>reappointment/ cessation (as applicable)</del> & term of appointment/ re-appointment;	01.04.2026 One year from 01.04.2026 to 31.03.2027.
3	Brief Profile (in case of appointment)	-
4	Disclosure of relationships between Directors (in case of appointment of Director)	-

### 2. Appointment M/s SRR & Associates, Cost Accountants Chennai (Firm Regn.No.000992) as a Cost Auditor.

Sl.No.	Particulars	
1	Reason for change viz., <del>appointment, re-appointment, resignation, removal, death, cessation or otherwise</del>	Re-appointment
2	Date of appointment/ <del>reappointment/ cessation (as applicable)</del> & term of appointment/ re-appointment;	01.04.2026 One year from 01.04.2026 to 31.03.2027.
3	Brief Profile (in case of appointment)	-
4	Disclosure of relationships between Directors (in case of appointment of Director)	-

### 3. Re-appointment of Mrs Visalakshi Periasamy, Director (DIN:00064517)

Sl.No.	Particulars	
1	Reason for change viz., <del>appointment, re-appointment, resignation, removal, death, cessation or otherwise</del>	Re-appointment
2	Date of <del>appointment/ reappointment/ cessation (as applicable)</del> & term of appointment/ re-appointment;	Retires by rotation and being eligible offers herself for re-appointment subject to approval of shareholders at the ensuing Annual General Meeting.
3	Brief Profile (in case of appointment)	-
4	Disclosure of relationships between Directors (in case of appointment of Director)	-

Dharani Nagar, Vasudevanallur,

Tirunelveli District - 627 760

Ph : (04636) 241370/371/372

Fax : (04636) 241578

Email : dharani1@dharanisugars-pgp.com

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## 4. Appointment of M Damodaran & Associates LLP, Secretarial Auditor of the Company

Sl.No.	Particulars	
1	Reason for change viz., appointment, <del>re-appointment, resignation, removal, death, cessation or otherwise</del>	Appointment
2	Date of appointment/ <del>re-appointment/ cessation (as applicable)</del> & term of appointment/ <del>re-appointment</del> ;	16.05.2026 M Damodaran & Associates LLP, Chennai (Firm No. L2019TN006000), Secretarial Auditor of the Company as a Scrutinizer for the purpose of scrutinizing the remote e-voting process and e-voting conducted during the 39 <sup>th</sup> Annual General Meeting
3	Brief Profile (in case of appointment)	M Damodaran & Associates LLP, Chennai (Firm No. L2019TN006000) is a Peer Reviewed Company Secretaries firm registered with Institute of Company Secretaries of India, (since 2002) having Membership No 5837 and Certificate of Practice No. 5081 and rendering services in the area of Company Law, SEBI Laws, RBI Laws, FEMA Laws, IPR Laws and RD/ROC related matters. M Damodaran & Associates LLP has a team of qualified Company Secretaries, semi qualified and apprentice trainees and are associated to different professionals to cater clients with all the types of services. M Damodaran & Associates LLP works closely with their clients to understand their business and goals. As legal advisors, they focus on achieving results by integrating their legal acumen with practical, creative business solutions tailored to their client's particular needs.
4	Disclosure of relationships between Directors (in case of appointment of Director)	-

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Email: secretarial@dharanisugars-gpp.com, Website: www.dharanisugars.com

Statement of standalone Audited financial results for the Year Ended March 31, 2026

Rs. In lakhs

S.No	Particulars	Quarter ended			Year ended	
		March 31, 2026 (Audited)	December 31, 2025 (Unaudited)	March 31, 2025 (Audited)	March 31, 2026 (Audited)	March 31, 2025 (Audited)
	<b>Income from Operations</b>					
1	(a) Net Sales/ Revenue from operations	(25.21)	11.76	-	-	-
	(b) Other Operating Income	49.50	5.49	17.27	241.33	71.52
	<b>Total Income from Operations (Net)</b>	<b>24.29</b>	<b>17.25</b>	<b>17.27</b>	<b>241.33</b>	<b>71.52</b>
2	<b>Expenses</b>					
	(a) Cost of materials consumed	-	-	-	-	-
	(b) Purchase of Stock in Trade	-	-	-	-	-
	(c) Changes in inventories of finished goods, work in progress and stock in trade	-	-	-	-	-
	(d) Employees benefits expense	600.69	364.89	278.89	1,732.02	1,114.16
	(e) Depreciation and amortisation expense	549.76	549.76	552.63	2,199.05	2,209.89
	(f) Other expenses	90.69	177.00	502.67	678.09	1,047.15
	<b>Total Expenses</b>	<b>1,241.14</b>	<b>1,091.65</b>	<b>1,334.19</b>	<b>4,609.16</b>	<b>4,371.20</b>
3	Profit/(Loss) from Operations before other income, Finance costs and exceptional items (1-2)	<b>(1,216.85)</b>	<b>(1,074.40)</b>	<b>(1,316.92)</b>	<b>(4,367.83)</b>	<b>(4,299.68)</b>
4	Other income				-	-
5	Profit/(Loss) from ordinary activities before Finance costs and exceptional items (3+4)	<b>(1,216.85)</b>	<b>(1,074.40)</b>	<b>(1,316.92)</b>	<b>(4,367.83)</b>	<b>(4,299.68)</b>
6	Finance Cost	997.85	953.79	2020.00	3,908.68	4,192.15
7	Profit/(Loss) from ordinary activities after Finance costs but before exceptional items (5+6)	(2,214.70)	(2,028.19)	(3,336.92)	(8,276.51)	(8,491.83)
8	Exceptional items	(2,195.56)	-	(141.23)	(2,195.56)	(807.70)
9	Profit/(Loss) from ordinary activities before tax (7+8)	<b>(4,410.26)</b>	<b>(2,028.19)</b>	<b>(3,478.15)</b>	<b>(10,472.07)</b>	<b>(9,299.53)</b>
10	Tax expenses	-	-	-	-	-
11	Net Profit (Loss) ordinary activities after tax (9+10)	<b>(4,410.26)</b>	<b>(2,028.19)</b>	<b>(3,478.15)</b>	<b>(10,472.07)</b>	<b>(9,299.53)</b>
12	Extraordinary items (net of tax)	-	-	-	-	-
13	Net Profit (Loss) for the period (11+12)	<b>(4,410.26)</b>	<b>(2,028.19)</b>	<b>(3,478.15)</b>	<b>(10,472.07)</b>	<b>(9,299.53)</b>
14	Share of profit/( Loss) of Associates	-	-	-	-	-
15	Minority Interest	-	-	-	-	-
16	Net profit /(Loss) after taxes, minority interest and share of profit/(Loss) of associates(13+14+15)	<b>(4,410.26)</b>	<b>(2,028.19)</b>	<b>(3,478.15)</b>	<b>(10,472.07)</b>	<b>(9,299.53)</b>
17	Other Comprehensive Income					
	(A) Items that will not be classified to profit or loss					
	(i) Remeasurement of Defined Benefit Gain/(Loss)	516.54	-	(282.49)	516.54	<b>(282.49)</b>
	(ii) Income Tax relating to items that will be not reclassified to profit or loss	-	-	-	-	-
	Total other comprehensive income , net of income tax	<b>(3,893.72)</b>	<b>(2,028.19)</b>	<b>(3,760.64)</b>	<b>(9,955.53)</b>	<b>(9,582.02)</b>
18	Paid-up equity share capital	4,151.43	4,151.43	4151.43	4,151.43	4,151.43
	Face value per share (Rs)	10.00	10.00	10.00	10.00	10.00
19	Reserves excluding Revaluation Reserves as per balance sheet of Previous accounting year	-	-	-	-	(20,479.57)
20	i.Earnings per share(Before extraordinary items)					
	- Basic	(5.33)	(4.89)	(8.83)	(19.94)	(22.46)
	- Diluted	(5.33)	(4.89)	(8.83)	(19.94)	(22.46)
	ii.Earnings per share(After extraordinary items)					
	- Basic	(5.33)	(4.89)	(9.20)	(25.23)	(24.60)
	- Diluted	(5.33)	(4.89)	(9.20)	(25.23)	(24.60)



*N.S.*

*M. S.*

**Notes to the Audited financial results for the quarter ended 31<sup>st</sup> March 2026:**

1. The Company was admitted into Corporate Insolvency Resolution Process ("CIRP") on July 29, 2021. As no viable resolution plan emerged, the Hon'ble National Company Law Tribunal ("NCLT"), Chennai Bench, ordered liquidation of the Company on June 27, 2023. Subsequently, the consortium of lenders assigned their debts to National Asset Reconstruction Company Limited ("NARCL") through a Joint Assignment Agreement dated September 30, 2023. Following an appeal preferred by the promoters, the Hon'ble Supreme Court set aside the liquidation order and remitted the matter back to the Hon'ble NCLT vide its order dated March 18, 2024. Thereafter, the Committee of Creditors ("CoC"), in its 17th meeting held on April 22, 2024, approved the settlement proposal submitted by the promoters and the Hon'ble NCLT permitted withdrawal of CIRP proceedings under Section 12A of the Insolvency and Bankruptcy Code, 2016 vide order dated May 09, 2024.

The Company has accumulated losses resulting in negative net worth as at March 31, 2026. Further, the manufacturing facilities and operations of the Company have remained non-operational for a prolonged period and the Company has defaulted in repayment of certain borrowings and settlement obligations during the year.

However, the standalone financial statements for the quarter and year ended March 31, 2026 have been prepared on a going concern basis considering the revival and recommencement plans initiated by the management for restoration of production capabilities, improvement of operational and financial performance and ensuring the Company's ability to meet its obligations and sustain its business activities in the foreseeable future.

2. Pursuant to withdrawal of CIRP proceedings, the Company entered into a Master Restructuring Agreement ("MRA") dated May 24, 2024 with India Debt Resolution Company Limited ("IDRCL"), acting as trustee on behalf of National Asset Reconstruction Company Limited ("NARCL"), for restructuring of the outstanding borrowings of the Company.

Under the terms of the MRA, unsustainable debt amounting to INR 33,465 Lakhs was disclosed as contingent liability. During the current year, the Company committed breaches of repayment obligations and financial covenants stipulated under the MRA, including non-payment of instalments falling due under the agreed repayment schedule. Consequently, IDRCL, through its legal counsel, issued a Default Notice dated February 07, 2026 granting time for one month to cure the subsisting Events of Default. However, the Company could not remedy the defaults within the stipulated timeline.

Accordingly, in terms of the MRA, the restructuring arrangement may stands cancelled and the concessions, waivers and reliefs granted thereunder may stand withdrawn. Consequently, the original outstanding dues including unsustainable debt amounting to INR 33,465 Lakhs have become payable by the Company. However, the aforesaid unsustainable debt continues to be disclosed as contingent liability in the financial statements based on ongoing discussions and negotiations with the lenders and management's assessment regarding the proposed restructuring and funding arrangements.

Further, the Sugar Development Fund ("SDF") Loan secured by the fixed assets of Unit-III (excluding refinery assets and harvester machines) was covered under a One Time Settlement ("OTS") sanctioned by the Government of India for an amount of INR 6,111 Lakhs. Vide letter dated October 13, 2025, the authority had granted extension for repayment of the aforesaid OTS amount up to April 06, 2026.

However, the Company has defaulted in repayment within the extended timeline. Consequently, the SDF Authority has issued a letter dated April 22, 2026 stating the cancellation of OTS arrangement entered into with the company, the concessions and reliefs granted under the OTS arrangement stand withdrawn and the original liability together with applicable interest has become payable by the Company. The consequential financial impact arising on account of reinstatement of the original liability, including applicable interest and other related charges, is being evaluated by the management and necessary adjustments, wherever required, will be accounted for upon final determination.

N.J



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3. The management is actively undertaking various revival and recommencement measures for restoration of the Company's operations, including arrangements for working capital and operational funding and discussions with lenders and other stakeholders. Management is also evaluating various options for external funding and infusion of financial support for recommencement of operations and meeting working capital requirements. Management is positive about the revival and recommencement of the Company's operations and expects improvement in the operational and financial position of the Company in the foreseeable future.
4. The Company has obtained unsecured loans in the said quarter from Corporate to the tune of INR 200 Lakhs as per Loan agreements. The Total Outstanding loans from Directors & Loans from related parties stands at INR 21410.18 Lakhs as on 31<sup>st</sup> March 2026.
5. The Company availed a loan from I heart Properties Private Limited in August 2024 amounting to INR 2,470 lakhs for a tenure of four months. As at March 31<sup>st</sup>, 2026, the entire loan amount of INR 2,863.19 Lakhs including interest of INR 393.19 Lakhs, remains unpaid beyond its due date.
6. The Appu Hotels Limited which was in corporate insolvency resolution process (CIRP) had exited the CIRP Process as per the approval of the Hon'ble NCLT Chennai Bench-I vide its order dated 20/12/2023 approving the settlement proposal submitted by the Promoter u/s 12A of the IBC 2016. The Carrying amount of the investments as at March 31, 2026 is INR 1455.39 Lakhs. The Management is making all efforts to comply with the disclosure requirements of the IND AS 113- Fair Value Measurements".
7. During the previous financial year 2024-25, 83,14,328 equity shares of INR 10 each were issued for consideration other than cash pursuant to a debt resolution agreement with National Asset Reconstruction Company Limited (NARCL). But as on 31<sup>st</sup> March 2026, the same has not been issued in dematerialised form as stipulated by the said agreement and also pending for in principle approval from stock exchanges. Consequently, the share capital issued against debt is not dematerialised or listed as on 31<sup>st</sup> March 2026.
8. As of the review date, Statutory dues aggregating in respect of TDS, Employees Provident Fund, Employees State Insurance, Professional Tax, and Power Generation Tax remain unpaid. The delays are primarily due to liquidity issues. The Company is working on a priority payment schedule to clear all outstanding statutory dues.
9. Interest on the Inter-Corporate Loan from Dharani Developers Limited and loans from directors has not been accrued in the books for the quarter in line with the terms agreed in the Master Restructuring Agreement (MRA) dated 24<sup>th</sup> May 2024.
10. Vendor classification between MSME and non-MSME is under review. Updated MSME registration certificates are being obtained from suppliers. Management acknowledges that some MSME dues have remained unpaid beyond statutory timelines and is working to settle these and prevent delays in future.
11. The Company does not have any subsidiary/associate/joint venture company as on 31<sup>st</sup> March 2026.
12. Previous period figures have been regrouped/reclassified, wherever necessary. During the year ended March 31, 2026, the Company reassessed the nature and presentation of certain scrap sale income considering the non-operational status of the manufacturing activities during the year. Accordingly, scrap sale income earlier presented under "Revenue from Operations" in the unaudited quarterly financial results has been reclassified and presented under "Other Income" in the financial statements for the year ended March 31, 2026.

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**Statement of Assets and Liabilities**

Rs. In lakhs

Particulars	As at March 31, 2026 (Audited)	As at March 31, 2025 (Audited)
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	42,488.54	44,800.59
Capital work in progress		
<b>Financial assets</b>		
Investments	1,467.63	1,471.21
Other financial assets	41.95	41.90
Non-Current tax assets (net)	23.16	17.36
Other non-current assets	55.92	53.63
<b>Total non-current assets</b>	<b>44,077.20</b>	<b>46,384.69</b>
<b>Current assets</b>		
Inventories	37.82	31.67
<b>Financial assets</b>		
Trade receivables	457.74	450.21
Cash and cash equivalents	13.50	20.62
Other financial assets	10.55	10.55
Other current assets	269.55	212.86
<b>Total current assets</b>	<b>789.16</b>	<b>725.91</b>
<b>Total Assets</b>	<b>44,866.36</b>	<b>47,110.60</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	4,151.43	4,151.43
Other equity	(30,435.10)	(20,479.57)
<b>Total equity</b>	<b>(26,283.67)</b>	<b>(16,328.14)</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
<b>Financial liabilities</b>		
Borrowings	37,474.64	36,148.21
Other financial liabilities	4,093.91	3,286.01
Deferred tax liabilities (net)	1,338.46	1,338.46
Provisions	816.90	828.99
<b>Total non-current liabilities</b>	<b>43,723.91</b>	<b>41,601.67</b>
<b>Current liabilities</b>		
<b>Financial liabilities</b>		
Borrowings	1,693.62	7,413.30
Trade payables	-	-
Dues to Micro and Small Enterprises	74.81	74.18
Dues to Other Than Micro and Small Enterprises	5,112.99	5,134.74
Other financial liabilities	17,186.40	6,098.65
Other current liabilities	3,269.47	3,015.24
Short Term Provisions	88.83	100.96
<b>Total current liabilities</b>	<b>27,426.12</b>	<b>21,837.07</b>
<b>Total liabilities</b>	<b>71,150.03</b>	<b>63,438.74</b>
<b>Total Equity and Liabilities</b>	<b>44,866.36</b>	<b>47,110.60</b>

The Company has organised the business into three segments viz. Sugar, Distillery and Power. This reporting complies with Ind AS 108 "Operating Segments".

N.S



M. of

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Rs. In lakhs

<b>Segment wise Revenue Results and Capital Employed</b>					
Particulars	Quarter ended			Year ended	
	March 31, 2026 (Audited)	December 31, 2025 (Unaudited)	March 31, 2025 (Audited)	March 31, 2026 (Audited)	March 31, 2025 (Audited)
<b>Segment Revenue</b>					
(a) Sugar	-	-	-	-	-
(b) Distillery	-	-	-	-	-
(c) Power	-	-	-	-	-
(d) Unallocated	24.29	17.25	17.27	241.33	71.52
<b>Total</b>	<b>24.29</b>	<b>17.25</b>	<b>17.27</b>	<b>241.33</b>	<b>71.52</b>
Less: Inter Segment Revenue				-	-
<b>Revenue from operations (Net)</b>	<b>24.29</b>	<b>17.25</b>	<b>17.27</b>	<b>241.33</b>	<b>71.52</b>
<b>Segment Results</b>					
Profit (+) / Loss (-) before tax and finance cost					
(a) Sugar	(911.01)	(751.81)	(1,111.37)	(3,247.03)	(3,791.24)
(b) Distillery	(225.91)	(208.51)	(227.07)	(862.80)	(878.98)
(c) Power	(104.22)	(131.33)	(136.98)	(499.33)	(508.68)
(d) Unallocated	24.29	17.25	17.27	241.33	71.52
<b>Total</b>	<b>(1,216.85)</b>	<b>(1,074.40)</b>	<b>(1,458.15)</b>	<b>(4,367.83)</b>	<b>(5,107.38)</b>
Add/ (Less) : Finance Cost	997.85	953.79	2,020.00	3,908.68	4,192.15
Loss from continuing operations	(2,214.70)	(2,028.19)	(3,478.15)	(8,276.51)	(9,299.53)
Loss from discontinuing operations	-	-	-	-	-
<b>Profit/(Loss) Before Tax</b>	<b>(2,214.70)</b>	<b>(2,028.19)</b>	<b>(3,478.15)</b>	<b>(8,276.51)</b>	<b>(9,299.53)</b>
<b>Segment Assets</b>					
(a) Sugar	28,346.51	29,084.18	25,769.44	28,346.51	25,769.44
(b) Distillery	7,960.91	8,146.93	11,494.95	7,960.91	11,494.95
(c) Power	8,461.23	8,529.06	9,669.56	8,461.23	9,669.56
(d) Other unallocable corporate assets	97.71	99.27	115.92	97.71	115.92
<b>Total assets</b>	<b>44,866.36</b>	<b>45,859.44</b>	<b>47,049.87</b>	<b>44,866.36</b>	<b>47,049.87</b>
<b>Segment Liabilities</b>					
(a) Sugar	58,248.07	56,445.73	52,046.01	58,248.07	52,046.01
(b) Distillery	2,872.80	3,047.40	4,872.80	2,872.80	4,872.80
(c) Power	10,029.15	8,756.21	7,171.78	10,029.15	7,171.78
(d) Other unallocable corporate liabilities	-	-	-	-	-
<b>Total liabilities</b>	<b>71,150.02</b>	<b>68,249.34</b>	<b>64,090.59</b>	<b>71,150.02</b>	<b>64,090.59</b>
<b>Capital Employed (Segment assets-Segment liabilities)</b>					
(a) Sugar	(29,901.56)	(27,361.55)	(26,276.57)	(29,901.56)	(26,276.57)
Add : Loans	43,925.25	43,555.13	37,771.25	43,925.25	37,771.25
<b>Capital Employed Sugar segment</b>	<b>14,023.69</b>	<b>16,193.58</b>	<b>11,494.68</b>	<b>14,023.69</b>	<b>11,494.68</b>
(b) Distillery	5,088.11	5,099.53	6,622.15	5,088.11	6,622.15
Add : Loans	2,872.80	2,872.80	2,000.00	2,872.80	2,000.00
<b>Capital Employed Distillery segment</b>	<b>7,960.91</b>	<b>7,972.33</b>	<b>8,622.15</b>	<b>7,960.91</b>	<b>8,622.15</b>
(c) Power	(1,567.92)	(227.15)	2,497.78	(1,567.92)	2,497.78
Add : Loans	7,072.80	7,072.80	9,945.60	7,072.80	9,945.60
<b>Capital Employed power segment</b>	<b>5,504.88</b>	<b>6,845.65</b>	<b>12,443.38</b>	<b>5,504.88</b>	<b>12,443.38</b>
<b>Total capital employed in segments</b>	<b>27,489.48</b>	<b>31,011.56</b>	<b>32,560.21</b>	<b>27,489.48</b>	<b>32,560.22</b>
Other unallocable corporate assets less Corporate liabilities	97.71	99.27	115.92	97.71	115.92
<b>Total Capital Employed</b>	<b>27,587.19</b>	<b>31,110.83</b>	<b>32,676.13</b>	<b>27,587.19</b>	<b>32,676.14</b>

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Dr Palani G Periasamy  
Executive Chairman

DIN: 00081002

Place: Chennai

Date : 16th May 2026

**Dharani Sugars and Chemicals Limited****Statement of cash flows for the Year ended March 31, 2026**

(All amounts are in INR Lakhs, except share data and unless otherwise stated)

Particulars	For the Year ended March 31, 2026	For the year ended March 31, 2025
<b>Cash Flow From Operating Activities</b>		
Profit before income tax	(10,472.07)	(9,299.53)
Adjustments for		
Depreciation and amortisation expense	2,199.05	2,209.89
Unamortised finance income	-	(3.28)
Interest income	(0.90)	(7.24)
Accumulated Depreciation reversal on Sale of Asset	(125.77)	
Finance costs	3,908.67	4,192.15
Changes in fair value of investments	3.58	(8.09)
	<b>(4,487.44)</b>	<b>(2,916.10)</b>
<b>Change in operating assets and liabilities</b>		
(Increase)/ decrease in other financial assets	(0.05)	(3.19)
(Increase)/ decrease in inventories	(6.15)	10.89
(Increase)/ decrease in trade receivables	(7.53)	0.93
(Increase)/ decrease in other assets	(58.99)	(90.01)
Increase/ (decrease) in provisions and other liabilities	12,642.20	7,143.57
Increase/ (decrease) in trade payables	(21.12)	(3,543.74)
Cash generated from operations	8,060.92	602.35
Less: Income taxes paid/ (refunds)	5.80	(0.74)
<b>Net cash from operating activities (A)</b>	<b>8,055.12</b>	<b>603.09</b>
<b>Cash Flows From Investing Activities</b>		
Purchase of property, plant and equipment	-	(5.10)
Proceeds from Sale of Property , Plant and Equipment	238.75	
Interest received	0.90	7.24
<b>Net cash used in investing activities (B)</b>	<b>239.65</b>	<b>2.14</b>
<b>Cash Flows From Financing Activities</b>		
Proceeds from/ (repayment of) short term borrowings (net)	25.92	(792.24)
Proceeds from/ (repayment of) long term borrowings (net)	(4,419.15)	4,357.52
Interest paid	(3,908.66)	(4,192.16)
<b>Net cash from/ (used in) financing activities (C)</b>	<b>(8,301.89)</b>	<b>(626.88)</b>
<b>Net increase/ (decrease) in cash and cash equivalents(A+B+C)</b>	<b>(7.12)</b>	<b>(21.65)</b>
Cash and cash equivalents at the beginning of the financial year	20.62	42.27
<b>Cash and cash equivalents at end of the year</b>	<b>13.50</b>	<b>20.62</b>
<b>Notes:</b>		
1. The above cash flow statement has been prepared under indirect method prescribed in Ind AS 7 "Cash Flow State		
2. Components of cash and cash equivalents		
Balances with banks		
- in current accounts	4.92	19.57
Cash on hand	8.58	1.05
<b>Total</b>	<b>13.50</b>	<b>20.62</b>

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**Independent Auditor's Report on the Annual Standalone Financial Results of Dharani Sugar and Chemicals Limited Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**Qualified Opinion**

We have audited the accompanying standalone financial statements of Dharani Sugars and Chemicals Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2026, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended 31st March 2026 and notes to financial statements, including summary of material accounting policies and other explanatory information ("hereinafter referred to as the Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matters described in the Basis for Qualified Opinion section of our report, 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 section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

**Basis for Qualified Opinion**

1. We draw your attention to Note 1 of the Financial Results. The Company has incurred substantial losses and has accumulated losses resulting in erosion of net worth as at March 31, 2026. Further, the manufacturing facilities and operations of the Company have remained non-operational for a prolonged period and the Company has defaulted in repayment of significant borrowings, settlement obligations and statutory dues.

The manufacturing plants and major fixed assets of the Company have remained idle for a prolonged period. The Company's ability to recommence operations is dependent upon mobilisation of substantial working capital, settlement of overdue farmer dues and availability of adequate sugarcane for the ensuing crushing seasons.

Further, pursuant to withdrawal of CIRP proceedings, the Company had entered into a Master Restructuring Agreement ("MRA") dated May 24, 2024 with India Debt Resolution Company Limited ("IDRCL"), acting as trustee on behalf of National Asset Reconstruction Company Limited ("NARCL"), for restructuring of the outstanding borrowings of the Company. During the year, the Company committed breaches of repayment obligations and financial covenants stipulated under the MRA, including non-payment of instalments falling due under the agreed repayment schedule, non-fulfilment of security related conditions precedent, non-creation of Debit Service Reserve Account ("DSRA"), delays in operationalisation of monitoring mechanisms, non-payment of farmer dues and availing of additional indebtedness without prior lender approval.



Consequently, IDRCL, through its legal counsel, issued a Default Notice dated February 07, 2026 granting time for one month to cure the subsisting Events of Default and also reserved its rights to initiate recovery proceedings before the Hon'ble Debt Recovery Tribunal ("DRT"). However, the Company could not remedy the defaults within the stipulated timeline and accordingly, the restructuring arrangement stands cancelled and the concessions and reliefs granted thereunder stand withdrawn. However, the lender has not recalled the loan till the date of our audit report.

Further, the Sugar Development Fund ("SDF") Loan secured by the fixed assets of Unit-III (excluding refinery assets and harvester machines) was covered under a One Time Settlement ("OTS") sanctioned by the Government of India for an amount of INR 6,111 Lakhs and vide letter dated October 13, 2025, the repayment timeline under the OTS was extended up to April 06, 2026. However, the Company defaulted in repayment within the extended timeline. Consequently, the administrative approval for the OTS arrangement stands revoked and the original liabilities together with applicable interest and other charges have become repayable by the Company.

The aforesaid events and conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern.

2. We draw your attention to Note 2 & 3 of the Financial Results, the company continues to face significant liquidity and cash flow constraints which adversely impact its ability to recommence operations and meet its financial and operational obligations in a timely manner. The manufacturing plants and major fixed assets of the Company have remained idle and non-operational for a prolonged period.

Further, the sugar manufacturing business is inherently dependent upon availability of sugarcane, which is a seasonal agricultural crop influenced by various factors including climatic conditions, cultivation patterns, recovery levels and cane availability in the command area. The ability of the Company to successfully recommence and sustain operations is dependent upon timely availability and procurement of adequate sugarcane supplies during the relevant crushing seasons, apart from availability of adequate working capital and operational funding.

The Company is presently engaged in discussions and negotiations with existing lenders and other stakeholders in relation to restructuring, settlement and revival arrangements.

3. We draw attention to Note 4 of the financial statements, which discloses borrowings from directors & Intercompany Loans from related parties. The Company has not provided for interest expense on these borrowings as per the agreed terms. In our view, the omission of such provision has resulted in an understatement of finance costs and current liabilities. The total outstanding from Directors and Related parties stands at INR 21410.18 Lakhs as on 31<sup>st</sup> March 2026.
4. We further draw attention to the settlement obligations payable to sugarcane farmers pursuant to the settlement arrangement approved under the restructuring framework. As per the terms of the arrangement, the second and final instalment aggregating to INR 36.08 Crores payable to the Ryots remained unpaid as at March 31, 2026.



5. We draw attention to Note No. 5 of the financial statements, wherein the Company has defaulted in repayment of a loan availed from I Heart Properties Private Limited amounting to INR 2,863.19 Lakhs, including accrued interest of INR 393.19 Lakhs, which remained overdue as at 31st March 2026.
6. We draw attention to Note No.6 to the financial statements which explains the Company's investment in the Appu Hotels Private Limited ("investee Company"). The carrying amount of investment as at 31st March 2026 is INR 1455.39 Lakhs. In the opinion of the management the carrying amount of investments is reflective of fair value of investments and is recoverable; thus no adjustment were made in the carrying value of investments in financial statements. In our opinion the carrying value of investments is not reflective of fair value of investments as per the "IND AS 113 - Fair Value Measurements".
7. We were not provided with balance confirmations as at 31st March 2026 for trade receivables, trade payables, advances received/ paid and for deposits received/ paid. Based on the above we are unable to report the impact on standalone financial statements due to non-receipt of confirmations.
8. The equity shares of the Company were suspended from trading on the National Stock Exchange of India (NSE) and Bombay Stock Exchange (BSE) with effect from July 03, 2023, pursuant to initiation of liquidation proceedings by the Hon'ble National Company Law Tribunal, Chennai Bench, vide Order IA (IBC)/380/CHE/2023 in IBA/976/2019 dated June 27, 2023. Further, vide NSE Circular Ref. No. 0815/2023 dated June 30, 2023, the Exchange notified suspension of trading in the equity shares of the Company.

We conducted our audit of the Financial Statements in accordance with the standards on Auditing ("SAs") specified under Section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion on the financial statements.



## **Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statement**

The Statement which includes the Standalone financial results is the responsibility of the Company's Management and the Board of Directors and has been approved by them for issuance. The Standalone financial results for the year ended March 31<sup>st</sup> 2026 have been prepared from the related audited standalone financial statements. This responsibility includes the preparation and presentation of the Standalone Financial Results for the quarter and year ended March 31, 2026, that give a true and fair view of the net profit and other comprehensive income of the Company, and other financial information, in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This responsibility includes the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and preventing and detecting fraud and other irregularities; selection and application of appropriate accounting policies; making reasonable and prudent judgments and estimates; and the design, implementation, and maintenance of adequate internal financial controls that were operating effectively to ensure the accuracy and completeness of the accounting records relevant to the preparation and presentation of the Standalone Financial Results, which 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 Management and 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 cease operations, or has no realistic alternative but to do so.

## **Auditor's Responsibility for the Audit of the Financial Statements**

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



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

- Identify and assess the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial 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 Standalone 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 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 and outcome of revival plan 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.
- Obtain sufficient appropriate audit evidence regarding the standalone financial results of the company to express an opinion on the standalone financial results.

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

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



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

**Other Matters**

The Standalone financial results include the results for the quarter that ended 31<sup>st</sup> March 2026 and the corresponding quarter that ended in the previous year as reported in these standalone financial results which are the balancing figures 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 and previous financial year respectively which were subject to limited review by us, as required under the Listing regulations.

**For Srivatsan & Associates**  
**Chartered Accountants**  
**FRN: 014921S**


**N.Srivatsan**  
**Proprietor**  
**M.No.230195**

**UDIN: 26 230195EREKRU8828**  
**Date: 16-05-2026**  
**Place: Chennai**

Dharani Sugars and Chemicals Limited				
Statement on impact of Audit Qualifications (for Audit Report with modified opinion submitted) along with Audited Financial Results - (Standalone)				
Statement on Impact of Audit Qualifications for the Financial year ended March 31, 2026				
(See Regulation 33/52 of the SEBI (LODR) (Amendment) Regulation, 2016)				
Sl.No	Particulars	Audited Figures (as reported before adjusting for qualifications)	Audited Figures (audited figures after adjusting for qualifications)	
		(Rs. lakhs)		
I	a	Turnover/ Total Income	241.33	241.33
	b	Total Expenditure	10196.86	10196.86
	c	Net Profit/ (Loss)	-9955.53	-9955.53
	d	Earnings Per share	-25.23	-25.23
	e	Total Assets	44866.36	44866.36
	f	Total Liabilities	44866.36	44866.36
	g	Net Worth	-26283.67	-26283.67
	h	Any other financial item(s) as felt appropriate by the Management)	-	-

## II. Audit Qualification

a. Details of Audit Qualifications	<p>1. We draw your attention to Note 1 of the Financial Results. The Company has incurred substantial losses and has accumulated losses resulting in erosion of net worth as at March 31, 2026. Further, the manufacturing facilities and operations of the Company have remained non-operational for a prolonged period and the Company has defaulted in repayment of significant borrowings, settlement obligations and statutory dues.</p> <p>The manufacturing plants and major fixed assets of the Company have remained idle for a prolonged period. The Company's ability to recommence operations is also dependent upon mobilisation of substantial working capital, settlement of overdue farmer dues and availability of adequate sugarcane for the ensuing crushing seasons.</p> <p>Further, pursuant to withdrawal of CIRP proceedings, the Company had entered into a Master Restructuring Agreement ("MRA") dated May 24, 2024 with India Debt Resolution Company Limited ("IDRCL"), acting as trustee on behalf of National Asset Reconstruction Company Limited ("NARCL"), for restructuring of the outstanding borrowings of the Company. During the year, the Company committed breaches of repayment obligations and financial covenants stipulated under the MRA, including non-payment of instalments falling due under the agreed repayment schedule, non-fulfilment of security related conditions precedent, non-creation of Debit Service Reserve Account ("DSRA"), delays in operationalisation of monitoring mechanisms, non-payment of farmer dues and availing of additional indebtedness without prior lender approval. Consequently, IDRCL, through its legal counsel, issued a Default Notice dated February 07, 2026 granting time for one month to cure the subsisting Events of Default and also reserved its rights to initiate recovery proceedings before the Hon'ble Debt Recovery Tribunal ("DRT"). However, the Company could not remedy the defaults within the stipulated timeline and accordingly, the restructuring arrangement stands cancelled and the concessions and reliefs granted thereunder stand withdrawn. However, the lender has not recalled the loan till the date of our audit report.</p> <p>Further, the Sugar Development Fund ("SDF") Loan secured by the fixed assets of Unit-III (excluding refinery assets and harvester machines) was covered under a One Time Settlement ("OTS") sanctioned by the Government of India for an amount of INR 6,111 Lakhs and vide letter dated October 13, 2025, the repayment timeline under the OTS was extended up to April 06, 2026. However, the Company defaulted in repayment within the extended timeline. Consequently, the administrative approval for the OTS arrangement stands revoked and the original liabilities together with applicable interest and other charges have become repayable by the Company.</p> <p>The aforesaid events and conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern.</p>
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	<p>2. We draw your attention to Note 2 &amp; 3 of the Financial Results, The Company continues to face significant liquidity and cash flow constraints which adversely impact its ability to recommence operations, and meet its financial and operational obligations in a timely manner. The manufacturing plants and major fixed assets of the Company have remained idle and non-operational for a prolonged period.</p> <p>Further, the sugar manufacturing business is inherently dependent upon availability of sugarcane, which is a seasonal agricultural crop influenced by various factors including climatic conditions, cultivation patterns, recovery levels and cane availability in the command area. The ability of the Company to successfully recommence and sustain operations is dependent upon timely availability and procurement of adequate sugarcane supplies during the relevant crushing seasons, apart from availability of adequate working capital and operational funding.</p> <p>The Company is presently engaged in discussions and negotiations with existing lenders and other stakeholders in relation to restructuring, settlement and revival arrangements.</p>	
	<p>3. We draw attention to Note 4 of the financial statements, which discloses borrowings from directors &amp; Intercompany Loans from related parties. The Company has not provided for interest expense on these borrowings as per the agreed terms. In our view, the omission of such provision has resulted in an understatement of finance costs and current liabilities. The total outstanding from Directors and Related parties stands at INR 21410.18 Lakhs as on 31<sup>st</sup> March 2026.</p>	
	<p>4. We further draw attention to the settlement obligations payable to sugarcane farmers pursuant to the settlement arrangement approved under the restructuring framework. As per the terms of the arrangement, the second and final instalment aggregating to INR 36.08 Crores payable to the Ryots remained unpaid as at March 31, 2026.</p>	
	<p>5. We draw attention to Note No. 5 of the financial statements, wherein the Company has defaulted in repayment of a loan availed from I Heart Properties Private Limited amounting to INR 2,863.19 Lakhs, including accrued interest of INR 393.19 Lakhs, which remained overdue as at 31<sup>st</sup> March 2026.</p>	
	<p>6. We draw attention to Note No.6 to the financial statements which explains the Company's investment in the Appu Hotels Private Limited ("investee Company"). The carrying amount of investment as at 31<sup>st</sup> March 2026 is INR 1455.39 Lakhs. In the opinion of the management the carrying amount of investments is reflective of fair value of investments and is recoverable; thus no adjustment were made in the carrying value of investments in financial statements. In our opinion the carrying value of investments is not reflective of fair value of investments as per the "IND AS 113 - Fair Value Measurements".</p>	
	<p>7. We were not provided with balance confirmations as at 31<sup>st</sup> March 2026 for trade receivables, trade payables, advances received/ paid and for deposits received/ paid. Based on the above we are unable to report the impact on standalone financial statements due to non-receipt of confirmations.</p>	
	<p>8. The equity shares of the Company were suspended from trading on the National Stock Exchange of India (NSE and Bombay Stock Exchange (BSE) with effect from 3<sup>rd</sup> July 2023, pursuant to initiation of liquidation proceedings by the Hon'ble National Company Law Tribunal, (NCLT) Chennai Bench, vide order IA(IBC)380/CHE/2023 in IBA/976/2019 dated June 27, 2023. Further, vide NSE Circular Ref.No.0815/2023 dated June 30,2023, the Exchange notified suspension of trading in the equity shares of the Company.</p>	
b	Type of Audit Qualifications: Qualified Opinion/ Disclaimer of Opinion / Adverse Opinion	Qualified Opinion
c	Frequency of Qualifications: Whether appeared first time/ repetitive / since how long continuing	Mentioned below on each item.
d	for Audit Qualification(s) where the impact is quantified by the auditor, Management's views:	Impact not presently quantifiable due to the various uncertainties involved.

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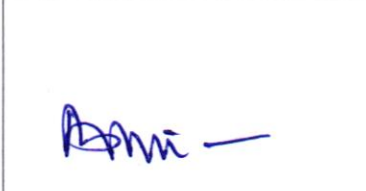




e	for Audit Qualification(s) where the impact is not quantified by the auditor
i. Management's estimation on the impact of audit qualification	<p><b>1. Going Concern basis:</b>                      Frequency of qualification. 3<sup>rd</sup> time, from the financial year 2023-24                      Company has come out of the CIRP process during year of audit vide Honourable National Company Law Tribunal (NCLT) vide order dated 9th May 2024. Now, the Company is carrying out the maintenance works at all the Three units and it will be completed as per the schedule. Company is confident of starting the cane-crushing season by November 2026. The Company is having sufficient cane for crushing for the Sugar Season 2026-27. The Company is presently engaged in discussion with the existing Lenders and other stakeholders for restructuring and raising of required funds to meet the commitments and start the operations. Therefore, there is a significant possibility of the company to continue as going concern.</p>
	<p><b>2. SDF OTS Order Not settled and NARCL default of Repayment:</b>                      Frequency of qualification 1<sup>st</sup> time from the financial year 2025-26.                      The company has defaulted repayment of NARCL and SDF OTS settlement Order. Company has reinstated the original SDF liabilities in the books. The Company is presently engaged in discussion with the Lenders in relation to restructuring of the settlements and for revival of the operation. Also, in the process of raising sufficient funding for the operations.</p>
	<p><b>3 Interest not provided on the borrowing from Director &amp; Inter Corporate Loans.</b>                      Frequency of qualification. 3<sup>rd</sup> time, from the financial year 2023-24                      The Company has not provided for interest expense on these borrowings as specified in the terms of the Master Restructuring Agreement (MRA) with NARCL. Once we started our cane crushing operation, the Company will take efforts to get the approval from NARCL to account for the interest on the borrowing from the Directors and Inter Corporate Loans for the future years.</p>
	<p><b>4.Sugar Cane payment Rs.36.08 crores not paid.</b>                      Frequency of qualification. 1<sup>st</sup> time, from the financial year 2025-26                      Company is arranging funds from external sources to settle the farmer dues within in a period of six months and start the Cane crushing operations in the Coming Sugar season 2026-27.</p>
	<p><b>5.I heart Properties Private Limited - Unsecured loans defaulted repayment and Interest.</b>                      Frequency of qualification. 1<sup>st</sup> time, from the financial year 2025-26.                      Company is arranging Funds to clear this unsecured loans within a period of 6 months.</p>
	<p><b>Opinion - Not Modified.</b>  <b>6. Appu Hotels Limited – Value of Investment: -</b>                      Frequency of qualification. 7<sup>th</sup> time, from financial year 2019-20.                      Based on the settlement proposal submitted by the Promoter under section 12A of the IBC 2016, the NCLT Chennai had approved the withdrawal of the CIRP process effective from 20th Dec. 2023 and the powers of the Board have been restored. As per the settlement proposal the entire secured and un secured financial creditors have been fully settled. The company's performance has substantially improved and the company has already reduced its debts substantially by selling the Non-Core Assets. Further, the Company's fixed asset values are very high as compared to the loans. As such, the management is confident of realising the value of investment in the books as on 31st Mar 2026.</p>
	<p><b>7. Confirmation of Balance:</b>                      Frequency of qualification. 7<sup>th</sup> time, from financial year 2019-20.                      As the company was in CIRP / Liquidation process till 8th May 2024 and there were no transactions during the year. Hence, the confirmation could not be received for the financial year 2025-26 Once the operation is started, we will get the Confirmation of balance for receivables and payables. There may not any impact on the financial statements for the year 2025-26.</p>

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*N.J.*

		<b>8. Suspension of Trading of shares in the Stock Exchanges Viz., BSE and NSE.</b> Frequency of qualification. 1st time, from the financial year 2025-26. The Company has applied to NSE and BSE to restore the trading of the shares. All the pending SOP fines have been paid. Following with NSE and BSE.
	ii. Management's is unable to estimate the impact, reasons for the same:	Impact not presently quantifiable due to the various uncertainties involved.
	iii. Auditor's comments on (i) or (ii) above;	Refer "Basis for Qualified Opinion" in audit report read with relevant notes in the financial results the same is self-explanatory

 M Ramalingam Managing Director	 M P Kaliannan Chief Financial Officer	 V Mahalingam Audit Committee Chairman	 N Srivatsan For Srivatsan & Associates Statutory Auditors
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Date: 16.05.2026

Place: Chennai