



# TAMIL NADU SUGAR CORPORATION LIMITED



49<sup>TH</sup> ANNUAL REPORT 2023-24



**TAMIL NADU SUGAR  
CORPORATION LIMITED**

**49<sup>TH</sup> ANNUAL REPORT  
2023- 24**

**PART - I**  
**NOTICE & REPORTS**

## TAMIL NADU SUGAR CORPORATION LIMITED

### MANAGING DIRECTOR

Thiru. T.Anbalagan, IAS

### DIRECTORS

Thiru.B.Priyanka, IAS

Tmt. M.Aruna, IAS

Thiru. B. Muruges, I.A.S

Thiru V.K.Anantharaman,

Tmt. T. Ramanidevi

Thiru. R.K.Vinothan

Thiru. A.Ravichandran

Dr. S. Pazhanivelan

Thiru. T. Chandhirasekhar

### COMPANY SECRETARY i/c

Thiru. C. Arumugam

### CHIEF ACCOUNTS OFFICER

Thiru. C. Arumugam

### STATUTORY AUDITORS

M/s. E.Radhakrishnan & Co

### SECRETARIAL AUDITORS

M/s. S. Dhanapal & Associates

### BANKERS

Tamil Nadu State Apex Co-op. Bank

Thanjavur District Central Co-op. Bank

Kumbakonam District Central Co-op. Bank

Cuddalore District Central Co-op. Bank

### REGISTERED OFFICE

'Aavin Illam', II-Floor,3-A,

Pasumpon Muthuramalinganar Salai,

Nandanam, Chennai – 600 035.

### UNITS

i. Arignar Anna Sugar Mills, Kurungulam,  
Thanjavur District.

ii. MaduraSugars, Pandiarajapuram, Madurai District.

iii. Sugar Machinery Workshop, MaraimalaiNagar,  
Chengalpattu District.

### SUBSIDIARY COMPANY

Perambalur Sugar Mills Ltd.

'Aavin Illam', II-Floor, 3-A, Pasumpon Muthuramalinganar  
Salai, Nandanam, Chennai – 600 035

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<b>AUDIT COMMITTEE</b>		
<p>Thiru R. Thulasiram Dr. S.Pazhanivelan Thiru T.Chandhirasekhar</p>		

**TAMIL NADU SUGAR CORPORATION LIMITED****CIN : U15421TN1974SGC006753**

Registered Office: Aavin Illam, II-Floor, 3A-Pasumpon Muthuramalinganar Salai,  
Nandanam, Chennai - 600 035.

**NOTICE TO SHAREHOLDERS**

Notice is hereby given that the 49<sup>th</sup> Annual General Meeting of Tamil Nadu Sugar Corporation Limited will be held Wednesday, 27<sup>th</sup> November 2024 at 11.00 A.M. at the Conference Hall of the Office of the Thanjavur Collectorate, to transact the following business:

**Ordinary Business:**

1. To receive, consider and adopt the Audited Stand Alone Balance Sheet as at 31<sup>st</sup> March 2024 and Profit & Loss Account of Tamil Nadu Sugar Corporation Limited for the year ended 31<sup>st</sup> March 2024, and Consolidated Audited Balance Sheet as at 31<sup>st</sup> March 2024 and Profit and Loss Account for the year ended 31<sup>st</sup> March, 2024 of Tamil Nadu Sugar Corporation Limited together with Directors' Report and Auditors' Report thereon.
2. To authorize the Board of Directors of the Company to fix the remuneration payable to M/s. E.Radhakrishnan & Co. (MD0685), Chartered Accountant, Chennai, Statutory Auditors, appointed by the Comptroller and Auditor General of India for the year 2024-25.
3. To consider and if deemed fit, to pass, with or without modification, the following resolution as an Ordinary Resolution:-  
  
"RESOLVED that Thiru. T.Anbalagan, IAS, be and is hereby nominated as a Managing Director of the Company."
4. To consider and if deemed fit, to pass, with or without modification, the following resolution as an Ordinary Resolution:-  
  
"RESOLVED that Thiru. B.Muruges, I.A.S, Director of Agriculture be and is hereby nominated as a Director of the Company."
5. To consider and if deemed fit, to pass, with or without modification, the following resolution as an Ordinary Resolution:-  
  
"RESOLVED that Tmt.B.Priyanka, I.A.S., Collector, Thanjavur District be and is hereby nominated as a Director of the Company."
6. To consider and if deemed fit, to pass, with or without modification, the following resolution as an Ordinary Resolution:-  
  
"RESOLVED that Tmt.M.Aruna, I.A.S., Collector, Pudukkottai District be and is hereby nominated as a Director of the Company."
7. To consider and if deemed fit, to pass, with or without modification, the following resolution as an Ordinary Resolution:-  
  
"RESOLVED that Thiru.A.Ravichandran, DRO / Chief Executive, AASM be and is hereby nominated as a Director of the Company."

8. To consider and if deemed fit, to pass, with or without modification, the following resolution as an Ordinary Resolution:-

**“RESOLVED** that Thiru.R.K.Vinothan, Chief Engineer, NCES, TANGEDCO be and is hereby nominated as a Director of the Company.”

9. To consider and if deemed fit, to pass, with or without modification, the following resolution as an Ordinary Resolution:-

**“RESOLVED** that Thiru.V.K.Anantharaman, Deputy Secretary to Government Finance Department be and is hereby nominated as a Director of the Company.”

10. To consider and if thought fit, to pass, with or without modification, the following resolution as an Ordinary Resolution:-

**“RESOLVED** THAT pursuant to Sec.148(3) and other applicable sections if any, of the Companies Act, 2013 and Rule 14(b) of Companies (Accounts and Audit) Rules, 2014, including, any statutory modification(s) or re-enactment(s) thereof (for the time being in force) the remuneration of Rs.20,000/- (Rupees Twenty Thousand only) with reimbursement of actual travelling and out of pocket expenses approved by the Board of Directors payable to M/s. Manoharan & Co., Cost Accountant who has been appointed as Cost Auditor for Arignar Anna Sugar Mills for 2024- 25 be and is hereby ratified.”

// By order of the Board //

Place: CHENNAI

Date : 15.10.2024

**T. ANBALAGAN, I.A.S**  
**MANAGING DIRECTOR**

**NOTES**

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself/herself and such proxy need not be a Member of the Company.
2. The proxy form, in order to be effective, must be duly filled in and lodged with the Company at its Registered Office not less than 48 hours before the commencement of the meeting.
3. The Explanatory Statement pursuant to Sec. 102 of the Companies Act, 2013 in respect of item Nos. 3 to 10 are annexed.
4. The Register of Members and the Share Transfer Registers of the Company will remain closed during the period from 13.11.2024 to 27.11.2024 (both dates are inclusive)
5. Members are requested to send their queries, if any, on the 49<sup>th</sup> Annual Report to the Registered Office at least 7 days before the meeting, so that the required clarification can be furnished at the meeting.
6. Members are requested to intimate change, if any, in their registered address, immediately.
7. Members / proxies should bring the Attendance slip, sent herewith, duly filled in for attending the meeting.
8. Members are requested to bring the 49<sup>th</sup> Annual Report while attending the meeting.
9. Members holding more than 1 (one) share certificate in their name under different Ledger Folios are requested to apply for consolidation of such Folios.
10. In initial days the shareholders have not furnished their full address. As a result, the Annual Reports are reaching them belatedly. Therefore, all shareholders are requested /required to furnish their full address containing Door No., Street Name, Name of Village / Taluk, District Name with Postal Pincode, Cell No. etc. through a post card.

### ROUTE MAP





## EXPLANATORY STATEMENT

(As required under Sec.102 of the Companies Act, 2013)

### Item No. 3:

The Government of Tamil Nadu nominated Thiru. T.Anbalagan, I.A.S., vide G.O.(Rt.) No.3029 Public (Special-A) Department, dated 13.06.2024 as a Managing Director in the place of Chairman & Managing Director Thiru.C.Vijayaraj Kumar, IAS. The Government vide its Standing Order G.O. Ms. No. 2 Industries (MIC.2) Department dt. 06.01.2022 constituted the Board of Tamil Nadu Sugar Corporation Limited by appointing certain directors as Ex-officio Directors, which includes the Managing Director is deemed to be a Director on the TASC0 Board. Accordingly, the Board of Directors in its 231<sup>st</sup> meeting held on 22.08.2024 appointed him as the Managing Director as per Section 161 of the Companies Act, 2013. The Directors consider it necessary to appoint him as the Managing Director in the interest of the Company and therefore recommend the resolution for his appointment. Thiru. T.Anbalagan, I.A.S., is interested in this resolution as it concerns him.

None of the other Directors and none of the Key Managerial Personnel are interested in this resolution.

### Item No. 4:

The Government of Tamil Nadu has nominated Thiru B.Murugesh, I.A.S, vide G.O. Rt.No. 333 Public (Special A) Department dated 27.01.2024 as Director of Agriculture in the place of Commissioner of Agriculture Thiru. L.Subramanian, I.A.S. The standing order of the Government was obtained through G.O.(Ms) No.181, Agriculture & Farmers Welfare (S3) Department, dt.11.08.2023 towards constitution of the board by appointing certain officials as Ex-officio Directors on the Board of Tamil Nadu Sugar Corporation Limited, which includes the Director of Agriculture, Agriculture & Farmers Welfare (S3) Department as a Director on the TASC0 Board. Accordingly, the Board at its 229<sup>th</sup> Meeting held on 13.02.2024 has appointed him as a Director in the Board as per Section 161 of the Companies Act, 2013. The Directors consider it necessary to appoint him as a Director in the interest of the Company and therefore recommend the resolution for his appointment. Thiru B.Murugesh, I.A.S, is interested in this resolution as it concerns him.

None of the other Directors and none of the Key Managerial Personnel are interested in this resolution.

### Item No. 5:

The Government of Tamil Nadu has nominated Tmt.Priyanka, IAS vide in G.O. Rt. No.3472 Public (Special A) Department dated 16.07.2023 as Thanjavur District Collector in the place of Thiru.Deepak Jacob, IAS. The standing order of the Government was obtained through G.O.(Ms) No.2, Industries (MIC.2) Department, dt.06.01.2022 towards constitution of the board by appointing certain officials as Ex-officio Directors on the Board of Tamil Nadu Sugar Corporation Limited, which includes the Thanjavur District Collector as a Director in the TASC0 Board. Accordingly, the Board at its 231<sup>st</sup> Meeting held on 22.08.2024 appointed him as Director in the Board. As per provisions of Section 161 of the Companies Act, 2013. The Directors consider it necessary to appoint him as a Director in the interest of the Company and therefore recommend the resolution for his appointment. Tmt.Priyanka, IAS, is interested in this resolution as it concerns him.

None of the other Directors and none of the Key Managerial Personnel are interested in this resolution.

### Item No. 6:

The Government of Tamil Nadu has nominated Tmt.M.Aruna, I.A.S, vide G.O. Rt. No.3472 Public (Special A) Department dated 16.07.2024 as Pudukkottai District Collector in the place of Tmt.I.S.Mercy Ramya, I.A.S. The standing order of the Government was obtained through G.O.(Ms) No.2, Industries (MIC.2) Department, dt.06.01.2022 towards constitution of the board by appointing certain officials as Ex-officio Directors on the Board of Tamil Nadu Sugar Corporation Limited, which includes the Pudukkottai District Collector as a Director in the TASC0 Board. Accordingly, the Board at its 231<sup>st</sup> Meeting held on 22.08.2024 has appointed him as a Director in the Board as per Section 161 of the Companies Act, 2013. The Directors consider it necessary to appoint her as a Director in the interest of the Company and therefore recommend the resolution for his appointment Tmt.M.Aruna, I.A.S, is interested in this resolution as it concerns him.

None of the other Directors and none of the Key Managerial Personnel are interested in this resolution.

**Item No. 7:**

The Government of Tamil Nadu has nominated Thiru. A.Ravichandran, vide in G.O. Rt. No. 4296 Public (Special A) Department dated 16.10.2023 as DRO / Chief Executive, Arignar Anna Sugar Mills, Thanjavur in the place of G. Senthil Khumari. The standing order of the Government was obtained through G.O.(Ms) No.2, Industries (MIC.2) Department, dt.06.01.2022 towards constitution of the board by appointing certain officials as Ex-officio Directors on the Board of Tamil Nadu Sugar Corporation Limited, which includes the DRO / Chief Executive, Arignar Anna Sugar Mills, Thanjavur as a Director on the TASC0 Board. Accordingly, the Board at its 229<sup>th</sup> Meeting held on 13.02.2024 appointed him as Director in the Board. As per provisions of Section 161 of the Companies Act, 2013, The Directors consider it necessary to appoint him as a Director in the interest of the Company and therefore recommend the resolution for his appointment. Thiru. A.Ravichandran, is interested in this resolution as it concerns him.

None of the other Directors and none of the Key Managerial Personnel are interested in this resolution.

**Item No. 8:**

Per Tamil Nadu Generation and Distribution Corporation Limited Proceedings No. 62, dt. 16.11.2023, Thiru.R.K.Vinothan has been appointed as Chief Engineer, NCES, TANGEDCO in the place of Tmt.U.Valliammai. The Standing order of the Government was obtained through G.O. Ms. No. 2 Industries (MIC.2) Department dt. 06.01.2022 towards constitution of the Board by appointing certain Ex-officio Directors on the Board of Tamil Nadu Sugar Corporation Limited, which includes the Chief Engineer, NCES, TANGEDCO as a Director on the TASC0 Board. Accordingly, the Board at its 229<sup>th</sup> meeting held on 13.02.2024, has appointed him as a Director as per Section 161 of the Companies Act, 2013. The Directors consider it necessary to appoint his as a Director in the interest of the Company and therefore recommend the resolution for his appointment. Thiru.R.K.Vinothan is interested in this resolution as it concerns him.

None of the other Directors and none of the Key Managerial Personnel are interested in this resolution.

**Item No. 09:**

The Government of Tamil Nadu has nominated Thiru. V.K.Anantharam, Deputy Secretary to Government, Finance Department vide G.O. (Rt) No.285, Agriculture and Farmers Welfare (SA2) Department dt.12.08.2024 as Director representing Finance Department on the Board of Tamil Nadu Sugar Corporation Limited in the place of Thiru R.Thulasiram. The Board of Directors in its 231<sup>st</sup> meeting held on 22.08.2024 appointed him as Director in the TASC0 Board. As per provisions of Section 161 of the Companies Act, 2013, The Directors consider it necessary to appoint him as a Director in the interest of the Company and therefore recommend the resolution for his appointment. Thiru. V.K.Anantharam, is interested in this resolution as it concerns him.

None of the other Directors and none of the Key Managerial Personnel are interested in this resolution.

**Item No. 10:**

Cost Audit has been made as compulsory for Sugar Industry in 1974, since then every year, Cost Audit is being done. As per Sec. 148 (3) of the Companies Act, 2013, for the year 2024-25, the Board of Directors in the 230<sup>th</sup> Meeting held on 07.05.2024 have appointed M/s. Manoharan & Co., Practicing Cost Accountant as Cost Auditor on a remuneration of Rs.20,000/- (Rupees Twenty Thousand Only). As per Rule 14 (b) of Companies (Audit and Auditors) Rules, 2014, the remuneration of Cost Auditors shall be ratified by the shareholders. Therefore, your Directors request the share holders to ratify the remuneration of Rs.20,000/- (Rupees Twenty Thousand Only payable to M/s. Manoharan & Co., to conduct Cost Audit for 2024 - 25.

None of the Directors and Key Managerial Personnel are either concerned or interested in this resolution.

(By the order of Board of Directors)

Place: CHENNAI  
Date : 15.10.2024

**T. ANBALAGAN, I.A.S**  
**MANAGING DIRECTOR**

## TAMIL NADU SUGAR CORPORATION LIMITED

### DIRECTORS' REPORT

To  
The Shareholders,  
Tamil Nadu Sugar Corporation Limited.

Your Directors present the 49<sup>th</sup> Annual Report of the Company together with the Stand Alone Balance Sheet and Profit and Loss Account for the year ended 31.3.2024 of your company and Consolidated Balance Sheet, the Profit and Loss Account for the year ended 31.3.2024 and the Auditor's Report on the above accounts.

#### 1. PHYSICAL PERFORMANCE OF THE MILLS:

The physical performance of the Unit Mills (ie) Arignar Anna Sugar Mills during the accounting year 2023-2024 as compared to the year 2022-2023 were as under:

SI. No.	Particulars		2023-24	2022-23
1.	Cane Crushed M.T.		2,08,549	2,86,559
2.	Sugar Produced Qtls.		1,65,048	2,54,502
3.	Capacity Utilisation %		48.50	66.65
4.	Pol % in Cane %		9.72	10.70
5.	Average Recovery %		7.91	8.88
6.	Total Loss %		1.83	1.84

#### 2. FINANCIAL PERFORMANCE

The working results of the Company for the year ended 31.3.2024 as compared to 31.3.2023 were as follows:

(Rs. in lakhs)

SI. No.	Particulars	31.03.2024	31.03.2023
i)	Income from Operation	9,395.58	11,021.56
ii)	Other income	138.69	158.89
iii)	Total Income	9,534.27	11,180.45
iv)	LESS: Cost of Sales	10,415.36	11,007.99
v)	Earnings before interest and Depreciation	(-)881.09	172.17
vi)	Interest	2,095.31	1,791.93
vii)	Profit/Loss before depreciation	(-)2,976.40	(-)691.76
viii)	Depreciation	40.93	50.71

Sl. No.	Particulars	31.03.2024	31.03.2023
ix)	Profit / Loss for the year	(-)3,017.54	(-)1,669.76
x)	Prior year adjustments including withdrawal of provisions for income tax (Net)	(-)578.40	(-)345.34
xi)	Profit / Loss after prior year adjustments	(-)3,595.94	(-)2,015.10
xii)	Cumulative loss brought forward from Previous year	(-)25,128.74	(-)23,113.64
xiii)	Cumulative Loss carried over to Balance Sheet	(-)28,724.68	(-)25,128.74

### 2.1. Unit-wise profitability:

The Unit-wise profit earned / loss incurred during the financial years 2023-24 and in comparison with 2022-23 are given below:

S. No.	Name	Profit / Loss for 2023-24	Profit / Loss for 2022-23
1	Head Office	(-) 715.12	57.91
2	Arignar Anna Sugar Mills	(-) 3,092.22	(-)1,734.28
	<b>Total</b>	<b>(-) 3,807.34</b>	<b>(-)1,676.37</b>
<b>Defunct Units</b>			
3	Madura Sugars	211.39	(-)355.27
4	Sugar Machinery Workshop	-	16.54
	<b>Total</b>	<b>(-) 3,595.94</b>	<b>(-)2,015.10</b>

### 3. NET WORTH:

The Cumulative loss of the company as on 31.3.2024 was Rs.(-) 28,724.68 Lakhs.

### 4. GENERATION OF INTERNAL RESOURCES:

The generation of internal resources during the three years ended on 31<sup>st</sup> March were as follows:-

Rs. in Lakhs

Particulars	For the year ended 31.3.2024	For the year ended 31.3.2023	For the year ended 31.3.2022
(a) Profit / Loss	(-)3,595.94	(-)2,015.10	(-)1,192.33
(b) Depreciation	40.93	50.71	29.63
Cash Profit / Loss (a – b)	(-)3,555.01	(-)1,964.39	(-)1,162.70

### 5. DIVIDEND:

In view of the accumulated loss of the company, your Directors regret for their inability to recommend any dividend for the year.

### 6. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid in the past.

**7. MATERIAL CHANGES IN THE FINANCIAL YEAR AFFECTING THE COMPANY:**

There was no significant material changes in the Company during the year under review.

**8. MADURA SUGARS:**

As there is no possibility of running Madura Sugars, a proposal is under the consideration of the Government for the disposal of Madura Sugars Mill. Tamil Nadu Government vide its letter no: 3999/MIC-1/2012-1, dated 10.5.2018 has put on hold the above proposal of the Company. Accordingly, further action can be taken only after receipt of final decision from the Government.

**9. CORPORATE SOCIAL RESPONSIBILITY:**

The Board of Directors have constituted a Corporate Social Responsibility Committee. Since the company is continuously incurring loss, the company has not developed and implemented any initiatives in this regard during the year under review.

**10. PARTICULARS OF LOANS, GUARANTEE OR INVESTMENTS:**

There is no loan, guarantees or investments made by the company Under Section. 186 of the Companies Act, 2013 during the year under review.

**11. PARTICULARS OF CONTRACTS OR ARRANGEMENT MADE WITH RELATED PARTIES:**

There was no contract or arrangements made with related party as defined under Section 188 of the Companies Act, 2013 during the year under review.

**12. COMPANY SECRETARIAL AUDIT:**

As required under Section 204 (1) of the Companies Act, 2013, Company Secretarial Audit has been conducted. The report (Form No.MR-3) of the Practicing Company Secretary is annexed.

**13. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS MADE BY THE AUDITORS AND PRACTICING COMPANY SECRETARY IN THEIR REPORTS:**

Explanation to the qualification of the Statutory Auditors is given in the Addendum. There is no qualification made by practicing Company Secretary in his report.

**14. EXTRACTS OF ANNUAL RETURN:**

The extract of Annual Return - Form MGT-9 pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 is attached to this report.

**15. NUMBER OF BOARD MEETINGS CONDUCTED:**

The company had conducted 4 (Four) Board Meetings on 16.05.2023, 10.08.2023, 16.10.2023 and 13.02.2024 during the year under review.

**16. PERFORMANCE OF PERAMBALUR SUGAR MILLS - (A Subsidiary Unit):**

The Perambalur Sugar Mills Ltd., a Subsidiary Company is located at Eraiyur, Perambalur District. The installed capacity of the mill is 3000 TCD. The Mill has crushed 2391.52 MTs. of cane during the Accounting Year 2023-24 with an average recovery of 8.51% as against 3,43,772 MTs. crushed in 2022-23 with an average recovery of 9.66%. As per the Audited Accounts, the subsidiary company has incurred a loss of Rs.(-)1060.17 Lakhs compared to a profit of Rs. 2551.20 Lakhs earned during the previous year. The accumulated loss as on 31.3.2024 was Rs.(-) 33,004.25 Lakhs and the net worth is Rs.-12,093.46 Lakhs on that date after considering conversion of loans into share capital assistance.

**17. AUDIT REPORTS :****i. STATUTORY AUDIT**

The Comptroller and Auditor General of India, have appointed M/s. E.Radhakrishnan & Co, Chennai as the Statutory Auditors of the Company for the year under report. Their report is annexed. With regard to the qualified opinion of the Auditors, reply of Board of Directors is furnished in the Addendum.

**ii. COST AUDIT :**

In pursuance of Companies Act, 2013, M/s. Manokaran & Co. has been appointed as Cost Auditor to conduct the audit of the Cost records of Arignar Anna Sugar Mills for 2024-2025. On completion of the cost audit, the Cost Audit Report will be filed with the Government of India.

**iii. AUDIT BY COMPTROLLER & AUDITOR GENERAL OF INDIA:**

The Comptroller and Auditor General of India has to conduct test / supplementary audit of the accounts of the Companies Act, 2013. (The 'NIL Comments Certificate' issued by the Comptroller and Auditor General is annexed to the Annual Report).

**18. PARTICULARS IN RESPECT OF EMPLOYEES**

As none of the employees of the Company were in receipt of remuneration in excess of the limit prescribed under Companies Act, 2013, furnishing of details does not arise.

**19. PARTICULARS RELATING TO ENERGY CONSERVATION**

The particulars relating to conservation of energy as required under Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8 of Companies (Accounts) Rules, 2014 are furnished in the statement annexed.

**20. DIRECTORS' RESPONSIBILITY:**

Pursuant to Section 134 (5) of the Companies Act, 2013, your Directors wish to confirm that:

- i. in preparation of Annual Accounts, the applicable Accounting Standards have been followed along with proper explanation relating to material departures;
- ii. the Directors have adopted such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the Financial Year ' and of the profit or loss of the company for that period;

- iii. the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- iv. the Directors have prepared the Annual Accounts on a “going concern” basis;
- v. the Directors have laid down proper Internal Financial Controls to be followed by the company and that such Internal Financial Controls are adequate and are operating effectively.
- vi. the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and such systems are adequate and are operating effectively.

## 21. DECLARATION BY INDEPENDENT DIRECTORS

The Directors disclosed the Board, the statement on declaration given by the Independent Directors.

## 22. INTERNAL CONTROL SYSTEM AND ADEQUACY:

The present Internal Control System was laid down very long back. The management has updated software relating to cane management. The qualifications of Auditors were discussed in the Audit Committee Meeting and Board Meeting extensively to bring an effective internal control system.

## 23. CHANGE OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

The following changes in the Board of Directors and Key Managerial Personnel have been effected consequent to the transfer of individuals by orders of the Government of Tamil Nadu.

- i. Thiru. T.Anbalagan, IAS, has been nominated as Managing Director in the place of Thiru C.Vijayaraj Kumar, I.A.S.
- ii. Thiru. B.Murugesh, IAS, Director of Agriculture, Chennai has been nominated as Director in the place of Commissioner of Agriculture Thiru L.Subramanian, IAS.
- iii. Thiru. B.Priyanka, IAS, Collector, Thanjavur District has been nominated as Director in the place of Thiru. Deepak Jacob, IAS.
- iv. Thiru. M.Aruna, IAS, Collector, Pudukkottai District has been nominated as Director in the place of Tmt.I.S.Mercy Ramya, IAS.
- v. Thiru. V.K.Anantharam, Deputy Secretary to Government, Finance Department has been nominated as Director in the place of Thiru.Thulasiram.
- vi. Thiru.R.K.Vinothan, Chief Engineer, NCES, TANGEDCO has been appointed as Director per Standing Order in the place of Tmt.U.Valliammai
- vii. Thiru.A.Ravichandran, DRO/Chief Executive,AASM has been nominated as Director in the place of Tmt..G.SenthilKhumari.

Your Directors wish to place on record their appreciation for the valuable services rendered by Thiru.C.Vijayaraj Kumar, I.A.S, Thiru.Deepak Jacob, IAS, Tmt.I.S.Mercy Ramya, IAS, Thiru. L.Subramanian, I.A.S, Thiru.R,Thulasiram, Tmt.Valliammai and Tmt..G.SenthilKhumari as Directors on the Board of TASC0.

**24 THE SEXUAL HARRASSMENT OF WOMEN AT WORK PLACE (PREVENTION PROHIBITION AND REDRESSAL ) ACT, 2013**

Adequate policies have been implemented. There are no complaints during the year.

**25. VIGIL MECHANISM:**

The Company has implemented vigil mechanism through internal control mechanism.

**26. DEPOSITS FROM PUBLIC:**

The Company has not accepted any deposits from Public

**27. COMPLIANCE WITH SECRETARIAL STANDARDS:**

The Directors have devised proper systems to ensure compliance with Secretarial Standards..

**28. ACKNOWLEDGEMENT**

Your Directors wish to place on record their deep gratitude to the Government of Tamil Nadu and regulatory authorities for their continued support and assistance in managing the affairs of the Company during the year.

Your Directors are grateful to the support extended by of the Department of Sugar, Chennai and Tamil Nadu Co-operative Sugar Federation, Chennai for conducting of the Company's business.

Your Directors also to thank Tamil Nadu State Apex Cooperative Bank limited, Thanjavur Central Cooperative Bank limited, Kumbakonam Central Cooperative Bank limited, and Cuddalore District Central Cooperative Bank for their unstinted support in lending finance cooperation and support extended to the company.

Your Directors also to record the commitment and dedication of the employees at all levels who have committed to the growth of the company wish to commend the co-operation extended by all officers, workers and staff of the Company and to look forward to greater co- operation and hard work for improving the performance of the Company further.

Last, but not the least, your Directors want to place on record their since thanks to the cane growers and shareholders for their co-operation for smooth running of the Company and solicit their continued co-operation in the coming years.

(For and on behalf of the Board of Directors)

Place: CHENNAI

Date : 15.10.2024

**T.ANBALAGAN, I.A.S**  
**MANAGING DIRECTOR**



## TAMIL NADU SUGAR CORPORATION LIMITED

## Annexure – 1

## FORM A (SEE RULE 2)

## FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY

Sl. No.	Particulars	Unit of measurement	Current Year 2023-24	Previous year 2022-23
<b>A</b>	<b>POWER &amp; FUEL CONSUMPTION</b>			
<b>1</b>	<b>ELECTRICITY:</b>			
<b>(a)</b>	<b>Purchased</b>			
	Units	KWH	759122	760888
	Total Amount	Rs. in Lakhs	149.55	137.46
	Rate per Unit	Rs.	19.70	18.06
<b>(b)</b>	<b>Own generation</b>			
	(i) Through Diesel Generator	Units	1903	1167
	Units / Litre of diesel oil	KWH	33.81	58.19
	Cost / Unit	Rs.	2.75	1.77
	(ii) Through Steam Turbo Generator			
	Units	KWH	2,17,89,000	3,13,98,000
	Units / Tone of steam used	Units		170.78
	Cost / Unit	Rs.	(15 MW Cogen plant)	(15 MW Cogen plant)
<b>2</b>	<b>COAL (SPECIFY QUANTITY &amp; WHERE USED)</b>		Nil	Nil
<b>3</b>	<b>FURNACE OIL</b>			
	Quantity	K. Ltr.	Nil	Nil
	Total Amount	Rs. in lakhs	Nil	Nil
	Average rate	Rs./K.Ltr.	NA	NA
<b>4</b>	<b>OTHERS / INTERNAL GENERATION</b>		Nil	Nil
<b>B</b>	<b>CONSUMPTION PER UNIT OF SUGAR PRODUCTION:</b>			
1	Product - Sugar	Qtls.	1,65,049	2,54,502
2	Electricity	KWH	34.23	29.81
3	Furnace Oil	Ltr.	Nil	Nil
4	Coal (Specify quantity)	M.Ts.	Nil	Nil
5	Others (Specify)	-	Nil	Nil

**C. ENERGY CONSERVATION MEASURES:**

a. Energy Conservation measures adopted :

NIL -

b. Additional investments and proposals, if any, being implemented for reduction of steam and energy :

NIL -

c. Impact of the measures on (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods:

NIL –

**D. RESEARCH & DEVELOPMENT:**

The Company does not have an exclusive R & D wing of its own. However, the Company utilizes the innovation arising out of the research carried out by R and D wing of the Bio-Control Lab set up by the Tamil Nadu Co- op. Sugar Federation and the research wing of South India Sugar Research Foundation. At present, these Institutions have undertaken research in areas like bio-fertilizer, clarification systems etc.

**E. TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION:**

-NIL-

**F. FOREIGN EXCHANGE EARNING AND OUTGO**

-NIL-

**FORM NO. MR-3**  
**SECRETARIAL AUDIT REPORT**

for the Financial Year ended 31<sup>st</sup> March 2024

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

To  
The Members,  
**M/s. TAMIL NADU SUGAR CORPORATION LIMITED,**  
Chennai

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s. Tamil Nadu Sugar Corporation Limited, (CIN: U15421TN1974SGC006753)** (hereinafter called the Company). Secretarial Audit was conducted based on records made available to us, in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion/ understanding thereon.

Based on our verification of the Company's Books, Papers, Minute Books, Forms and Returns filed and other Records maintained by the Company and Copy of the Independent Auditors' Report dated 2<sup>nd</sup> September 2024 made available to us and also the information provided by the Company, its Officers, Agents and Authorized Representatives during the conduct of Secretarial Audit, we, on strength of these Records, and information so provided, and subject to the observations and remarks as provided in the above Independent Auditors' Report, hereby report that in our opinion and understanding, the Company, during the audit period covering the financial year ended on **March 31, 2024**, appears to have complied with the statutory provisions listed hereunder leaving exceptions as below and also in our limited review, the Company has proper and required Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

We have examined the Books, Papers, Minutes' Book, Forms and Returns filed and other records maintained by the Company and made available to us, for the financial year ended on **March 31, 2024** according to the applicable provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made thereunder as applicable;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings to the extent applicable - Not applicable to the Company;
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') – Not applicable to the Company as the Company is an Unlisted Public Company:
  - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

- c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
  - d. The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021;
  - e. The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021;
  - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; and
  - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018.
- vi. Following Laws which appear to be specifically applicable to the Company being Sugar Industry, as confirmed by the management, the compliance of these could not be verified as we have not been provided with documents relating to these enactments which prove compliance/adherence of these laws by the company:
- a. Indian Boilers Act, 1923
  - b. Food Safety And Standards Act, 2006
  - c. Essential Commodities Act, 1955
  - d. Instructions of Bureau of Public Enterprises (BPE),
  - e. Guidelines applicable to PSU.
  - f. Sugar Cess Act, 1982;
  - g. Levy Sugar Price Equalisation Fund Act, 1976
  - h. Sugar Development Fund Act, 1982;
  - i. Export (Quality Control and Inspection) Act, 1963
  - j. Agricultural and Processed Food Products Export Act, 1986.
  - k. Industrial and Labour laws i.e laws governing factory and employee welfare.
  - l. Environment Laws i.e Air, water etc.

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

- i. The Listing Agreements entered into by the Company and The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Not Applicable since the Company's shares are not listed;
- ii. Secretarial Standards issued by The Institute of Company Secretaries of India with respect to Meetings of Board of Directors (SS-1) and General Meetings (SS-2).

It is represented to us that the Company is a Tamil Nadu State Government Company (Public Limited Company) and being a State Government Company under the provisions of the Companies Act, 2013 it is eligible to all exemptions and privileges as granted to a Government Company under the Act.

During the period under review, the Company has complied with the requirements to be met in accordance with the applicable provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above to the required extent except the violations committed by the company in the following requirements:

- Manner of conducting of general meetings of the company and provisions of e-voting facility thereon..
- Maintenance of minutes and registers in accordance with the requirements of the Act and the Secretarial Standards.,
- Appointment and cessation of directors in accordance with the requirements of the Act and their participation in the meetings of the Company.
- Disclosures to be made in Board's Report and financial statements of the Company,
- Procedures for transfer / transmission of shares and maintenance of details of share holders and related committee thereon.
- Filing of forms / returns as required under the provisions of the Act.
- Accounting for 17,11,04,408 numbers of 13.30% redeemable (within 20 years) Non-Cumulative preference shares of Rs.10/- allotted by the subsidiary company Perambalur Sugar Mills Limited to the Company(issued on conversion of Ways & Means advance sanctioned by the TamilNadu Government), amounting to Rs. 1,71,10,44,080/-. The financial statement of the company does not reflect its investment in subsidiary company Perambalur Sugar Mills Limited.
- Grant of loans / advances and making of investments in accordance with the requirements of the Act.
- Borrowings in excess of the limits prescribed under the Act.
- Performance evaluation of the Board / Directors except as done by Independent Directors in their meeting.
- Usage of Accounting Software with Audit trail for Transactions & its implementation

We also would like to draw reference to crucial points in the Report of the Independent Auditor as below;

- that the accounts have been prepared on a going concern basis without adequate supporting information and they are unable to determine potential impact on financial statements due lack of required disclosures; The Company net worth has eroded, yet no formal revival plan has been documented;
- The subsidiary company report continuous losses and net worth has fully eroded;
- The company has not used accounting software for maintaining its books of accounts which has a feature of recording audit trail (edit log) facility;
- They are unable to comment on the appropriateness of retaining the old balances in the financial statements though parties are not traceable / nature of recoverability not known /confirmation of balances are not received /lapsed by law of limitation;
- They observed significant deficiencies in the internal financial controls;
- The company has defaulted in repayment of principal and interest dues to government of Rs.167,37,94,123/- for the FY ended 31/03/2024.

Our comments in this report on Compliance are only based on documents provided by the Company and verified by us.

It is represented to us that the company has initiated measures, wherever required, to address issues raised by the statutory authorities and letters/ notices received by the Company during the financial year under various enactments as applicable to the Company.

**We further report that** as per the information provided to us, there are several lawsuits and labour cases filed against the company and also there are pending cases filed against the employees during the previous period. The outcome of these pending litigations depends upon the Judgments to be pronounced by the various courts/appellate authorities and is presently uncertain.

**We further report that**, subject to the above, the related documents that we have come across depict that:

The Board of Directors of the Company is constituted, as applicable, with Executive Directors, Non-Executive Directors and Independent Directors and the changes in the composition of the Board of Directors that took place during the period under review were not / pending to be carried out in compliance with the provisions of the Act in some instances.

Adequate notice is given to all directors to schedule the Board Meetings, Agenda and detailed notes on agenda were sent in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

**We further report that** based on our limited review of the compliance mechanism established by the Company, there appears lack of adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable Laws, Rules, Regulations and Guidelines.

**We further report that** as per financial statement of the Company, the Company detected/ identified alleged fraud during the FY 2015-2016 on the company by cane growers in collusion with company employees/ officers. Based on the Report of the Enquiry Officers appointed by the Company, 8 employees were terminated from service and 21 employees were punished with increment stoppage for one to three years. Further, the investigation against 45 staff and 88 cane growers by the police department and the process of filing of charge sheet is in progress.

**We further report that** during the financial year, the Company has obtained approval from the Registrar of Companies, Chennai for the purpose of extension of time to hold the Annual General Meeting of the company and also filed form to hold the 48th Annual General Meeting at Thanjavur which is outside the city of Registered Office of the Company.

**We further report that** during the audit period the members of the Company have approved the following special business at the Annual General Meeting of the Company held on 28.12.2023:

- a. Appointment of Thiru. Deepak Jacob, IAS, as a Director,
- b. Appointment of Tmt. Is Mercy Ramya, IAS, as a Director,
- c. appointment of Tmt. T. Ramanidevi, as a Director,
- d. Appointment of Tmt. U. Valliammai, as a Director,
- e. Appointment of Thiru. L. Subramanian, IAS as a Director, and
- f. Fixation of remuneration for the Cost Auditor.

**We further report that** our Audit was subjected only to verifying adequacy of systems and procedures that are in place for ensuring proper compliance by the Company and we are not responsible for any lapses in those compliances on the part of the Company. The compliance with provisions of applicable laws which have been subject to other audits have not been independently reviewed / commented upon by us in rendering this report and the reports, wherever shown to us, have been relied upon for the said compliances.

**We further report that** we have conducted the Secretarial Audit physically as well as through online verification and examination of records, as requested and facilitated by the company for the purpose of issuing this Report.

Place: Chennai  
Date: 22.10.2024

**FOR S DHANAPAL & ASSOCIATES LLP**  
(A firm of Practising Company Secretaries)  
Peer Review Certificate No.1107/2021

**S. DHANAPAL**  
(Designated Partner)  
FCS: F6881  
CP No.: 7028  
UDIN: F006881F001694578

This Report is to be read with our testimony of even date which is annexed as Annexure and forms an integral part of this report.

**ANNEXURE TO SECRETARIAL AUDIT REPORT**

To  
The Members,  
M/s. Tamil Nadu Sugar Corporation Limited,  
Chennai.

**Auditor's responsibility:**

Based on audit, our responsibility is to express an opinion on the compliance with the applicable laws and maintenance of records by the Company. We conducted our audit in accordance with the auditing standards CSAS 1 to CSAS 4 ("CSAS") prescribed by the Institute of Company Secretaries of India ("ICSI"). These standards require that the auditor complies with statutory and regulatory requirements and plans and performs the audit to obtain reasonable assurance about compliance with applicable laws and maintenance of records.

Due to the inherent limitations of an audit including internal, financial and operating controls, there is an unavoidable risk that some misstatements or material non-compliances may not be detected, even though the audit is properly planned and performed in accordance with the CSAS. Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of Financial Records, Financial Statements and Books of Accounts of the Company and for which we relied on the Report of Statutory Auditor.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Place: Chennai  
Date: 22.10.2024

**FOR S DHANAPAL & ASSOCIATES LLP**  
(A firm of Practising Company Secretaries)  
Peer Review Certificate No.1107/2021

**S. DHANAPAL**  
(Designated Partner)  
FCS: F6881  
CP No.: 7028  
UDIN: F006881F001694578



**FORM NO. MGT 9  
EXTRACT OF ANNUAL RETURN**

As on financial year ended on 31.03.2024

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

**i. REGISTRATION & OTHER DETAILS:**

1	CIN	U15421TN1974SGC006753
2	Registration Date	17.10.1974
3	Name of the Company	TAMIL NADU SUGAR CORPORATION LIMITED
4	Category/Sub-category of the Company	Government of Tamil Nadu Undertaking – Limited by share capital
5	Address of the Registered office & contact details	AAVIN ILLAM, II-FLOOR, 3A- PASUMPON MUTHURAMALINGANAR SALAI, NANDANAM, CHENNAI, TAMILNADU, INDIA – 600 035
6	Whether listed company	NO
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	NOT APPLICABLE

**ii. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)**

S. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	SUGAR	10721	76.50%
2	MOLASSES	10728	12.95%

**PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANY**

S. No.	Name and Address of the company	CIN / GLN No.	Holding/ Subsidiary / Associate	% of shares held	Applicable Section
1	Perambalur Sugar Mills Ltd.	U15520TN1976SGC007172	Subsidiary	94.98%	Sec.2(87)



Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2023]				No. of Shares held at the end of the year [As on 31-March-2024]				%Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
i) Others (specify)	--	--	--	--	--	--	--	--	--
Sub-total (B)(1):-	--	--	--	--	--	--	--	--	--
2. Non-Institutions	--	--	--	--	--	--	--	--	--
a) Bodies Corp.	--	--	--	--	--	--	--	--	--
i) Indian	--	--	--	--	--	--	--	--	--
ii) Overseas	--	--	--	--	--	--	--	--	--
b) Individuals	--	1000000	1000000	1.24	--	1000000	1000000	0.0458	(-) 0.78
i) Individual holding share cap upto Rs.1L	--	--	--	--	--	--	--	--	--
ii) Individual holding excess of Rs 1 lakh	--	--	--	--	--	--	--	--	--
c) Others (specify)	--	--	--	--	--	--	--	--	--
NRIs	--	--	--	--	--	--	--	--	--
OCBs	--	--	--	--	--	--	--	--	--
Foreign Nationals	--	--	--	--	--	--	--	--	--
Clearing Members	--	--	--	--	--	--	--	--	--
Trusts	--	--	--	--	--	--	--	--	--
Foreign Bodies - D R	--	--	--	--	--	--	--	--	--
Sub-total (B)(2):-	--	1000000	1000000	1.24	--	1000000	1000000	0.0458	(-) 0.78
Tot. Pub.Sh.holding (B)=(B)(1)+(B)(2)	--	1000000	1000000	1.24	--	1000000	1000000	0.0458	(-) 0.78
C. Shares held by GDRs & ADRs	--	--	--	--	--	--	--	--	--
Grand Total (A+B+C)	--	218243639	218243639	100.00	--	218243639	218243639	100.00	--

**B. Shareholding of Promoter-**

SI No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Governor of Tamil Nadu	217250475	99.9535	-	217250475	99.9535	-	-
2	Government Nominees	1006	0.0001	-	1006	0.0005	-	-
	<b>Total</b>	<b>217251481</b>	<b>99.9540</b>	<b>-</b>	<b>217251481</b>	<b>99.9540</b>	<b>-</b>	<b>-</b>

**C. Change in Promoters' Shareholding (please specify, if there is no change)**

SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	21,72,51,481	99.9540	21,72,51,481	99.9540
2	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	-	-	-	-
3	At the end of the year	21,72,51,481	99.9540	21,72,51,481	99.9540

**D. Shareholding Pattern of top ten Shareholders:****(Other than Directors, Promoters and Holders of GDRs and ADRs):**

SN	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	15,669	0.0004	15,669	0.0004
2	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	--	--	--	--
3	At the end of the year	15,669	0.0004	15,669	0.0004

**E. Shareholding of Directors and Key Managerial Personnel:**

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	1,006	0.00005	1,006	0.00005
2	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
3	At the end of the year	1,006	0.00005	1,006	0.00005

**IV. INDEBTEDNESS:**

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

(Rs. in Lakhs)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	15367.07	--	--	15367.07
ii) Interest due but not paid	3598.43	--	--	3598.43
iii) Interest accrued but not due		--	--	
<b>Total (i+ii+iii)</b>	18965.03	--	--	18965.03
<b>Change in Indebtedness during the financial year</b>				
* Addition	890.60	--	--	890.60
* Reduction	(-)17.26	--	--	(-)17.26
<b>Net Change</b>	873.34	--	--	873.34
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	16240.41	--	--	16240.41
ii) Interest due but not paid		--	--	
iii) Interest accrued but not due	5372.71	--	--	5372.71
<b>Total (i+ii+iii)</b>	21613.12	--	--	21613.12

## V. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

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

(Rs. in Lakhs)

S.N.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount
		Chief Executive Arignar Anna Sugar Mills		
		Tmt. G. Senthilkumari (01.04.2023 to 31.10.2023)	Thiru. A.Ravichandran (1.10.2023 to 31.03.2024)	
	Gross salary	6,80,498	7,02,152	13,82,650
1	(a) Salary as per provisions contained in section M17(1) of the Income-tax Act, 1961	-	-	-
	(b) Value of perquisites u/s 17(2) Income- tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity			
4	Commission - as % of profit - others, specify...	-	-	-
5	Others, please specify			
	Total (A)			
	Ceiling as per the Act	-	-	-

## B. Remuneration to other directors

S.N.	Particulars of Remuneration	Name of Directors	Total Amount
1	Independent Directors	Dr.S. Pazhanivelan & Thiru T. Chandhirasekhar	-
	Fee for attending board committee meetings		
	Commission		
	Others, please specify		
	Total (1)		
2	Other Non-Executive Directors	As they are the Executives of the respective Government Institution / Department.  No Remuneration was paid.	
	Fee for attending board committee meetings		
	Commission		
	Others, please specify		
	Total (2)		
	Total (B)=(1+2)		
	Total Managerial Remuneration		
Overall Ceiling as per the Act			

**C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD**

Sl. No.	Particulars of Remuneration	Key Managerial Personnel (In Lakhs)		
		Chief Accts. Officer	Company Secretary	Total
		Thiru C. Arumugam	Thiru G. Alagarsamy	
1	Gross salary	8,40,000	7,80,000	16,20,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission	-	-	-
	- as % of profit	-	-	-
	others, specify...	-	-	-
5	Others, Professional fee	-	-	-
	Total	8,40,000	7,80,000	16,20,000

**VI. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty			Nil		
Punishment					
Compounding					
<b>B. DIRECTORS</b>					
Penalty			Nil		
Punishment					
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty			Nil		
Punishment					
Compounding					

Place: CHENNAI

Date : 15.10.2024

**T.ANBALAGAN, I.A.S**  
**MANAGING DIRECTOR**

**FORM AOC-1**

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 4A & 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures

**Part A: Subsidiaries**

(Information in respect of each subsidiary to be presented with amounts in Rs.)

Sl.No.	Particulars	Details
1.	Sl. No.	1
2.	Name of the subsidiary	Perambalur Sugar Mills Limited
3.	The date since when subsidiary was acquired	Since Incorporation on 24-Jul-1976
4.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Same as Holding Company
5.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	In Indian Rupees
6.	Share capital (Paid Up)	20,91,07,88,500
7.	Reserves & surplus	(-)3,30,04,24,931
8.	Total assets	1,63,60,41,205
9.	Total Liabilities	2,84,53,87,285
10.	Investments	5,11,300
11.	Turnover	1,47,09,85,020
12.	Profit before taxation	(-)10,60,16,582
13.	Provision for taxation	-
14.	Profit for taxation	(-)10,60,16,582
15.	Proposed Dividend	-
16.	Extent of shareholding (in percentage)	94.98%

Notes: The following information shall be furnished at the end of the statement:

- Names of subsidiaries which are yet to commence operations.
- Names of subsidiaries which have been liquidated or sold during the year.



**Part B: Associates and Joint Ventures**

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related  
to Associate Companies and Joint Ventures

Name of Associates or Joint Ventures		Name 1
1.	Latest audited Balance Sheet Date	NIL
2.	Shares of Associate /Joint Ventures held by the company on the year end	
	(i) No of shares	
	(ii) Amount of Investment in Associates or Joint Venture	
	(iii) Extent of Holding (in percentage)	
3.	Description of how there is significant influence	
4.	Reason why the associate / joint venture is not consolidated	
5.	Net-worth attributable to Shareholding as per latest audited Balance Sheet	
6.	Profit / Loss for the year	
	(i) Considered in Consolidation	
	(ii) Not Considered in Consolidation	

- Names of associates or joint ventures which are yet to commence operations.
- Names of associates or joint ventures which have been liquidated or sold during the year.

Note: This Form is to be certified in the same manner in which the Balance Sheet is to be certified.

Place: CHENNAI

Date : 15.10.2024

**T.ANBALAGAN, I.A.S**  
**MANAGING DIRECTOR**

# **PART - II**

**TAMILNADU SUGAR CORPORATION LTD**

**Standalone Balance Sheet as on 31.03.2024**

**&**

**Standalone Profit & Loss Accounts as on 31.03.2024**

<b>TAMILNADU SUGAR CORPORATION LIMITED</b>				
<b>Balance Sheet as at 31st March, 2024</b>				
(All amounts are in Indian Rupees Lakhs, except share data and as stated)				
Particulars	Note No.	As at	As at	
		31 March, 2024	31 March, 2023	
		Rs. in lakhs	Rs. in lakhs	
<b>I EQUITY AND LIABILITIES</b>				
<b>1. Shareholders' funds</b>				
(a) Share capital	1	21824.36	21824.36	
(b) Reserves and surplus	2	-28724.68	-25128.74	
<b>2. Non-current liabilities</b>				
(a) Long-term borrowings	3	155.38	172.64	
(b) Long-term provisions	4	84.83	109.76	
<b>3. Current liabilities</b>				
(a) Short-term borrowings	5	16085.04	15194.43	
(b) Trade payables				
(i) Total outstanding dues of micro enterprises and small enterprises	6	105.90	190.56	
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	6	971.49	1163.42	
(c) Other current liabilities	7	7361.83	6040.48	
(d) Short-term provisions	8	181.88	132.40	
<b>TOTAL</b>		<b>18046.03</b>	<b>19699.31</b>	
<b>II ASSETS</b>				
<b>1. Non-current assets</b>				
(a) Property, Plant and Equipment and Intangible Assets				
(i) Property, Plant & Equipment	9	638.83	519.66	
(ii) Intangible Assets				
(iii) Capital Work in progress		35.25		
(b) Non-current investments	10	3667.77	3667.77	
(c) Long-term loans and advances	11	818.38	1120.41	
(d) Other Non Current Assets	12	33.81	28.85	
<b>2. Current assets</b>				
(a) Inventories	13	6405.13	7389.72	
(b) Trade receivables	14	5592.24	5365.53	
(c) Cash and cash equivalents	15	232.03	47.11	
(d) Short-term loans and advances	16	203.17	187.44	
(e) Other current assets	17	419.43	1372.83	
<b>TOTAL</b>		<b>18046.03</b>	<b>19699.31</b>	
<b>Summary of significant accounting policies and the accompanying notes are an integral part of the financial statements</b>				
	I			

**Thiru S. Ulaganathan**  
Chief Accountant

**Thiru C. Arumugam**  
Company Secretary i/c  
Chief Accounts Officer

**Thiru A. Ravichandran**  
Director

**Thiru T. Anbalagan, I.A.S**  
Managing Director

As per our report of even date  
for **E. Radhakrishnan & Co.,**  
Chartered Accountants  
CA. E. Radhakrishnan

Place : Chennai  
Date : 02 / 09 / 2024

Partner  
Membership No.022230  
UDIN No. 24022230BKDKGC3498

<b>TAMILNADU SUGAR CORPORATION LIMITED</b>				
<b>Statement of Profit and Loss for the year ended 31st March, 2024</b>				
(All amounts are in Indian Rupees Lakhs, except share data and as stated)				
Particulars		Note No.	For the year ended 31 March, 2024	For the year ended 31 March, 2023
			Rs. in lakhs	Rs. in lakhs
I	Revenue from operations (net)	18	9395.58	11021.56
II	Other income	19	138.69	158.89
III	<b>TOTAL INCOME (1+II)</b>		<b>9534.27</b>	<b>11180.45</b>
IV	<b>EXPENSES</b>			
	(a) Cost of Materials Consumed	20	6599.22	8819.27
	(b) Purchases of Stock-in-Trade	21	8.02	10.87
	(c) Changes in Inventories	22	866.62	-500.57
	(d) Employee Benefits Expense	23	1558.69	1211.33
	(e) Finance Costs	24	2095.31	1791.93
	(f) Depreciation and Amortisation Expense	9	40.93	50.71
	(g) Other Expenses	25	1478.34	1812.01
	<b>TOTAL EXPENSES</b>		<b>12647.13</b>	<b>13195.54</b>
V	<b>Profit / (Loss) Before Exceptional and Extra Ordinary Items and tax (III-IV)</b>		<b>-3112.86</b>	<b>-2015.10</b>
VI	<b>Exceptional Items</b>	26	483.09	-
VII	<b>Profit / (Loss) Before Extra Ordinary Items and tax (V-VI)</b>		<b>-3595.94</b>	<b>-2015.10</b>
VIII	<b>Extra Ordinary Items</b>			.00
IX	<b>Profit/(Loss) Before Tax (VII-VIII)</b>		<b>-3595.94</b>	<b>-2015.10</b>
X	<b>Profit / (Loss) for the year the Continuing Operations(IX-X)</b>		<b>-3595.94</b>	<b>-2015.10</b>
XI	<b>Tax expenses for continuing operations</b>			
XII	<b>Profit / (Loss) for the year the Discontinuing Operations</b>		<b>-3595.94</b>	<b>-2015.10</b>
XIII	<b>Tax expense for Discontinuing Operations</b>			.00
XIV	<b>Profit /(Loss)from the Disconcontinuing Operations (after tax)</b>			.00
XV	<b>Profit/(Loss) for the Period after tax (XI+XIV)</b>		<b>-3595.94</b>	<b>-2015.10</b>
XVI	<b>Earnings Per Equity Share (Face value per share of Rs.10 each)</b>			
	1)Basic (in Rs.)		(1.65)	(0.92)
	2) Diluted (in Rs.)		(1.65)	(0.92)

See Accompanying Notes forming part of the statements 1-39

**Thiru S. Ulaganathan**  
Chief Accountant

**Thiru C. Arumugam**  
Company Secretary i/c  
Chief Accounts Officer

**Thiru A. Ravichandran**  
Director

**Thiru T.Anbalagan, I.A.S**  
Managing Director

As per our report of even date  
for **E. Radhakrishnan & Co.,**  
Chartered Accountants  
CA. E. Radhakrishnan

Place : Chennai  
Date : 02 / 09 / 2024

Partner  
Membership No.022230  
UDIN No. 24022230BKDKGC3498

## SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

### 1. Share Capital

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
<b>A. EQUITY AND LIABILITIES</b>		
<b>(1) SHAREHOLDERS' FUNDS</b>		
<b>(a) Share Capital</b>		
<b>(i) Authorised</b>		
22,00,00,000 Equity Shares of Rs.10/- each (PY 22,00,00,000 Equity Shares of Rs.10/- each)	22000.00	22000.00
<b>(ii) Issued, Subscribed and Paid up</b>		
21,82,43,639 Equity shares of Rs.10/- each fully paid up* with voting rights (PY 21,82,43,639 Equity Shares of Rs.10/- each)	21824.36	21824.36
<b>Note on Rights, preferences and restrictions attached to shares:</b>		
Equity Shares : The Company has one class of equity shares. Each shareholder is eligible for one vote per share held. The Dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Comapny after distribution of all preferential amounts, in proportion to their shareholding.		
<b>* Note:</b>		
1. This includes 13,72,72,158 Equity Shares of Rs.10/- each allotted as fully paid up for consideration other than cash during the year 2020 - 2021.		
<b>Total</b>	<b>21824.36</b>	<b>21824.36</b>

#### (1a) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting Year:

Particulars	Opening Balance	Fresh issue	Closing Balance
<b>Equity shares with voting rights</b>			
<b>Year ended 31 March, 2024</b>			
- Number of shares	218,243,639	0	218,243,639
- Amount (Rs.1000's)	2,182,436,390	0	2,182,436,390
<b>Year ended 31 March, 2023</b>			
- Number of shares	218,243,639		218,243,639
- Amount (Rs.1000's)	2,182,436,390		2,182,436,390

## (1b) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	as at 31-Mar-2024		as at 31-Mar-2023	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
<b>Equity shares with voting rights</b>				
Governor of Tamilnadu	217,243,639	99.54	217,243,639	99.54

## (1c) Shareholding of Promoters

Promoter Name	Shareholding at the beginning of the year		
	No. of Shares	% of Total Shares	% Change during the year
Governor of Tamilnadu	217,243,639	99.54	0.00
<b>Total</b>	<b>217,243,639</b>		

## 2. Reserves and surplus

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
<b>Surplus / (Deficit) in Statement of Profit and Loss</b>		
Opening balance	-25128.74	-23113.64
Add: Profit / (Loss) for the year	-3595.94	-2015.10
<b>Closing balance</b>	<b>-28724.68</b>	<b>-25128.74</b>
<b>Total</b>	<b>-28724.68</b>	<b>-25128.74</b>

## 3. Long-term borrowings

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
<b>Term loans</b>		
<b>Secured</b>		
(i) Central Government Financial Assistance as Soft Loan from TCCB Secured by creation of charge on Fixed Assets	.00	17.26
<b>Unsecured</b>		
(ii) Cash Credit Loan from MDCC.Bank	155.38	155.38
<b>Total</b>	<b>155.38</b>	<b>172.64</b>

## 3 (ii). Cash Credit Loan from MDCC.Bank

Madura Sugar Unit has availed Cash Credit Facilities from MDCC Bank. As the unit Operation was closed down, the MDCC Bank has invoked Government Guarantee issued for Cash Credit. As the Government settled Cash Credit availed at the time of guarantee Invoked and the interest accrued from the date of Invocation to the date of settlement is outstanding not settled by Govt. is due for payment.

## 4. Long-term provisions

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
<b>Provision for employee benefits:</b>		
Provision for Earned Leave benefit	84.83	109.76
<b>Total</b>	<b>84.83</b>	<b>109.76</b>

## 5. Short-term borrowings

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
(a) Secured - Cash Credit From IOB Secured by pledge of stock of sugar valid upto 30/09/2024 @ 11.50% p.a, guaranteed by State Government	4719.81	5470.93
(b) Current Maturities of Long term borrowings (Ways & Means Advance from TN. Govt.)	11365.23	9723.50
<b>Total</b>	<b>16085.04</b>	<b>15194.43</b>

## 5(b). Details of the loans, Terms of repayment and delay in payment of Loan From Government

Product Name	Principal ( in Rs.)	Interest ( in Rs.)	Interest & Penal Interest Rate	Repayable schedule
Ways & Means Advance for Repayment of TIIC Loan	76,059,292	56,275,481	13%+2.5%	Within FY 2018-19
Ways & Means Advance for Settlement of FRP 2017-18	110,600,000	82,785,995	13%+2.5%	Within FY 2018-19
Ways & Means Advance for Cane Payment 2018-19	161,522,000	83,432,087	12.60%+2.5%	Within FY 2019-20
Ways & Means Advance for Bonus to Employees 2018-19	1,130,000	594,473	13%+2.5%	Within FY 2019-20
Ways & Means Advance for Bonus 2019 - 20	2,730,000	1,000,953	13.3 % + 2.5%	Within FY 2020-21
Ways & Means Advance for SAP Arrear 2015-16	60,363,000	21,406,208	13.3 % + 2.5%	Within FY 2020-21
Ways & Means Advance for SAP Arrear 2015-16	60,363,000	20,152,477	13.3 % + 2.5%	Within FY 2020-21
Ways & Means Advance for SAP Arrear 2016-17	117,874,000	39,095,092	13.3 % + 2.5%	Within FY 2020-21
Ways & Means Advance for Settlement of FRP 2020-21	166,082,000	37,641,462	12.80+2.5%	Within FY 2021-22
Ways & Means Advance for Bonus 2020 - 21	2,330,000	479,054	12.80+2.5%	Within FY 2021-22
Ways & Means Advance for Settlement of FRP 2021-22	213,297,000	16,979,610	12.80+2.5%	Within FY 2022-23
Ways & Means Advance for Settlement of FRP 2022-23	80,000,000	162390453.75	12.80+2.5%	Within FY 2023-24
Ways & Means Advance for OFF SEASON REQUIRMENT 2022-23	84,173,000	15,037,485	12.80+2.5%	Within FY 2023-24
<b>Total</b>	<b>1,136,523,292</b>	<b>537,270,831</b>		

The Company has defaulted in the repayment of due (Principal & Interest) amounting to Rs.,1,67,37,94,123/- to State Government. (PY Rs.,1,19,95,16,846/-)

## 6. Trade payables

Particulars	as at 31-Mar-2024		as at 31-Mar-2023	
	Rs. in lakhs		Rs. in lakhs	
<b>Trade payables:</b>				
(i) Micro, Small, Medium Enterprises	105.90		190.56	
(ii) Others	971.49		1163.42	
<b>Total</b>	<b>1077.39</b>		<b>1353.97</b>	

TRADE PAYABLES AGEING SCHEDULE											Rs.	
Particulars	Outstanding for following periods from due date of payment										Total	
	< 1 Year		1-2 Years		2-3 Years		> 3 Years		Total			
	as at 31-Mar-2023	as at 31-Mar-2022	as at 31-Mar-2023	as at 31-Mar-2022	as at 31-Mar-2023	as at 31-Mar-2022	as at 31-Mar-2023	as at 31-Mar-2022	as at 31-Mar-2023	as at 31-Mar-2022		
(I) MSME	10,589,647	19,055,541									10,589,647	19,055,541
(II) Others	78,898,741	97,921,451	1,771,768	3,400,597	488,628	205,544	15,989,900	14,814,018	97,149,037	116,341,610	107,738,684	135,397,151
(I) Disputed Dues - MSME									0	0	0	0
(II) Disputed Dues - Others									0	0	0	0
<b>Total</b>	<b>89,488,387</b>	<b>116,976,992</b>	<b>1,771,768</b>	<b>3,400,597</b>	<b>488,628</b>	<b>205,544</b>	<b>15,989,900</b>	<b>14,814,018</b>	<b>107,738,684</b>	<b>135,397,151</b>		



## 7. Other current liabilities

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
(a) Liability for Area Development Fund	34.28	34.28
(b) Interest accrued and due on Ways & Means Advance from Govt.	5372.71	3598.43
(c) Other Liabilities	1954.84	2407.77
<b>Total</b>	<b>7361.83</b>	<b>6040.48</b>

## 8. Short-term provisions

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
<b>(a) Provision for employee benefits:(Short Term)</b>		
(i) Provision for bonus	25.08	20.52
(ii) Provision for Pension contribution		
(iii) Provision for Gratuity	106.40	45.49
(iv) Provision for Earned Leave benefit	50.40	66.39
<b>Total</b>	<b>181.88</b>	<b>132.40</b>

<b>TAMILNADU SUGAR CORPORATION LIMITED</b> Notes forming part of the financial statements									
<b>(9) Property, Plant &amp; Equipment</b>									<b>Rs.</b>
<b>Particulars</b>	<b>Land</b>	<b>Buildings</b>	<b>Plant &amp; Equipments</b>	<b>Furniture &amp; Fittings</b>	<b>Vehicles</b>	<b>Computer</b>	<b>Total</b>		
Cost As at March 31, 2022	2,541,854.00	73,800,441.46	153,218,510.60	6,109,347.48	5,288,660.76	2,396,739.90	<b>243,355,554.20</b>		
Additions	0.00		6,405,540.00	330,049.37	1,120,304.00	328,234.52	<b>8,184,127.89</b>		
Disposals	0.00			0.00	447,090.00	0.00	<b>447,090.00</b>		
Cost As at March 31, 2023	2,541,854.00	73,800,441.46	159,624,050.60	6,439,396.85	5,961,874.76	2,724,974.42	<b>251,092,595.21</b>		
Additions	0.00	3,836,992.00	9,511,846.00	179,297.00	968,308.00	1,513,150.22	<b>16,009,593.22</b>		
Disposals/adjusted	0.00	0.00	0.00	0.00	0.00	0.00	<b>0.00</b>		
Cost As at March 31, 2024	2,541,854.00	77,637,433.46	169,135,896.60	6,618,693.85	6,930,182.76	4,238,124.64	<b>267,102,188.43</b>		
Depreciation as at March 31, 2022	0.00	46,969,855.61	135,256,101.22	5,575,815.72	4,316,364.17	2,271,173.13	<b>194,389,309.85</b>		
Charges for the Year	0.00	2,614,851.00	1,942,584.00	141,457.00	366,935.00	118,245.00	<b>5,184,072.00</b>		
Disposals/adjusted	0.00	0.00	0.00	0.00	447,090.00	0.00	<b>447,090.00</b>		
Depreciation as at March 31, 2023	0.00	49,584,706.61	137,198,685.22	5,717,272.72	4,236,209.17	2,389,418.13	<b>199,126,291.85</b>		
Charges for the Year	0.00	1,239,811.68	1,685,422.00	163,652.00	523,413.00	480,271.00	<b>4,092,569.68</b>		
Disposals/adjusted	0.00	0.00	0.00	0.00		0.00	<b>0.00</b>		
Depreciation as at March 31, 2024	0.00	50,824,518.29	138,884,107.22	5,880,924.72	4,759,622.17	2,869,689.13	<b>203,218,863.51</b>		
Net Block									
As at March 31, 2022	<b>2,541,854.00</b>	<b>26,830,585.85</b>	<b>17,962,409.38</b>	<b>533,531.76</b>	<b>972,296.59</b>	<b>125,566.77</b>	<b>48,966,244.35</b>		
As at March 31, 2023	<b>2,541,854.00</b>	<b>24,215,734.85</b>	<b>22,425,365.38</b>	<b>722,124.13</b>	<b>1,725,665.59</b>	<b>335,556.29</b>	<b>51,966,300.24</b>		
As at March 31, 2024	<b>2,541,854.00</b>	<b>26,812,915.17</b>	<b>30,251,789.38</b>	<b>737,769.13</b>	<b>2,170,560.59</b>	<b>1,368,435.51</b>	<b>63,883,324.92</b>		

Particulars		as at 31-Mar-2024			as at 31-Mar-2023		
		Quoted #	Unquoted #	Total	Quoted #	Unquoted	Total
<b>10. Non-current investments</b>							
<b>Investments (At cost):</b>							
<b>A. Trade</b>							
a.	5,60,200 Equity Shares of Rs. 10/- each fully paid up in Tamil Nadu Newsprint & Papers Ltd.	₹ 5,602,000		₹ 5,602,000	₹ 5,602,000	₹ 0	₹ 5,602,000
<b>b. Non-Trade</b>							
a.	3,60,97,501 Equity Shares of Rs. 10/- each fully paid in the Subsidiary Company, Perambalur Sugar Mills Limited	₹ 7	₹ 360,975,010	₹ 360,975,017		₹ 360,975,010	₹ 360,975,010
b.	2,000 Shares of Rs. 50/- each in Madurai District Central Co-operative Bank Limited.		₹ 100,000	₹ 100,000		₹ 100,000	₹ 100,000
c.	20,000 Shares of Rs.5/ each in Thanjavur District Central Co-operative Bank Limited - Thanjavur		₹ 100,015	₹ 100,015		₹ 100,000	₹ 100,000
d.	1 Share of Rs.5/ each in Erode District Central Co-operative Bank Limited.		₹ 0	₹ 0		₹ 5	₹ 5
e.	1 Share of Rs.10/ each in Tamil Nadu State Coop. Bank Limited, Chennai		₹ 0	₹ 0		₹ 10	₹ 10
<b>Total</b>		<b>₹ 5,602,007</b>	<b>₹ 361,175,025</b>	<b>₹ 366,777,032</b>	<b>₹ 5,602,000</b>	<b>₹ 361,175,025</b>	<b>₹ 366,777,025</b>
	Aggregate amount of unquoted investments			₹ 361,175,025			₹ 361,175,025
	Aggregate amount of quoted investments at Face Value			₹ 5,602,007			₹ 5,602,000
	Aggregate market value of listed and quoted investments	[ @246.65 (NSE) ]		₹ 138,173,330	[ @218.30 (NSE) ]		₹ 122,291,660

**11. Long-term loans and advances**

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
A.Secured, considered good		
<b>B.Unsecured, considered good</b>		
(a) Capital advances	818.38	1120.41
(b) Trade Advances		
<b>Total</b>	<b>818.38</b>	<b>1120.41</b>

**12. Other Non Current Assets**

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
Security Deposits	33.81	28.85
<b>Total</b>	<b>33.81</b>	<b>28.85</b>

**13. Inventories**

(At lower of cost and net realisable value as certified by Management)

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
<b>(i) Work In process</b>		
(a).Sugar	32.23	167.70
(b).Molasses	.00	31.26
<b>Sub Total (A)</b>	<b>32.23</b>	<b>198.96</b>
<b>(ii) Finished Goods</b>		
(a).Sugar	5770.37	6060.27
(b).Molasses	521.96	926.58
(c).Baggasse	4.21	8.58
<b>Sub Total (B)</b>	<b>6296.53</b>	<b>6995.42</b>
<b>(iii) Stores/Spares</b>	92.53	208.58
Less: provision for obsolete Stores	28.55	28.55
<b>Sub Total (C)</b>	<b>63.99</b>	<b>180.03</b>
<b>(iv) Others</b>		
(a) Fertilizer & Pesticides	3.31	3.82
( b) Tools & Appliances	.58	.06
(c) Pressmud	8.49	11.43
<b>Sub Total (D)</b>	<b>12.38</b>	<b>15.31</b>
<b>Total (A+B+C+D)</b>	<b>6405.13</b>	<b>7389.72</b>

## 14. Trade receivables

Particulars	as at 31-Mar-2024		as at 31-Mar-2023	
	Rs. in lakhs		Rs. in lakhs	
<b>a) Trade receivables</b>				
Unsecured, considered good	5592.24		3530.72	
Doubtful	162.83		162.83	
Less: Provision for doubtful trade receivables	5755.07		3693.55	
	162.83		162.83	
<b>Sub total</b>	<b>5592.24</b>		<b>3530.72</b>	
<b>Total</b>	<b>5592.24</b>		<b>5365.53</b>	

Particulars	TRADE RECEIVABLES AGEING SCHEDULE												Rs.	
	Outstanding for following periods from due date of payment												Total	
	< 6 Months		6 Months -1 Years		1-2 Years		2-3 Years		> 3 Years		Total		as at 31-Mar-2024	as at 31-Mar-2023
	as at 31-Mar-2024	as at 31-Mar-2023	as at 31-Mar-2024	as at 31-Mar-2023	as at 31-Mar-2024	as at 31-Mar-2023	as at 31-Mar-2024	as at 31-Mar-2023	as at 31-Mar-2024	as at 31-Mar-2023	as at 31-Mar-2024	as at 31-Mar-2023	as at 31-Mar-2024	as at 31-Mar-2023
(i) Undisputed Trade Receivables - Considered good	114,246,933	183,480,596	3,431,510	21,389,427	125,141,586	75,526,545	74,703,897	133,935,859	241,700,243	122,220,393	559,224,169	536,552,820		
(ii) Undisputed Trade Receivables - Considered doubtful													0	0
(iii) Disputed Trade Receivables - Considered good													0	0
(iv) Disputed Trade Receivables - Considered doubtful													0	0
<b>Total</b>	<b>114,246,933</b>	<b>183,480,596</b>	<b>3,431,510</b>	<b>21,389,427</b>	<b>125,141,586</b>	<b>75,526,545</b>	<b>74,703,897</b>	<b>133,935,859</b>	<b>241,700,243</b>	<b>122,220,393</b>	<b>559,224,169</b>	<b>536,552,820</b>		

## 15. Cash and cash equivalent

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
(a) Cash on hand	.26	.43
<b>Sub total (A)</b>	<b>.26</b>	<b>.43</b>
<b>(b) Balances with banks</b>		
(i) In current accounts	7.05	15.64
(ii) In deposit accounts	211.60	18.23
(iii) Other earmarked accounts (SUBUCAS & NADP Scheme)	13.12	12.82
<b>Sub total (B)</b>	<b>231.77</b>	<b>46.68</b>
<b>Total (A+B)</b>	<b>232.03</b>	<b>47.11</b>

Of the above, the balances that meet the definition of Cash and cash equivalents as per AS 3 Cash Flow Statements

## 16. Short-term loans and advances

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
A.Secured, considered good		
<b>B.Unsecured, considered good</b>		
(a) Loans and advances to employees	56.56	44.23
(b) Advance to Growers,suppliers and contractors	58.79	110.17
(c) Other Advances	87.82	33.04
<b>Sub Total (i)</b>	<b>203.17</b>	<b>187.44</b>
<b>C.Doubtful</b>		
(i) Advance to Growers,suppliers and contractors Doubtful	53.30	53.32
Less: Provision for other doubtful loans and advances	53.30	53.32
<b>Sub Total (ii)</b>	<b>.00</b>	<b>.00</b>
<b>(ii) Other Advances</b>		
Doubtful	77.97	77.95
Less: Provision for doubtful advances	77.97	77.95
<b>Sub Total (iii)</b>	<b>.00</b>	<b>.00</b>
<b>Total (i+ii+iii)</b>	<b>203.17</b>	<b>187.44</b>

## 17. Other current assets

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
<b>Unsecured, considered good</b>		
(a) Accrual		
Interest accrued on Bank Deposits	2.41	18.68
(b) Amount recoverable from Subsidiary Company	.12	683.03
(c) Amount recoverable for cane diversion to other Mills	32.76	32.76
(d) Prepaid expenses	24.61	34.43
(e) Balances with government authorities		.00
(i) TDS	65.72	79.58
(ii) GST	86.19	21.10
(f) Others	73.71	65.29
(g) Deposit with Others (Tamilnadu Power Finance Corporation Ltd)	133.92	437.98
<b>Total</b>	<b>419.43</b>	<b>1372.83</b>

## 18. Revenue from operations

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
<b>(i)(a) Manufactured goods</b>		
Sale of Sugar	7293.76	9057.85
Sale of Molasses	1234.74	664.85
Sale of Pressmud	11.43	5.59
Sale of Power-Co-Gen	800.81	1242.04
Sale of Baggase	.00	4.30
	<b>9340.73</b>	<b>10974.63</b>
<b>(b) Traded goods</b>		
Sale of Fertiliser and Pesticides	8.50	9.81
Sale of Farm/Parasite Lab. Products	5.35	.13
	<b>13.85</b>	<b>9.93</b>
<b>(ii) Sale of services</b>		
Consultancy service charges from co-operative sugar mills	41.00	37.00
	<b>41.00</b>	<b>37.00</b>
<b>TOTAL(i(a)+i(b)+ii+iii)</b>	<b>9395.58</b>	<b>11021.56</b>

## 19. Other income

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
<b>(a) Interest income</b>		
From Bank on Fixed Deposits	11.50	17.20
From others	10.40	9.86
<b>(b) Dividend income:</b>		
From long-term investments- Others	43.14	22.41
(c) Rent received	54.38	32.45
( d) Subsidy received	.00	.00
(e) Scrap Sales	17.69	45.24
(f) Others	1.58	31.72
<b>Total</b>	<b>138.69</b>	<b>158.89</b>

## 20. Cost of materials consumed

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
<b>Material consumed:</b>		
Sugarcane Consumed	6599.22	8819.27
<b>Total</b>	<b>6599.22</b>	<b>8819.27</b>

## 21. Purchase of traded goods

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
Fertiliser and Pesticides	8.02	10.87
<b>Total</b>	<b>8.02</b>	<b>10.87</b>

## 22. Net (increase) / decrease of Inventories

Particulars	as at 31-Mar-2024		as at 31-Mar-2023	
		Rs. in lakhs		Rs. in lakhs
<b>Finished goods</b>				
Sugar: Opening Stock		6060.27		5924.14
Closing Stock		5770.37		6060.27
<b>Sub Total</b>	<b>(a)</b>	<b>289.90</b>		<b>-136.13</b>
Molasses: Opening Stock		926.58		459.62
Closing Stock		521.96		926.58
<b>Sub Total</b>	<b>(b)</b>	<b>404.62</b>		<b>-466.96</b>
Baggasse: Opening Stock		8.58		12.86
Closing Stock		4.21		8.58
<b>Sub Total</b>	<b>(c)</b>	<b>4.37</b>		<b>4.29</b>
Sugar-in-process: Opening Stock		167.70		241.11
Closing Stock		32.23		167.70
<b>Sub Total</b>	<b>(d)</b>	<b>135.47</b>		<b>73.41</b>
Molasses-in-process: Opening Stock		31.26		30.00
Closing Stock		.00		31.26
<b>Sub Total</b>	<b>(e)</b>	<b>31.26</b>		<b>-1.25</b>
Fertilizer & Pesticides :Opening Stock		3.82		5.46
Closing Stock		3.31		3.82
<b>Sub Total</b>	<b>(f)</b>	<b>.52</b>		<b>1.64</b>
Pressmud :    Opening Stock		11.43		15.85
Closing Stock		8.49		11.43
<b>Sub Total</b>	<b>(g)</b>	<b>2.94</b>		<b>4.42</b>
Scrap :        Opening Stock		12.32		32.33
Closing Stock		14.78		12.32
<b>Sub Total</b>	<b>(h)</b>	<b>-2.46</b>		<b>20.01</b>
<b>Net (increase) / decrease</b>	<b>(a+b+c+d+e+f+g+h)</b>	<b>866.62</b>		<b>-500.57</b>

## 23. Employee benefits expense

Particulars	as at 31-Mar-2024		as at 31-Mar-2023	
		Rs. in lakhs		Rs. in lakhs
(a) Salaries, Wages and Bonus		1279.22		1054.25
<b>(b) Contribution to</b>				
(i) Provident fund		117.69		106.63
(ii) Pension fund		3.49		1.96
(c) Gratuity contribution scheme		131.36		32.16
(d) Staff welfare expenses		26.94		16.34
(e) Earned Leave				
<b>Total</b>		<b>1558.69</b>		<b>1211.33</b>



## 24. Finance costs

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
<b>(a) Interest expense on:</b>		
(i) Bank loan (Term Loan, Soft loan and Cash credit)	2095.31	1791.93
(ii) Others		
<b>Total</b>	<b>2095.31</b>	<b>1791.93</b>

## Note No: 25. Other Expenses

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
Carriage Inwards		.00
Co-Gen Expenses	422.99	325.73
Process Stores consumed	104.66	108.73
Consumption of packing materials	101.71	144.42
Power and fuel	219.57	179.09
Self generation tax on electricity	7.15	6.03
Rent	24.38	13.49
Repairs and maintenance - Buildings	.00	14.15
- Machinery	221.36	191.25
- Others	18.16	14.22
Insurance	18.91	18.56
Rates and taxes	34.05	16.92
Travelling and conveyance	9.98	8.12
Printing and stationery	4.24	1.23
Postage, Telephone	4.00	4.35
Selling & Distribution Expenses	18.00	17.98
Bank charges	29.31	41.54
Entertainment Expenses	.39	.74
Legal and professional	40.82	18.66
Subscription to Associations	7.40	7.48
Corporate Meeting Expenses	12.72	9.74
Payments to auditors (Refer Note (i) below)	1.86	1.70
Guarantee Commission	16.36	19.54
Prior period items (Refer Note (ii) below)	578.40	345.34
Security Charges	49.02	57.93
Filing Fees (ROC)	.00	.00
Provision for doubtful trade receivables & advances	.00	205.81
Miscellaneous expenses	15.99	39.24
<b>Total</b>	<b>1961.43</b>	<b>1812.01</b>

**26. Other Unexceptional Items****Notes:**

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
<b>Details of Exceptional Items</b>		
<b>Prior Period Expenses</b>		
Reversal of fictitious value	689.34	
Prior Period Income		
Reversal of excess provision made for purchase tax	206.25	
<b>Total</b>	<b>483.09</b>	<b>.00</b>

**27. Value of Imports****Notes:**

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
Value of imports calculated on C.I.F basis by the company during the financial year in respect of –		
I. Raw materials;	0	0
II. Components and spare parts;	0	0
III. Capital goods;	0	0
<b>Total</b>	<b>0</b>	<b>0</b>

**28. Dividends Remitted in Foreign Currency****Notes:**

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
The amount remitted during the year in foreign currencies on account of dividends with a specific mention of the total number of non-resident shareholders, the total number of shares held by them on which the dividends were due and the year to which the dividends related;		
Amount of Dividend Remitted in Foreign currency	0	0
Number of Non resident Shareholders	0	0
Number of shares held	0	0
Year to which dividend related	0	0
<b>Total</b>	<b>0</b>	<b>0</b>

**29. Details of Crypto Currency or Virtual Currency****Notes:**

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
Where the Company has traded or invested in Crypto currency or Virtual Currency during the financial year, the following shall be disclosed:-		
(a) profit or loss on transactions involving Crypto currency or Virtual Currency	0	0
(b) amount of currency held as at the reporting date,	0	0
(c) deposits or advances from any person for the purpose of trading or investing in Crypto Currency/ virtual currency.	0	0
<b>Total</b>	<b>0</b>	<b>0</b>

**30. Earnings in Foreign exchange****Notes:**

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. in lakhs	Rs. in lakhs
<b>Earnings in foreign exchange</b>		
Export of goods calculated on F.O.B. basis;	0	0
Royalty, know-how, professional and consultation fees;	0	0
Interest and dividend;	0	0
Other income, indicating the nature thereof	0	0
<b>Total</b>	<b>0</b>	<b>0</b>

**31. Wilful Defaulters****Notes:**

Particulars	For the Year ended 31-Mar-2023	For the Year ended 31-Mar-2022
	Rs. in lakhs	Rs. in lakhs
Where a company is a declared wilful defaulter by any bank or financial institution or other lender, following details shall be given:		
(a) Date of declaration as wilful defaulter,		
(b) Details of defaults (amount and nature of defaults)	0	0
<b>Total</b>	<b>0</b>	<b>0</b>

**Notes No : 32. Benami Propoerty**

- No Proceeding has been initiated or pending against the Company for holding any Benami property under the Benami transactions (Prohibition) Act, 1988, as amended, and rules made thereunder

**Notes No : 33. Transaction with struck off companies**

- The company has not transacted with any struck off companies during the year. The transactions with struck off companies are as identified by the Company, on the basis of information available with the company and relied upon by the auditors.

**Notes No : 34. Registration of Charge**

- The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

**Note No 35. Disclosure where company has given loan or invested to other person or entity to lend or invest in another person or entity**

- The Company has not received any fund from any person(s) or entity(is), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall
  - i. Directly or indirectly lend to or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
  - ii. Provide any guarantee, security or the like on behalf of the ultimate beneficiaries

**Note No 36. Undisclosed Income**

- There were no transaction relating to previously unrecorded income that have been surrendered and dislosed as income during the year in the tax assessments under the Income Tax Act, 1961

**Note No 37. Dividends**

- No Dividend was declared for the year or paid during the year

38. Ratios						
S.No.	Particulars	Formula	2023-24	2022-23	Variance (in %)	Reason for variance
1	Current Ratio	Current Assets	0.52	0.63	(17.82)	Increase in ways & means and decrease in received from subsidiary company due to write off of expenditure receivable during previous years
		Current Liabilities				
2	Debt-Equity Ratio	Total Debt	(2.35)	(4.65)	(49.39)	Due to the increase in Govt. Ways and means advance during the current year and loss incurred during the year
		Shareholder's Equity				
3	Debt Service Coverage Ratio	Earnings available for Debt Service	(3.53)	(0.30)	816.09	Due to decrease in cane crushing and recovery the increase in loss is not sufficient to service the debt.
		Debt Service				
4	Return on Equity	Net Profits after taxes - Preference Dividend	(0.16)	(0.88)	78.45	The loss is increased
		Average Shareholder's Equity				
5	Inventory Turnover Ratio	Cost of goods sold or Sales	1.36	1.56	(11.81)	
		Average Inventory				
6	Trade Receivables Turnover Ratio	Net Credit Sales	1.71	2.44	(29.78)	
		Average Accounts Receivable				
7	Trade Payables Turnover Ratio	Net Credit Purchases	0.55	6.45	31.88	Due to fall in recovery unable to settle the cane price
		Average Trade Payables				
8	Net Capital Turnover Ratio	Net Sales	(0.79)	(1.32)	(40.06)	
		Working Capital				
9	Net Profit Ratio	Net Profit	(0.38)	(0.18)	109.33	Due to fall in sugar recovery
		Net Sales				
10	Return on Capital Employed	Earnings before Interest and taxes	0.85	1.26	(32.52)	Earnings increased considerably during the current year
		Capital Employed				
11	Return on Investment	Dividend	0.77	0.09	92.50	
		Cost of Investment				

**Thiru S. Ulaganathan**  
Chief Accountant

**Thiru C. Arumugam**  
Company Secretary i/c  
Chief Accounts Officer

**Thiru A. Ravichandran**  
Director

**Thiru T. Anbalagan, I.A.S**  
Managing Director

As per our report of even date  
for **E. Radhakrishnan & Co.,**  
Chartered Accountants  
CA. E. Radhakrishnan

Place : Chennai  
Date : 02 / 09 / 2024

Partner  
Membership No.022230  
UDIN No. 24022230BKDKGC3498

<b>TAMILNADU SUGAR CORPORATION LIMITED</b>				
<b>CASH FLOW STATEMENT FOR THE YEAR ENDED 31 st MARCH 2024</b>				
(All amounts are in Indian Rupees Lakhs, except share data and as stated)				
Particulars	2023-24		2022-23	
<b>A.CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net Profit/Loss as per P&L Account		-3595.94		-2015.10
<b>Adjustment for</b>				
<b>ADD:</b>				
Loss on assets written off	.00			
Depreciation (Net of sharing)	40.93		51.84	
Finance cost	2095.31	<b>2136.23</b>	1791.93	<b>1843.77</b>
<b>LESS:</b>				
Interest income from bank and others	21.90		27.07	
Dividend received	43.14	<b>65.04</b>	22.41	<b>49.47</b>
		<b>-1524.75</b>		<b>-220.80</b>
<b>Operating profit/loss before Working Capital Changes</b>				
<b>Change in operating assets and liabilities</b>				
<b>Increase / Decrease in:</b>				
Inventories	984.59		-631.56	
Trade Receivables	-226.71		-1705.45	
Short term loans & Advances	-15.73		174.57	
Other Current Assets	948.14		-65.30	
Trade Payable	-276.58		-31.74	
Current liabilities	-452.93		-68.57	
Short term & Long term Provisions	24.56		-76.66	
Long Term Loans & Advances	302.04	<b>1287.37</b>	3.48	<b>-2401.24</b>
<b>Cash generated from Operations</b>		-237.38		-2622.04
LESS: Income taxes paid				.00
<b>Net Cash Flow from Operating Activities (a)</b>		<b>-237.38</b>		<b>-2622.04</b>
<b>B.CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase of PPE		-195.35		-81.84
Interest Income		21.90		27.07
Dividend Income		43.14		22.41
<b>Net cash from Investing Activities (b)</b>		<b>-130.31</b>		<b>-32.37</b>
<b>C.CASH FLOW FROM FINANCING ACTIVITIES</b>				
Increase/(Decrease) in Long Term Borrowings		-17.26		-139.02
Increase/(Decrease) in Short Term Borrowings		890.60		2953.95
Interest paid		-321.03		-448.19
<b>Net Cash from Financing Activities (c)</b>		<b>552.31</b>		<b>2366.75</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents (a+b+c)</b>		<b>184.63</b>		<b>-287.66</b>
Cash and cash equivalent at the beginning of the year		<b>34.29</b>		<b>321.95</b>
Cash and cash equivalent at the end of the year		<b>218.91</b>		<b>34.29</b>

- Note:** 1. The above cash flow statement has been prepared under indirect method as per AS-3.  
2. Component of Cash and Cash Equivalents: (Rs.)

Cash on hand	25,862.00	42,840.00
Balance with banks		
- in current accounts	705,363.42	1,563,514.46
- in deposit accounts	21,159,814.86	1,823,000.00
	<u>21,891,040.28</u>	<u>3,429,354.46</u>

**Thiru S. Ulaganathan**  
Chief Accountant

**Thiru C. Arumugam**  
Company Secretary i/c  
Chief Accounts Officer

**Thiru A. Ravichandran**  
Director

**Thiru T.Anbalagan, I.A.S**  
Managing Director

Place : Chennai  
Date : 02 / 09 / 2024

As per our report of even date  
for **E. Radhakrishnan & Co.,**  
Chartered Accountants  
CA. E. Radhakrishnan

Partner  
Membership No.022230  
UDIN No. 24022230BKDKGC3498

## NOTES FORMING PART OF ACCOUNTS

### I) Significant Accounting Policies:

#### i. Accounting Policies:

The Financial Statements are prepared under the historical cost convention and on 'going concern' basis. The Financial Statements have been prepared in accordance with Generally Accepted Accounting Principles in India (Indian GAAP) to comply with Accounting Standards specified under section 133 of Companies Act, 2013 read with Rule-7 of the Companies (Accounts) Rules, 2014 and relevant provisions of the Companies Act, 2013. The Company follows mercantile system of accounting and recognizes income and expenditure on accrual basis, including provisions / adjustments for committed obligations and amounts determined as payable or receivable during the year.

#### ii. Inventory Valuation: (AS-2)

- Sugar – Stock-at relevant season's cost or net realizable value whichever is lower.
- Molasses- at since realized/realizable value.
- Bagasse - at since realised/realizable value.
- Sugar in Process - at relevant season's cost or market value less packing material cost, whichever is lower based on which final product of sugar is valued
- Molasses in Process- at realised/realisable value.
- Standing Crop - at estimated value.
- Fertilizer, Pesticides and Diesel - at weighted average cost.
- Bio-Compost - at market value.
- Press mud – at estimated value.
- Stores and Spares - at weighted average cost.
- Tools and Tackles - Written off in two years.

#### iii. Cash Flow Statement : (AS-3)

The Cash flow statement is prepared under the indirect method as per Accounting Standard 3 "Cash Flow Statements".

#### iv. Events occurring after the Balance Sheet Date: (AS-4)

Events occurring after the Balance Sheet date are those that occur between the Balance Sheet date and the date on which the Financial Statements are approved. Such events may necessitate adjustment of assets and liabilities or a financial impact of which may require a disclosure. The Company considers and makes necessary disclosures for all such material events.

#### v. Prior period items: (AS-5)

Income/Expenditure which arises in the current year as a result of errors or omissions in the preparation of financial statements of earlier years are treated as prior period adjustments. Prior period expenses and income have been recognized as per the provisions contained in the Accounting Standard (AS-5). In addition to that income / expenses relating to previous year which materializes during the current year have also been considered as prior period items.

Material items of change that impacts current year results due to change in accounting estimates are disclosed as per requirements of AS-5.

A Change in Accounting Policy is considered which would result in a more appropriate presentation of the Financial Statement of the Enterprise, in order that relevance and reliability of information presented, is enhanced.

#### vi. Revenue Recognition: (AS-9)

- Sale of Sugar and Molasses stated at exclusive of duties and recognized as and when the risks and rewards are transferred.



- Sale of Scrap excludes duties wherever applicable.
- Traded goods are recognized when the title of goods is transferred.
- Service income is recognized as per the terms of the contract.
- Sale of Power is recognized as per the agreements entered thereto.
- Rental income is recognized as per the agreements entered thereto.
- Interest income is recognized on time proportion basis and rates implicit.
- Dividend income is recognized when the right to receive is established.

**vii. Property, plants and Equipment: (AS-10)**

Fixed Assets are stated at cost of acquisition / construction less accumulated depreciation. Cost is inclusive of the expenditure incurred for the installation and erection in bringing fixed assets to usable condition and net of Input Credit. The asset retired from active use and is held for disposal is to be recognised at lower of net book value and net realisable value. No depreciation has been provided for Madura Sugars and Maraimalai Nagar workshop assets other than Buildings.

**Depreciation:**

- a. For the assets which are existed as on 31-03-1989 depreciation is charged on WDV Method, as per the Schedule II of Companies Act 2013, and depreciated over the remaining useful life of the assets.
- b. For the assets added on or after 01-04-1989 depreciation is charged on SLM Method, as per the Schedule II of Companies Act 2013, and depreciated over the remaining useful life of the assets, and on addition during the current year depreciation is provided on pro-rata basis.

**viii. Investments: (AS-13)**

The Long Term Investments are carried at cost less provisions made for any diminution in carrying value other than temporary. The Short Term Investments are carried at lower at cost and fair value.

**ix. Retirement Benefits to Employees: (AS 15)**

**a. Gratuity**

The Liability for Gratuity as on the date of the Balance Sheet is estimated and provided for as per Actuarial Valuation as required by the Accounting Standard 15 (R) and the company has entered into Group Gratuity Scheme with LIC of India.

**b. Leave Encashment**

Leave encashment is paid for in accordance with the rules of the Company and provided based on the Actuarial valuation.

**c. Other Benefit Plans**

Contributions paid / payable under defined contribution plans are recognized in the statement of Profit and Loss in each year. Contribution plans primarily consist of Provident Fund administered and managed by the Government of India. The company makes monthly contributions and has no further obligations under the plan beyond its contributions.

**x. Borrowing Cost (AS-16)**

Expenditure on borrowing cost on the loans obtained specifically for acquisition, construction or production of qualifying assets are capitalized as part of the cost of that asset. All other borrowing costs are charged to statement of profit and loss.

**xi. Segment reporting (AS-17)**

The Company is engaged in Manufacture & sale of Sugar, Power Generation & Distribution, Consulting and other allied activities, Consulting. These are reportable segments for the year. Entire Operations of the Company is only in domestic hence reportable geographical segment does not arise. Segment wise Income, Expenses, Assets and Liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment. Inter-segment revenue is accounted on the basis of cost plus margins. Revenue, Expenses, Assets and Liabilities which relate to the Company as a whole and are not allocable to segments on reasonable basis have been included under "unallocated Revenue/Expenses/Assets/Liabilities".

**xii. Leases (AS-19)**

Lease rental in respect of operating lease arrangements are charged to expense on a straight-line basis over the term of the related lease agreement.

**xiii. Earnings per Share (AS-20)**

The earnings considered for ascertaining the Company's Earnings Per Share comprises the net profit after tax. The number of shares used in computing Basic EPS is the number of shares outstanding during the period. The number of shares used in computing diluted EPS comprises the outstanding shares for deriving basic EPS, and also the shares that would be issued on the conversion of all dilutive potential equity shares.

**xiv. Taxes on Income: (AS-22)**

- i. Provision for current tax is made for the amount of tax payable in respect of taxable income for the year under Income Tax Act, 1961.
- ii. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation and timing differences in allowances in tax purposes, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that such deferred tax assets can be realised against future taxable profits.

**xv. Impairment (AS-28)**

All the fixed assets are assessed for any indication of impairment at the end of each financial year. On such indication, the impairment loss being the excess of carrying value over the recoverable value of the assets, are charged to the Statement of Profit and Loss in the respective financial years. The impairment loss recognized in the prior years is reversed in cases where the recoverable value exceeds the carrying value, upon reassessment in the subsequent years.

**xvi. Provisions & Contingent Liabilities and Contingent Assets (AS-29)**

Provisions are recognized based on a determination whether a present obligation arising from one or more past events exists on balance sheet date, and for which it is probable that there would be cash outflow and a reliable estimate can be made of the amount of the obligation.

No provision is made when, as a result of obligating events and onerous contracts, there is a possible obligation or a present obligation where the likelihood of an outflow of resources is remote and the fact is disclosed.

**II. NOTES TO THE ACCOUNTS****1. Auditor's Fees:**

The Statutory Auditor fees of Rs. 1,86,000/- was paid to M/s. Kalyanasundaram & Associates with audit out of expenses during the financial year 2023-24.

**2. Prior Period Adjustments:**

S.No	Particulars	as at 31.03.2024 (Rs.)
I	Prior Period Expenses:	
1	Salary & Allowance	11,39,905.83
2	Advance to Contractors	82,150.00
3	Ways & Means	93,06,765.00
4	Advance to Employees – Festival Advance	4,000.00
5	Others	21,190.00
6	Walchand Industries	4,66,161.00
	<b>Sub Total (a)</b>	<b>1,10,20,171.00</b>

II	Prior Period Income:	
1	Pension contribution	9,32,738.00
2	Insurance Claim	15,270.00
3	Others	1,14,186.00
4	Insurance Claim	8,650.00
5	Burnt Cane Price	24,44,796.40
6	Quarters Rent	18,70,492.00
7	Pension Contribution	14,80,248.00
8	Others	1,39,198.00
	<b>Sub Total (b)</b>	<b>70,05,578.00</b>
	<b>Total (a-b)</b>	<b>40,14,593.00</b>

### 3. STATUS OF UNITS' OPERATION.

Due to economic non-viability, the Sugar Machinery Workshop at Maraimalar nagar and Madura Sugars at Madurai were closed in October 2002 and in February 2005 respectively. The following assets of the above units are carried at their book values.

Particulars	As on 31.03.2024		As on 31.03.2023	
	Sugar Machinery Workshop (Rs.,)	Madura Sugars (Rs.,)	Sugar Machinery Workshop (Rs.,)	Madura Sugars (Rs.,)
Fixed Assets	6,41,915/-	47,43,501/-	6,41,915/-	49,02,284/-
Net Current Assets	(69,70,293)	(5,44,90,024)	(87,28,721)	(90,61,11,229)

The Assets of Sugar Mill Machinery Workshop and Madura Sugars are carried in the books of accounts as per going concern concept, though the units are unoperative for a long time, as per the requirement of As-10. As per the valuation report obtained on 25.06.2015 all the assets are likely to realise much higher than the carrying value in the Balance Sheet, as supplemented by the valuation report obtained on 25-06-2015 by the Management.

The Fixed Assets of Sugar Machinery Workshop (other than Land, Buildings and Electrical installations) are physically transferred to the Company's unit, Aringar Anna Sugar Mills (AASM) Thanjavur since the year 2002.

The crushing operations of Madura Sugars has been suspended from 2002-03 season due to non-availability of cane and all the employees left the company under the Voluntary Retirement Scheme.

The Company has sent a proposal to the Government for disposal of Madura Sugars as there is no possibility of revival of the unit owing to insufficient cane availability and it is not viable to operate at low capacity (1250 TCD) unit.

### 4. CONTINGENT LIABILITIES AND COMMITMENTS: (to the extent not provided for)

#### i. Claims against the Company not Acknowledged as debts:

##### Arignar Anna Sugar Mills

- a. Arignar Anna Sugar Mills a unit of TASCOC received Notice from Asst. Commissioner (ST) Thanjavur- II demanding to pay Rs. 49.69 Lakhs towards belated payment of GST for the period from April-2020 to Jan-2021 against which mills filed reply citing the grounds for non- applicability for payment for interest, on belated payment of interest, which is under consideration of adjudicating authority. Hence, the demand for belated payment of GST has not recognized as expenditure for 2022-23 financial year.

#### ii. Labour matters:

- a. **Notes on the orders of Madras High Court for implementing Revision of wages of Sugar Wage Board Employees:**

Tamil Nadu All Co-operative and Public Sector Sugar Mills staff Peravai filed a writ petition No.2325/2004 and obtained orders on revision of pay scale on par with common cadre system employees with effect from 01/04/2003. Orders of Madras High Court was received in July, 2015. The Financial Commitment is not quantifiable. The

Company has filed Writ Appeal No.54/55 of 2016 against the orders and obtained status quo on 27.1.2016 in CMP No.561, 562, 563 of 2016.

**b. Aringar Anna Sugar Mills**

Some of the employees of the company have filed claims for which 28 cases involving labour and personnel matters are pending disposal in the Court of law, the Company disputed the same. The claims amount in these cases are not quantifiable.

**c. Madura Sugars**

Some of the employees of the company have filed claims for which 134 cases involving labour and personnel matters are pending disposal in the Court of law. The Company disputed the same. The claims amounts in these cases are not quantifiable.

**d. Madura Sugars:**

The Company has disbursed gratuity due to 103 out of 151 NMRs who were eligible for gratuity as per the Payment of Gratuity Act, 1972 from the Madura Sugars Gratuity Trust Fund, during the year 2013-14 but they have disputed for higher amount after receiving entitled amount by approaching Labour Court. Remaining 48 NMRs have not collected and disputed with the Labour Court. The claims amounts in these cases are not quantifiable.

**e. COMMITMENTS:**

i. Estimated value of contracts remaining to be executed on capital account and not provided for: Nil

**ii. CURRENT LIABILITIES:**

a. Amount Rs.1,05,89,647/- is shown as payable to Micro, Small and Medium Enterprises based on the information provided as on 31.3.2024.

b. Confirmation of balances in respect of Sundry creditors not obtained at this year end.

**5) LOANS AND ADVANCES:**

**Co- Generation & Modernisation:**

i. As per the G.O.(MS) No. 80 dt. 21/7/2009 10% of contribution of Rs.11.58 crores towards co-generation project shall be made by the farmers. Accordingly, an amount of Rs.9.10 crores were recovered from the cane payment payable to the cane growers from the season 2005-06 to 2014-15. Out of Rs.9.10 crores an amount of Rs.8.18 crores was remitted to TANGEDCO on 14/10/2010 and 29/06/2011. Remaining recovered amount of Rs.0.92 crores and interest amount of Rs.2.10 crores is with the company

Though the GO (MS) No.80 state that the contribution recovered from cane growers as equity for co-generation, the Ministry of Company Affairs rejected the proposal of issue of shares stating that the "proposal for public issue cannot be accepted as net worth is negative / lack of working capital. Hence, the proposed public issue under guise of private placement is rejected due to devoid of merits".

However, the cane grower's representation in this regard was forwarded to Government for taking a decision.

ii. The cost of project of Co-generation is Rs.78.66 Crores and cost of Project for modernization of Aringar Anna Sugar Mills is Rs.37.06 Crores. TANGEDCO has raised loan for a term of 13 years with 3 years moratorium period for the project. Cane growers of Aringar Anna Sugar Mills to contribute 10% of the project cost and shortfall, if any, will be provided by Government, as equity. The company has no capital commitments except 10% contribution as equity around 0.37 Crores, in the event amount not reimbursing the same.

iii. As per agreement, the TANGEDCO has to settle the tariff for the power exported after deducting the loans and interest on it. But TANGEDCO neither settled the power tariff nor furnished the details of loans & interest there on. Hence, these will be accounted on cash basis as and when received.

iv. The value of power tariff receivable from TANGEDCO is fully accounted in as revenue, The O&M expenditure incurred for operation of co-gen facility is accounted as expenditure. Though the Co-Gen facility is owned by TANGEDCO till such time of transfer of ownership to the sugar mill, the O&M expenses not been claimed or accounted as receivable. However the power tariff accounted as revenue will change whenever the TANGEDCO transferred the depreciated value of assets after adjusting loan borrowed and interest there on .

- v. During the year, the unit mill Arignar Anna Sugar Mills billed Rs.800.81 lakhs and total bill amount as on 31.03.2024 is Rs.4438.43 lakhs.
- vi. While carrying out the certification audit for the year 2022-23, by the PAG, the following observation was made  
 “TANGEDCO has entered into a joint development agreement with M/s.AASM Thanjavur and M/s.PSM Perambalur for setting up of Cogeneration Plant using bagasse generated by AASM and PSM as principal raw material. The project would be on BOT principle for a period of 13 years further extendable to additional 5 years on mutual consent. The sugar mill would be entitled to take over the Cogeneration facility after debt servicing of the loan taken by the board. TANGEDCO is responsible for procuring, executing, commissioning and handing over the cogeneration power plant with sugar factory modernization equipment to AASM who shall be responsible for operation and maintenance from Commercial Operation Date (COD).

Though the official COD has not been finalized yet, based on a mutual understanding both the companies started from 2018-19 onwards and started exporting power to TANGEDCO, Both M/s. AASM and M/s. PSM have accounted the sale of power to TANGEDCO as their income and operation and maintenance (O&M) charges as Expenses in the Profit and Loss Account.

As per the terms and conditions 4.1.7 of the agreement between TANGEDCO and M/s. AASM Ltd “TANGEDCO will be making payment to the Sugar Mill for the power exported to TANGEDCO at the Tariff fixed by Tamil Nadu Electricity Regulatory Commission after deducting the amount due to lender towards repayment of loan. After full debt servicing for the loan taken from lenders, Cogeneration facility shall be transferred to Sugar Mill at the depreciated cost”. Further as per E.6 (payment) it is clearly stated that “TANGEDCO shall make payment to Sugar Mill for the power exported to them at the Tariff fixed by the Tamil Nadu Electricity Regulatory Commission after deducting the amount due to lender for repayment of loan ”.

The company approached the CMD, TANGEDCO vide letter ref.no.159/2023/A2, dated 4.1.2024. in this regard and after that the issues were raised in various meeting with TANGEDCO officials. The reply from TANGEDCO is awaited.

#### 6. Other Advances:

- i. As a prudent measure, the Company has not recognized Net Deferred Tax Asset up to 31st March 2024 on account of timing difference relating to carry forward Income tax losses and depreciation.
- ii. Employees benefit – Gratuity and Leave Encashment
- a. The company through the Trustees, Tamil Nadu Sugar Corporation.Ltd. Group Gratuity Scheme, maintains a Group Gratuity (Cash Accumulation) Scheme with Life Insurance Corporation of India in respect of all employees of the company. The scheme had been approved by the Commissioner of Income Tax. As per the Group Gratuity (Cash Accumulation) Scheme which is in force, the company has computed the liability on actuarial valuation furnished by the Life Insurance Corporation of India. Necessary effect in this respect has been given in the Books of Accounts as of 31st March 2024. Leave Encashment is provided for as per the Actuarial Valuation as on 31-03-2024.
- b. Employees terminal benefits (AS-15)

#### (i) Gratuity (Funded):

	As on 31.03.2024	As on 31.03.2023
<b>1. Assumption</b>		
Discount rate	7.25%	7.25%
Salary escalation	7.00%	7.00%
<b>2.Table showing changes in the present value of obligation</b>	(In Rs.)	(In Rs.)
Present value of obligation as at beginning of the year	4,66,24,628	5,44,08,730
Interest cost	33,80,286	38,08,612
Current Service Cost	18,42,253	21,28,817
Benefits paid	(1,18,70,093)	(1,42,53,832)
Actuarial(gain/loss) in obligations	1,08,81,378	5,32,301

	As on 31.03.2024	As on 31.03.2023
Present value of obligations as at end of year	5,08,58,452	4,66,24,628
<b>3.Table showing changes in the fair value of plan</b>	<b>Rs.</b>	<b>Rs.</b>
Fair value of plan assigned at beginning of year	4,20,75,838	4,91,82,765
Expected return on plan assets	29,68,373	32,53,932
Contributions	70,44,757	38,92,973
Benefits paid	(1,18,70,093)	(1,42,53,832)
Actuarial (gain/loss) in plan assets	NIL	NIL
Fair value of plan assets at the end of year	4,02,18,875	4,20,75,838
<b>4.Table showing fair value of plan assets</b>	<b>Rs.</b>	<b>Rs.</b>
Fair value of plan assets at beginning of year	4,20,75,838	4,91,82,765
Actual return on plan assets	29,68,373	32,53,932
Contributions	70,44,757	38,92,973
Benefits paid	(1,18,70,093)	(1,42,53,832)
Fair value of plan assets at the end of year	4,02,18,875	4,20,75,838
Funded status	(1,06,39,576)	(45,48,790)
Excess of Actual over estimated return on plan assets	NIL	NIL
(Actual rate of return=Estimated rate of return as ARD falls as on 31st March)		
<b>5.Actuarial Gain/Loss recognized</b>	<b>Rs.</b>	<b>Rs.</b>
Actuarial (gain/loss) obligations	(1,08,81,378)	(5,32,301)
Actuarial (gain/loss) for the year plan assets	NIL	NIL
Actuarial (gain/loss) obligations	1,08,81,378	5,32,301
Actuarial (gain/loss) recognized in the year	1,08,81,378	5,32,301
<b>6.The amounts to be recognized in the balance sheet and statements of profit &amp; loss:</b>	<b>Rs.</b>	<b>Rs.</b>
Present value of obligations at the end of year	5,08,58,451	4,66,24,628
Fair value of plan assets at the end of the year	4,02,18,875	4,20,75,838
Funded status	(1,06,39,576)	(45,48,790)
Net Assets(liability)recognized in Balance Sheet	(1,06,39,576)	(45,48,790)
<b>7.Expenses Recognized in statement of profit and loss :</b>	<b>Rs.</b>	<b>Rs.</b>
Current Service Cost	18,42,253	21,28,817
Interest cost	33,80,286	38,08,612
Expected return on Plan Assets	(29,68,373)	(32,53,932)
Net Actuarial gain/loss recognized in the year	1,08,81,378	5,32,301
Expenses recognized in statement of Profit and Loss	1,31,35,544	32,15,798

## (ii) Earned Leave encashment (Un Funded):

## a) HEAD OFFICE

PRINCIPAL ACTUARIAL ASSUMPTIONS [Expressed as weighted averages]	31-03-2024	31-03-2023
Discount Rate	7.18%	7.30%
Salary escalation rate	6.00%	6.00%
Attrition rate	5.00%	5.00%
Expected rate of return on Plan Assets	0.00%	0.00%

<b>AMOUNTS RECOGNISED IN THE BALANCE SHEET AND RELATED ANALYSIS</b>	<b>31-03-2024</b>	<b>31-03-2023</b>
Present value of the obligation	29,20,023	73,68,181
Fair value of plan assets	0	0
Funded Status	(29,20,023)	(73,68,181)
Unrecognized transitional liability	0	0
Unrecognized past service cost – non vested benefits	0	0
Net Assets/Liability recognized in the balance sheet	(29,20,023)	(73,68,181)

<b>EXPENSES RECOGNISED IN THE STATEMENT OF PROFIT AND LOSS</b>	<b>31-03-2024</b>	<b>31-03-2023</b>
Current Service Cost	2,95,610	2,47,644
Interest Cost	3,69,797	5,37,965
Expected return on plan assets	0	0
Net actuarial (gain) / loss recognized in the year	(2,65,891)	(24,07,698)
Transitional Liability recognized in the year	0	0
Past service cost – non-vested benefits	0	0
Past service cost – vested benefits	0	0
Expenses recognized in the statement of profit and loss	3,99,516	(16,22,089)

a. **ARIGNAR ANNA SUGAR MILLS :**

<b>PRINCIPAL ACTUARIAL ASSUMPTIONS [Expressed as weighted averages]</b>	<b>31-03-2024</b>	<b>31-03-2023</b>
Discount Rate	7.19%	7.36%
Salary escalation rate	7.00%	7.00%
Attrition rate	1.00%	1.00%
Expected rate of return on Plan Assets	0.00%	0.00%

<b>AMOUNTS RECOGNISED IN THE BALANCE SHEET AND RELATED ANALYSIS</b>	<b>31-03-2024</b>	<b>31-03-2023</b>
Present value of the obligation	1,06,03,695	1,25,49,188
Fair value of plan assets	0	0
Funded Status	(1,06,03,695)	(1,25,49,188)
Unrecognized transitional liability	0	0
Unrecognized past service cost – non vested benefits	0	0
Net Assets/Liability recognized in the balance sheet	(1,06,03,695)	(1,25,49,188)

<b>EXPENSES RECOGNISED IN THE STATEMENT OF PROFIT AND LOSS</b>	<b>31-03-2024</b>	<b>31-03-2023</b>
Current Service Cost	17,81,129	20,94,382
Interest Cost	9,23,620	10,57,080
Expected return on plan assets	0	0

Net actuarial (gain) / loss recognized in the year	(33,54,624)	(44,63,557)
Transitional Liability recognized in the year	0	0
Past service cost – non-vested benefits	0	0
Past service cost – vested benefits	0	0
Expenses recognized in the statement of profit and loss	(6,49,875)	(13,12,095)

**v. Segment Reporting:**

The Company is engaged in Manufacture of Sugar and allied activities, Consulting and Sale of Power. Disclosure as required by Accounting Standard 17 “Segment Reporting” issued by the institute of Chartered Accountants of India is given below.

Particulars	Year ended 31st March 2024 (Rs.)	Year ended 31st March 2023 (Rs.)
<b>Segment Revenues</b>		
Manufacture & Sale of Sugar	86,90,87,974	98,67,67,860
Consulting	41,00,000	37,00,000
Sale of Power	8,00,80,605	12,42,03,810
Unallotted	1,58,253	33,73,069
<b>Total</b>	<b>95,34,26,832</b>	<b>1,11,80,44,740</b>
<b>Segment Expenses</b>		
Manufacture & Sale of Sugar	1,27,02,40,996	1,28,61,99,114
Consulting	1,50,000	1,50,000
Sale of Power	4,22,99,174	3,25,72,986
Unallotted	3,30,979	6,32,275
<b>Total</b>	<b>1,31,30,21,149</b>	<b>1,31,95,54,375</b>
<b>Segment Assets</b>		
Manufacture of Sugar	1,69,79,35,839	1,83,06,12,956
Consulting	1,84,51,076	1,20,81,301
Sale of Power	8,18,37,507	11,57,19,999
Unallotted	63,78,459	1,15,16,703
<b>Total</b>	<b>1,80,46,02,881</b>	<b>1,96,99,30,960</b>
<b>Segment Liabilities</b>		
Manufacture of Sugar	2,38,27,20,461	2,25,61,53,741
Consulting	1,09,91,611	86,90,899
Sale of Power	9,10,25,930	2,52,98,500
Unallotted	98,96,945	1,02,25,057
<b>Total</b>	<b>2,49,46,34,947</b>	<b>2,30,03,68,198</b>



**vi. Related party disclosures:**

- i. As per AS-18, "Related party Disclosure" the related parties where control exists or where significant influence exists and with whom transactions have taken place, an amount of Rs.25.00 lakhs is received from Perambalur Sugar Mills towards sharing holding company expenses for the services rendered to them for the year 2023-24.
- ii. Government of TamilNadu being a major shareholder in this company has sanctioned a ways & Means advance of Rs. 16,41,73,000/- Crores during the financial year 2023-24 to meet out the working capital requirement and the total loan and interest along with penal interest outstanding as on 2023-24 is crores as disclosed in the schedule no 6.

**vii. Taxes on Income:**

Considering the Current year losses and brought Forward Losses and allowances available for set off there is no income tax liability for the current year.

**viii. Earnings per Share:**

Sl. No.	Particulars	2023-2024	2022-2023
(a)	Profit / Loss after Tax (in Rs)	(35,95,94,346)	(20,15,09,635)
(b)	No. of shares outstanding (in Nos)	21,82,43,639	21,82,43,639
(c)	Weighted Average share outstanding (in Nos.)	21,82,43,639	21,82,43,639
(d)	Basic EPS (in Rs.) (a/b)	(1.65)	(0.92)
(e)	Diluted EPS (in Rs.) (a/c)	(1.65)	(0.92)

**ix. OTHER DISCLOSURES:****(i) Land:**

The company had entered into a land lease agreement with TANGEDCO on 12/03/2010 and leased out land measuring 20.00 acres of land in the Arignar Anna Sugar Mills premises at Kurungulam for implementation of cogeneration project by the TANGEDCO.

**(ii) Fraud:**

The Company detected/ identified alleged fraud during the FY 2015-2016 on the company by cane growers in collusion with company employees/officers. Based on the report of the Enquiry Officers appointed by the Company, 8 employees were terminated from service and 21 employees were punished with increment stoppage for one to three years. Further, the investigation against 45 staff and 88 cane growers by the police department and the process of filing of charge sheet is in progress.

Nature of Fraud	Alleged Misappropriation of Assets of the Company
Approximate amount involved	Rs., 2.40 Crores
Parties Involved	Cane Growers, Employees/Officers

- iii) Previous year's figures have been suitably regrouped wherever necessary to confirm to this year's classification.

**Thiru S. Ulaganathan**  
Chief Accountant

**Thiru C. Arumugam**  
Company Secretary i/c  
Chief Accounts Officer

**Thiru A. Ravichandran**  
Director

**Thiru T.Anbalagan, I.A.S**  
Managing Director

Place : Chennai  
Date : 02 / 09 / 2024

As per our report of even date  
for **E. Radhakrishnan & Co.,**  
Chartered Accountants  
CA. E. Radhakrishnan

Partner  
Membership No.022230  
UDIN No. 24022230BKDKGC3498

## INDEPENDENT AUDITORS' REPORT

### TO THE MEMBERS OF TAMILNADU SUGAR CORPORATION LIMITED

#### Report on the Audit of the Standalone Financial Statements

#### Qualified Opinion

We have audited the financial statements of TAMILNADU SUGAR CORPORATION LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2024, the statement of Profit and Loss and the 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.

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 matter described in the Basis for Qualified Opinion section of our report, the aforesaid financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, its losses and its cash flows for the year ended on that date.

#### Basis for Qualified Opinion

##### Attention is drawn to:

1. Note in standalone financial statements with regard to the status of Madura Sugars Unit at Madurai and Machinery Workshop Unit at Maraimalai Nagar, whose operations stopped long back. The assets and liabilities of the Madura Sugars Unit at Madurai and Machinery Workshop Unit at Maraimalai Nagar are carried at book value despite the cessation of operations. These accounts have been prepared on a going concern basis without adequate supporting information. As a result, we are unable to determine the potential impact on the financial statements due to the lack of required disclosures.
2. The Company's net worth has eroded, showing a negative balance of Rs. 6900.32 lakhs, with ongoing cash losses primarily financed by State Government advances. The financial statements have been prepared on a going concern basis, yet no formal revival plan has been documented. Due to insufficient information, we are unable to ascertain the impact on the financial statements from this uncertainty.
3. The subsidiary company Perambalur Sugar Mills Limited has allotted 17,11,04,408 numbers of 13.30% of redeemable (within 20 years) Non- Cumulative preference shares of Rs.10/- each to TamilNadu Sugar Corporation Ltd.(issued on conversion of Ways & Means advance sanctioned by the TamilNadu Government, amounting to Rs. 1,71,10,44,080/- however, the same is yet to be accounted in the books of accounts of the Company.
4. The confirmation of balances for Loans & Advances, Trade receivables, Trade payable, and Other current assets are not obtained. In the absence of such comprehensive confirmation, the impact if any, on the carrying value of those items and the consequential impact on the loss of the Company for the year under consideration is not determinable.
5. The Investment in Subsidiary Company M/s Perambalur Sugar Mills Limited is Rs.36,09,75,010. The investment is stated to be held as long-term investment and carried at cost. The subsidiary company report continuous losses and even after conversion of government loans as preferential shares, the net worth of the subsidiary is fully eroded. In our opinion, the entire carrying value of the investment in subsidiary has to be provided for in the standalone financial statements.

6. The company had entered into a co-generation agreement with TANGEDCO and pending finalization of the project cost for the Co-gen Project and share of cost commitment is not yet finalized between the Company and TANGEDCO. The recoverability of the amounts held as receivable from TANGEDCO is neither backed by adequate supporting workings, nor by any counter confirmation from TANGEDCO. In this regard, we are unable to comment on the appropriateness of retaining the balances in respect of this project in the financial statements.
7. The Trade payable, Trade receivable, Other Current Liabilities, Long Term loans and advances, Short Term loans and advances includes old outstanding balances, for which no provisions have been made, no recoveries or settlement recorded and outstanding for many years, most of the parties are not traceable and the nature of liability/recoverability are not known and confirmations of outstanding balances neither received nor subsequently settled, also lapsed by the law of limitations. We are unable to comment on the appropriateness of retaining the old balances in the financial statements.

Had the above qualification in para 5 to 7 been given effect in the standalone financial statements,

S. No.	Particulars	Reported Rs. Lakhs	Effect of qualification Rs. Lakhs	Outcome Rs. Lakhs
1	Loss before tax	(3595.94)	(5774.97)	(9370.91)
2	Trade Receivables	5592.24	(2417.00)	3175.24
3	Trade Payables	1077.39	(159.90)	917.49
4	Other Current Liabilities	7361.83	(910.26)	6451.57
5	Long term loans and advances	818.38	(818.38)	-
6	Investments	3667.77	(3609.75)	58.02

We conducted our audit in accordance with the Standards on Auditing (SAs) 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 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 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.

### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone 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 separate opinion on these matters.

In our opinion and based on the information and explanation given to us, there are no other key audit matters to be communicated in our report, other than those more fully described in the Basis for Qualified Opinion section above.

## Emphasis of Matter

Without qualifying our report, we draw attention to note to the standalone financial statements relating to the fact that there are several lawsuits filed against the company and also there are pending cases filed against the employees & cane growers on fraud during the previous period. The outcome of these pending litigations depends upon the judgements to be pronounced by the various courts/appellate authorities and is presently uncertain. Considering these uncertainties, no adjustment have been considered in the financial statements and our report is not modified in respect of these matters.

We draw attention to Note 26 of the financial statements, which describes the write-off of amounts recoverable from a subsidiary company amounting to Rs. 689.34 lakhs during the year. These amounts had accumulated over past years based on certain transactions, assumptions, and calculations, and had been duly acknowledged by the subsidiary company. The write-off has been recorded as a reversal of fictitious value, which has resulted in a reduction of the profit for the year by Rs. 689.34 lakhs. Our opinion is not modified in respect of this matter.

## 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 Board's Report including Annexures to the Board report and Shareholder's Information but does not include the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the 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.

## Responsibilities of Management and Those Charged with Governance for the 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 financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act.

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

In preparing the financial statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also 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 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 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 control 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 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 financial statements, including the disclosures, and whether the financial statements 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.

From the matters communicated with those charge with governance, we determine those matters were of most significance in the audit of the standalone 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 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 Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(5) of the Act, we give in the "Annexure B", on the directions issued by the Comptroller and Auditor General of India.
3. 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 purposes of our audit.
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in paragraph (i)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended).
  - c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow statement dealt with by this Report are in agreement with the books of account.
  - d. Except for the possible effects of the matter described in Basis for Qualified Opinion paragraph, in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended.
  - e. With regard to the director's disqualification, based on the information and explanations given to us and based on our examination of the records of the Company, the provisions of section 164(2) of the Companies Act shall not apply as per MCA Notification dt.05-06-2015.
  - f. With respect to the maintenance of accounts and other matters connected therewith, reference is made to our remarks in paragraph (b) above on reporting under Section 143(3)(b) of the Act and paragraph (i) (vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014(as amended)
  - 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, based on the information and explanations given to us and based on our examination of the records of the Company, the provisions of section 197 relating to the remuneration to directors shall not apply as per MCA Notification dt.05-06-2015.
  - h. 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 C". Our report expresses a modified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

- i. 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 does not have any pending litigations which would impact its financial position, except for those described under the section Emphasis of Matter;
- 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 amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. a. The management has represented that, to the best of their knowledge and belief, no funds (which are material either individually or in the 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 to 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. The management has represented, that, to the best of their knowledge and belief, no funds (which are material either individually or in the 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 to 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 representation under sub clause (i) and (ii) of Rule 11(e) of The Companies (Audit and Auditors) Rules, 2014, as provided under (a) and (b) above, contains any material misstatement.
- v. The Company has not declared or paid any dividends during the year and accordingly reporting on the compliance with section 123 of the Companies Act, 2013 is not applicable for the year under consideration.
- vi. Based on our examination, which included test checks, the Company has not used accounting software(s) for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility.

**For E. RADHAKRISHNAN&Co.,**  
Chartered Accountants  
(FRN: 003305S)

**CA E.RADHAKRISHNAN**  
Partner (M.No:022230)  
UDIN:24022230BKDKGC3498

Place: Chennai  
Date:02.09.2024

**“ANNEXURE A” TO INDEPENDENT AUDITORS’ REPORT**

Referred to in Paragraph 1 under the heading of “Report on Other Legal and Regulatory Requirements” of our report of even date:

**i. In respect of its fixed assets:**

- a. (A) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment on the basis of available information (except Madura Sugar Unit).  
  
(B) The Company has maintained proper records showing full particulars of Intangible Assets on the basis of available information (except Madura Sugar Unit).
  - b. As explained to us, all the Property, Plant and Equipment have been physically verified by the management (except Madura Sugar Unit) in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical 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 on the immovable properties are held in the name of the Company.
  - d. The Company has not revalued its Property, Plant and Equipment or intangible assets during the year.
  - e. In our opinion and according to the information and explanations given to us and on the basis of our examination of the records, neither any proceedings have been initiated during the year nor are pending as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988, as amended, and rules made thereunder and hence reporting under this clause is not applicable to the Company.
- ii. a. The management internally verified the inventories as at 31.03.2024 and the certified stock register was produced to us. In our opinion and according to the information and explanation given to us, there were no discrepancies noticed during the year end physical verification of inventories.  
  
b. During the year, the company has been sanctioned working capital limits in excess of Rupees five crores and the statement submitted to the bankers are as per the books of accounts maintained.
- iii. a. During the year, the Company has not made any investments, provided any guarantees, or securities, nor granted any loans or advances in the nature of loans, whether secured or unsecured, to any companies, firms, Limited Liability Partnerships, or other parties, including subsidiaries, joint ventures, and associates. Therefore, no reporting is required under this clause.  
  
b. During the year there were no investments made and terms and conditions of the grant of all loans to companies are not prejudicial to company’s interest, hence reporting under this clause is not applicable.  
  
c. The Company does not have any outstanding loans and advances in the nature at the beginning of the year nor has granted any loans or advances in the nature of loans during the year, hence reporting under this clause is not applicable.  
  
d. There is no overdue amount in respect of loans or advances in the nature of loans granted to such companies, firms, LLP’s or other parties, hence reporting under this clause is not applicable.



- e. The Company has not granted any loan or advance in the nature of loan which has fallen due during the year. Further, no fresh loans were granted to any party to settle the overdue loans//advances in nature, hence reporting under this clause is not applicable.
- f. The Company has not granted any loans or advances in the nature of loans, which are repayable on demand or without specifying any terms or period of repayment to companies, firm, LLP's and any other party, hence reporting under this clause is not applicable.
- iv. In our opinion and according to the information and explanations given to us, the Company has not granted any loans or provided any guarantees or given any security or made any investment to which the provision of Sections 185 and 186 of the Companies Act, 2013, hence reporting under this clause is not applicable.
- v. According to the information and explanations given to us, The Company has not accepted any deposits during the year from the public in accordance with the provisions of sections 73 to 76 of the Act and the Rules framed there under.
- vi. We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148 of the Act, and are of opinion that prima facie, the prescribed accounts and records have been made and maintained. However, we have not carried out a detailed examination of the same.

**vii. In respect of statutory dues:**

- a. According to the records of the Company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Goods and Services Tax, duty of Customs, Duty of Excise, Value Added Tax, Cess and other material statutory dues have been generally regularly deposited / adjusting against credits with the appropriate authorities except few delays in depositing TDS. The details of arrears of outstanding statutory dues as on 31.03.2024 for a period of more than six months from the date they became payable are as under:
  - i. Property Tax amounts to Rs.72,83,918 relating to Madura Sugars unit from financial year 2007-2008 to 2022-2023.
- b. According to the information and explanation given to us, there are no dues of Sales Tax, Income Tax, Service Tax, Goods and Services Tax, duty of Customs, duty of Excise and value added tax, which have not been deposited on account of any dispute.
- viii. According to the information and explanations given to us and on the basis of our examination of the records, 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 (43 of 1961) and hence reporting under this clause is not applicable to the Company.
- ix. a. Based on our audit procedures and on the basis of information and explanations given by the management, we are of the opinion that the Company has defaulted in repayment of principal and interest dues to government to the extent of Rs.167,37,94,123 for the period ended 31.03.2024. Refer to Note 5(b) of the Financia Statements. The Company has not defaulted in repayment to banks and there are no dues to financial institutions and debenture holders by the company.
- b. According to the information and explanations given to us and on the basis of our examination of the records, the company is not declared as a willful defaulter by any bank or financial institution or other lender.

- c. According to the information and explanations given to us and on the basis of our examination of the records, the term loans were applied for the purpose for which the loans were obtained.
  - d. According to the information and explanations given to us and on the basis of our examination of the records, the funds raised on short term basis have not been utilized for long term purposes.
  - e. According to the information and explanations given to us and on the basis of our examination of the records, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures as there are none.
  - f. According to the information and explanations given to us and on the basis of our examination of the records, the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- x.
    - a. In our opinion and according to the information and explanations given to us, the company has not raised any money by way of initial public offer or further public offer (including debt instrument) during the year.
    - b. In our opinion and according to the information and explanations given to us, the company has not made any preferential allotment or private placement of shares or convertible debentures during the year.
  - xi.
    - a. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during the year.
    - b. Since there is no fraud by the Company or no material fraud on the Company by any person has been noticed or reported during the year, hence reporting under this clause is not applicable.
    - c. Based on our audit procedure performed and according to the information and explanations given to us, no whistle blower complaints were received by the Company during the year and hence reporting under this clause is not applicable to the Company.
  - xii. In our opinion and according to the information and explanations given to us and on the basis of our examination of the records, the Company is not a Nidhi Company and hence reporting under this clause is not applicable to the Company.
  - xiii. In our opinion and according to the information and explanations given to us the Company is in compliance with Section 188 and 177 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
  - xiv.
    - a. In our opinion and according to the information and explanations given to us, the Company has an internal audit system, however, the Company does not have adequate internal audit system commensurate with the size and the nature of its business.
    - b. We have considered the internal audit reports for the year under the audit issued to the company in the year and till the date in determining the nature, timing and extent of our audit procedures.
  - xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with him and hence provisions of Section 192 of the Companies Act, 2013 are not applicable.

- xvi. a. The Company is not required to be registered under Section 45-I of the Reserve Bank of India Act, 1934 and there is no core investment company within the "Companies in the Group" as defined in the Core Investment Companies (Reserve Bank) Directions, 2016 and hence reporting under this clause is not applicable to the Company.
- b. In our opinion and according to the information and explanation given to us, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934, hence the provisions is not applicable.
- c. In our opinion and according to the information and explanation given to us the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, hence reporting under this clause is not applicable to the Company.
- d. In our opinion and according to the information and explanation given to us the Company is not a Core Investment Company (CIC) and it does not have any other companies in the Group as Core Investment Company (CIC). hence reporting under this clause is not applicable to the Company.
- xvii. The Company has incurred cash losses in the financial year and in the immediately preceding two financial years
- a. Financial Year 2023-2024 - 3555.01 lakhs
- b. Financial Year 2022-2023 - 1964.29 lakhs
- c. Financial Year 2021-2022 - 1162.70 lakhs
- xviii. There has been no resignation of the statutory auditors of the Company during the year and hence reporting under this clause is not applicable to the Company.
- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the standalone 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 the 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. According to the information and explanations given to us and on the basis of our examination of the records, the provisions of Corporate Social Responsibility are not applicable to this Company and hence reporting under this clause is not applicable.

**For E. RADHAKRISHNAN&Co.,**  
Chartered Accountants  
(FRN: 003305S)

**CA E.RADHAKRISHNAN**  
Partner (M.No:022230)  
UDIN:24022230BKDKGC3498

Place: Chennai  
Date:02.09.2024

**“ANNEXURE B” TO THE INDEPENDENT AUDITORS’ REPORT**

Report on the directions issued under section 145(3) of the Act, by the Comptroller and Auditor General of India Referred to in para 2 in Report on Other Legal and Regulatory Requirements in our Independent Auditors’ Report of even date on the Standalone Financial Statement of Tamilnadu Sugar Corporation Limited.

<b>S. No</b>	<b>Matters specified in directions issued by C&amp;AG through website applicable from the year 2021-2022 onwards</b>	<b>Reply by Auditors</b>
1.	Whether the company has system in place to process all the accounting transactions through IT System? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	The company maintains the accounting transactions through third party software for maintaining the books of account. The other transactions are being carried out manually. As per the information and other details furnished to us, there are no financial implications on following this system for the year under audit.
2.	Whether there is any restructuring of an existing loan or cases of waiver/write off of loans/debts/ interest etc. made by a lender to the company due to the company’s inability to repay the loan? If yes, the financial implications, if any, may be stated.	There are no conversions or restructuring of existing loan during the year, except for the reversal of the inter company balance with its subsidiary to the tune of Rs. 689.34 lakhs.
3.	Whether funds received/receivable for specific schemes from Central/ State agencies were properly accounted for? utilized as per its term and conditions? List the cases of deviation.	Yes.  As per the information and explanation and as per the books of account of the company the funds received/ receivable were properly accounted for/ utilized as per its terms and condition of the schemes from Central/ State government.

S. No	Matters specified in Additional Sub directions issued vide letter No. PAG- (Audit II)/AMG-I/OAD- II/VIII/2023-24/47 dated 08.05.2023	Reply by Auditors
1.	Whether the company's pricing policy absorbs all fixed and variable cost of production as well as the allocation of overheads?	We have been informed that the selling price of sugar depends upon demand and supply of price prevailing in the open market and is market driven. We have been informed that the company is following the Fair Remunerative Price (FRP) by the Government of India. The pricing policy has not absorbed all fixed and variable cost of production as well as the allocation of overheads.
2.	Whether the company has fixed norms for normal losses and a system for evaluation of abnormal losses for remedial action is in existence?	We have been informed that norms have been fixed for normal loss. Further we have also been informed that there were no abnormal loss during 2023-24. The management considers among other things the cost audit report for evaluating the abnormal losses and take remedial measures to control such losses.
3.	What is a system of valuation of by-products and finished products? List out the cases of deviation from its declared policy.	Sugar is the finished product which is valued by cost or net realizable value whichever is lower. Molasses and Bagasse are by-products which are valued at realizable value. However, there were no deviation noticed from its declared policy.
4.	State the extent of utilization of plant & machinery during the year via-a-vis installed capacity.	The installed crushing capacity of plant and machinery is 4,30,000 M.T. per annum. Actual quantity crushed during the year was 2,04,123 M.T. which is 47.47% of the capacity utilization.
5.	Whether the company has effective system for physical verification, valuation of stock, treatment of non- moving items and accounting of effect of storage /excess noticed during physical verification.	Based on the information and explanations given to us, the company has system of physical verification, valuation, treatment of non-moving and slow-moving items, their disposal and abnormal excess and shortages observed during physical verification of inventory.

**For E. RADHAKRISHNAN&Co.,**  
Chartered Accountants  
(FRN: 003305S)

**CA E.RADHAKRISHNAN**  
Partner (M.No:022230)  
UDIN:24022230BKDKGC3498

Place: Chennai  
Date:02.09.2024

## **“ANNEXURE C” TO THE INDEPENDENT AUDITORS’ REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF TAMILDAU SUGAR CORPORATION LIMITED**

Referred to in Paragraph 2 (f) under the heading of “Report on Other Legal and Regulatory Requirements” of our report of even date

### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of TAMILDAU SUGAR CORPORATION LIMITED (“the Company”) as of March 31, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Management’s Responsibility for Internal Financial Controls**

The Company’s management 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, including adherence to 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 Companies Act, 2013.

#### **Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting 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”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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.

### **Basis of qualified opinion**

We observed significant deficiencies in the internal financial controls relating to review and providing for (a) impairment losses on closed units of the Company; (b) review of investments and advances given to the subsidiaries whose net worth is fully eroded; (c) periodical review and accounting for the effects of pending litigations and undisputed tax dues; (d) obtaining confirmation of balances for trade receivables, loans and advances, trade payable and other current assets and the related reconciliation with the books of account and (e) the functions of internal audit system to be strengthened to commensurate with size and nature of the business.

### **Qualified Opinion**

In our opinion, the Company has to further strengthen in all material respects, the internal financial controls system over financial reporting to make such internal financial controls over financial reporting were operate effectively as at March 31, 2024, 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 E. RADHAKRISHNAN&Co.,**  
Chartered Accountants  
(FRN: 003305S)

**CA E.RADHAKRISHNAN**  
Partner (M.No:022230)  
UDIN:24022230BKDKGC3498

Place: Chennai  
Date:02.09.2024

## TAMILNADU SUGAR CORPORATION LTD

## Addendum to Directors

S.No	Qualified Opinion given by Auditor	Our Reply
1.	<p>Note in standalone financial statements with regard to the status of Madura Sugars Unit at Madurai and Machinery Workshop Unit at Maraimalai Nagar, whose operations stopped long back. The assets and liabilities of the Madura Sugars Unit at Madurai and Machinery Workshop Unit at Maraimalai Nagar are carried at book value despite the cessation of operations. These accounts have been prepared on a going concern basis without adequate supporting information. As a result, we are unable to determine the potential impact on the financial statements due to the lack of required disclosures.</p>	<p>Accounting Standard-10 issued by the competent authority requests that, the Assets &amp; Liabilities shown at lower of net book value and net realisable value according to going concern concept. The opinion of the company is all the assets in respect of closed mills are likely to realise much higher than the carrying value in the balance sheet. This is evident from the valuation report obtained on 25/06/2015 (copy enclosed).</p> <p>Hence, showing off all the assets &amp; liabilities at book value is in order. The inference of the Auditors that disclosure requirements and impact on the financials if any or not determinable is not acceptable. Because of this, the true &amp; fair view of the Balance sheet does not affect.</p>
2.	<p>The Company's net worth has eroded, showing a negative balance of Rs. 6900.32 lakhs, with ongoing cash losses primarily financed by State Government advances. The financial statements have been prepared on a going concern basis, yet no formal revival plan has been documented. Due to insufficient information, we are unable to ascertain the impact on the financial statements from this uncertainty.</p>	<p>The Perambalur Sugar Mills performing well and its crushing operation is continuing and for the year 2022-23, it had earned a profit of Rs.25 crores, hence the auditor's contention that the investment in the subsidiary company has no value is not acceptable, it is a personal opinion of the auditor without any law or accepted accounting principle (GAAP). Hence no further action needed on this.</p> <p>Further, an amount of Rs.6,89,33,719/- shown as advance to the subsidiary is not a real one. It is a fictitious one. i.e. neither the amount is receivable from subsidiary nor the subsidiary is liable to pay the amount. Hence, in the annual accounts for the year 2023-24, this amount was withdrawn from the books of accounts.</p>
3.	<p>The subsidiary company Perambalur Sugar Mills Limited has allotted 17,11,04,408 numbers of 13.30% of redeemable (within 20 years) non-cumulative preference shares of Rs.10/- each to TamilNadu Sugar Corporation Ltd. (issued on conversion of Ways &amp; Means advance sanctioned by the TamilNadu Government, amounting to Rs. 1,71,10,44,080/- however, the same is yet to be accounted in the books of accounts of the Company.</p>	<p>Action is taken by the Company and the necessary entries will be passed in the next financial year.</p>



4.	The confirmation of balances for Loans & Advances, Trade receivables, Trade payable, and Other current assets are not obtained. In the absence of such comprehensive confirmation, the impact if any, on the carrying value of those items and the consequential impact on the loss of the Company for the year under consideration is not determinable.	According to GAAP (Generally Accepted Accounting Principle) the loans & advances, trade payables, sundry debtors and other current assets balances shown in the balance sheet have to be confirmed by the respective stake holders such as Government, Banks, Creditors and Debtors. Accordingly, the company had sent letters to bankers, creditors, debtors etc to confirm the outstanding balances as on 31/03/2023 (copy of the letter sent is enclosed). But the company had not received the confirmation balances from the stake holders. However, the company has clearly mentioned in the letter that if debtor / creditor does not confirm or dispute the balance outstandings within the stipulated time, it will be presumed that the sundry debtors / creditors confirm the balance outstanding as on 31/03/2023. Hence, the auditor's inference that the consequential impact on the loss of the company for the year is not determinable is not acceptable. Moreover, it is not possible to get confirmation of balances from all the debtors / creditors within a short period i.e. between March 31st to June 30th (The date on which accounts closing process completed).
5.	The Investment in Subsidiary Company M/s Perambalur Sugar Mills Limited is Rs.36,09,75,010. The investment is stated to be held as long-term investment and carried at cost. The subsidiary company report continuous losses and even after conversion of government loans as preferential shares, the net worth of the subsidiary is fully eroded. In our opinion, the entire carrying value of the investment in subsidiary has to be provided for in the standalone financial statements.	The Perambalur Sugar Mills performing well and its crushing operation is continuing and for the year 2022-23, it had earned a profit of Rs.25 crores, hence the auditor's contention that the investment in the subsidiary company has no value is not acceptable, it is a personal opinion of the auditor without any law or accepted accounting principle (GAAP). Hence no further action needed on this.
6.	The company had entered into a co-generation agreement with TANGEDCO and pending finalization of the project cost for the Co-gen Project and share of cost commitment is not yet finalized between the Company and TANGEDCO. The recoverability of the amounts held as receivable from TANGEDCO is neither backed by adequate supporting workings, nor by any counter confirmation from TANGEDCO. In this regard, we are unable to comment on the appropriateness of retaining the balances in respect of this project in the financial statements.	
7.	The Trade payable, Trade receivable, Other Current Liabilities, Long Term loans and advances, Short Term loans and advances includes old outstanding balances, for which no provisions have been made, no recoveries or settlement recorded and outstanding for many years, most of the parties are not traceable and the nature of liability/recoverability are not known and confirmations of outstanding balances neither received nor subsequently settled, also lapsed by the law of limitations. We are unable to comment on the appropriateness of retaining the old balances in the financial statements.	Action is being taken by the company and those creditors / debtors who are all not identified will be placed before the ensuing meeting of the Board of Directors for writing off the same according to law of limitation.

Sd/-xxxx  
Managing Director

K.P. ANANDH, IA & AS

**ACCOUNTANT GENERAL (Audit-II)**  
Tamil Nadu & Puducherry,  
"Lekha Pariksha Bhavan",  
361, Anna Salai, Chennai – 600 018.

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE STANDALONE FINANCIAL STATEMENTS OF TAMILNADU SUGAR CORPORATION LIMITED FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2024.**

The preparation of Standalone financial statements of Tamil Nadu Sugar Corporation Limited Chennai for the year ended 31 March 2024 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the Company. The Statutory Auditor appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act are responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 02.09.2024

I, on behalf of the Comptroller and Auditor General of India have conducted a supplementary audit of the standalone financial statements of Tamil Nadu Sugar Corporation Limited Chennai for the year ended 31 March 2024 under section 143 (6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report under section 143(6)(b) of the Act.

Place: Chennai  
Date : 04.11.2024

For and on the behalf of the  
Comptroller & Auditor General of India,  
sd/-  
**Accountant General**

# **PART - III**

**TAMILNADU SUGAR CORPORATION LTD**

**Consolidated Balance Sheet as on 31.03.2024**

**&**

**Consolidated Profit & Loss Accounts as on 31.03.2024**

<b>TAMILNADU SUGAR CORPORATION LIMITED</b>				
<b>Consolidated Balance Sheet as at 31st March, 2024</b>				
(All amounts are in Indian Rupees Lakhs, except share data and as stated)				
Particulars	Note No.	As at	As at	
		31 March, 2024	31 March, 2023	
		Rs. in lakhs	Rs. in lakhs	
<b>A EQUITY AND LIABILITIES</b>				
<b>1 Shareholders' funds</b>				
(a) Share capital	1	21,824.36	21,824.36	
(b) Preference Shares	2	17,110.44		
(c) Reserves and surplus	3	(60,073.40)	(55,470.46)	
(d) Share Pending Allotment	3a		17,110.44	
(e) Minority Interest		(1,464.90)	(1,411.73)	
<b>2 Non-current liabilities</b>				
(a) Long-term borrowings	4	227.28	293.44	
(b) Long-term provisions	5	124.75	213.18	
<b>3 Current liabilities</b>				
(a) Short-term borrowings	6	33,808.96	32,608.26	
(b) Trade payables				
(i) Total outstanding dues of micro enterprises and small enterprises	7	236.44	190.56	
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	7	2,482.23	2,834.98	
(c) Other current liabilities	8	16,018.22	13,491.47	
(d) Short-term provisions	9	502.36	229.20	
<b>TOTAL</b>		<b>30,796.74</b>	<b>31,913.70</b>	
<b>II ASSETS</b>				
<b>1 Non-current assets</b>				
(a) Property, Plant and Equipment and Intangible Assets				
(i) Property, Plant & Equipment	10	1,287.58	1,133.76	
(ii) Intangible Assets				
(iii) Capital Work in Progress		39.66		
(b) Non-current investments	11	63.13	63.13	
(c) Long-term loans and advances	12	1,482.74	1,784.78	
(d) Other Non Current Assets	13	63.24	56.35	
<b>2 Current assets</b>				
(a) Inventories	14	14,617.56	16,045.08	
(b) Trade receivables	15	10,947.63	9,793.89	
(c) Cash and cash equivalent	16	246.10	80.90	
(d) Short-term loans and advances	17	1,408.55	1,443.36	
(e) Other current assets	18	640.53	1,512.47	
<b>TOTAL</b>		<b>30,796.74</b>	<b>31,913.70</b>	
Summary of significant accounting policies and the accompanying notes are an integral part of the financial statements				

**Thiru S. Ulaganathan**  
Chief Accountant

**Thiru C. Arumugam**  
Company Secretary i/c  
Chief Accounts Officer

**Thiru A. Ravichandran**  
Director

**Thiru T. Anbalagan, I.A.S**  
Managing Director

As per our report of even date  
for **E. Radhakrishnan & Co.,**  
Chartered Accountants  
CA. E. Radhakrishnan

Place : Chennai  
Date : 02 / 09 / 2024

Partner  
Membership No.022230  
UDIN No. 24022230BKDKGD4189

<b>TAMILNADU SUGAR CORPORATION LIMITED</b>				
<b>Consolidated Statement of Profit and Loss as at 31st March, 2024</b>				
<b>(All amounts are in Indian Rupees Lakhs)</b>				
<b>Particulars</b>		<b>Note No.</b>	<b>For the year ended 31 March, 2024 Rs. in lakhs</b>	<b>For the year ended 31 March, 2023 Rs. in lakhs</b>
I	Revenue from operations (net)	19	23,886.00	25,798.22
II	Other income	20	358.11	212.36
III	<b>TOTAL REVENUE (1+II)</b>		<b>24,244.11</b>	<b>26,010.58</b>
IV	<b>EXPENSES</b>			
	(a) Cost of Materials Consumed	21	16,796.00	18,690.71
	(b) Purchases of Stock-in-Trade	22	16.99	43.13
	(c) Changes in Inventories	23	1,256.26	237.50
	(d) Employee Benefits Expense	24	3,164.55	2,702.97
	(e) Finance Costs	25	4,581.83	3,938.40
	(f) Depreciation and Amortisation Expense	10	100.15	115.50
	(g) Other Expenses	26	2,778.19	3,683.74
	<b>TOTAL EXPENSES</b>		<b>28,693.97</b>	<b>29,411.90</b>
V	<b>Profit/Loss Before Tax (III-IV)</b>		<b>(4,449.86)</b>	<b>(3,401.32)</b>
VI	<b>Exceptional Items</b>		<b>(206.25)</b>	<b>3,937.48</b>
VII	<b>Profit / (Loss) Before Extra Ordinary Items (V-VI)</b>		-	-
VIII	<b>Extra Ordinary Items</b>		-	-
IX	<b>Profit/Loss Before Tax (VII-VIII)</b>		-	-
X	<b>Profit / (Loss) for the year from Continuing Operations</b>		<b>(4,656.11)</b>	<b>536.16</b>
XI	<b>Tax expenses for continuing operations</b>		-	-
XII	<b>Profit / (Loss) for the year from Discontinuing Operations</b>		-	-
XIII	<b>Tax Expenses of Discontinuing Operations</b>		-	-
XIV	<b>Profit / (Loss) from Discontinuing Operations (After Tax)</b>		-	-
XV	<b>Profit / (Loss) for the year Before Minority Interest</b>		<b>(4,656.11)</b>	<b>536.16</b>
XVI	<b>Minority Interest</b>		<b>(53.17)</b>	<b>127.95</b>
	<b>Profit / (Loss) for the year</b>		<b>(4,602.94)</b>	<b>408.21</b>
XVII	<b>Earnings Per Equity Share</b>			
	(i) Basic		(2.11)	0.19
	(ii) Diluted		(2.11)	0.19

See Accompanying Notes forming part of the statements 1-26

**Thiru S. Ulaganathan**  
Chief Accountant

**Thiru C. Arumugam**  
Company Secretary i/c  
Chief Accounts Officer

**Thiru A. Ravichandran**  
Director

**Thiru T. Anbalagan, I.A.S**  
Managing Director

As per our report of even date  
for **E. Radhakrishnan & Co.,**  
Chartered Accountants  
CA. E. Radhakrishnan

Place : Chennai  
Date : 02 / 09 / 2024

Partner  
Membership No.022230  
UDIN No. 24022230BKDKGD4189

## SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

1. Share Capital		
Particulars	as at 31-Mar-2024 Rs. In lakhs	as at 31-Mar-2023 Rs. In lakhs
<b>A. EQUITY AND LIABILITIES</b>		
<b>(1) SHAREHOLDERS' FUNDS</b>		
<b>(a) Share Capital</b>		
<b>(i) Authorised</b>		
22,00,00,000 Equity Shares of Rs.10/- each	22,000	22,000
<b>(ii) Issued, Subscribed and Paid up</b>		
21,82,43,639 Equity shares of Rs.10/- each fully paid up* with voting rights (PY 8,09,71,481 Equity Shares of Rs.10/- each)	21,824	21,824
<b>* Note:</b>		
1. This includes 3,80,000 Equity Shares of Rs.10/- each allotted during the year 2016-17 as fully paid up with reference to the amounts received from the Govt. and accounted as Capital Reserves in the earlier years in Perambalur Sugar Mills		
2. This includes 3,80,000 Equity Shares of Rs.10/- each allotted during the year 2011-12 as fully paid up with reference to the amounts received from the Govt. and accounted as Capital Reserves in the earlier years in Arignar Anna Sugar Mills		
3. This includes 6,37,20,000 Equity Shares of Rs.10/- each allotted as fully paid up for consideration other than cash during the year 2010 - 11.		
4. This includes 13,72,72,158 Equity Shares of Rs.10/- each allotted as fully paid up for consideration other than cash during the year 2020 - 2021.		
<b>Total</b>	<b>21,824</b>	<b>21,824</b>

**(1a) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting Year:**

Particulars	Opening Balance	Fresh issue	Closing Balance
<b>Equity shares with voting rights</b>			
<b>Year ended 31 March, 2023</b>			
- Number of shares	21,82,43,639		21,82,43,639
Amount (Rs.in lakhs)	21,824		21,824
<b>Year ended 31 March, 2022</b>			
- Number of shares	21,82,43,639	-	21,82,43,639
Amount (Rs.in lakhs)	21,824	-	21,824

## (1b) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	as at 31-Mar-2024		as at 31-Mar-2023	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
<b>Equity shares with voting rights</b>				
Governor of Tamilnadu	21,72,43,639	99.54%	21,72,43,639	99.54%

## (1c) Shareholdings of Promoters

Promoter Name	as at 31-Mar-2024		as at 31-Mar-2023	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Governor of Tamilnadu	217,243,639	99.54%	217,243,639	99.54%

## 2. Preference Shares

Particulars	as at 31-Mar-2024 Rs. In lakhs	as at 31-Mar-2023 Rs. In lakhs
17,11,04,408 shares of Rs.10/- each of 13.30% of redeemable (within 20 years) Non-Cumulative preference shares to TamilNadu Sugar Corporation Ltd. (issued on conversion of Ways & Means advance sanctioned by the TamilNadu Government.	17,110.44	
Closing balance	17,110.44	

## 3. Reserves and surplus

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs. In lakhs	Rs. In lakhs
<b>(a) Capital reserve (Government Grant)</b>		
Opening balance	16.06	16.06
Add: Additions during the year		
Less: Utilised / transferred during the year		
Closing balance	16.06	16.06
<b>(b) Surplus / (Deficit) in Statement of Profit and Loss</b>		
Opening balance	(55,486.52)	(55,894.68)
Add: Profit / (Loss) for the year	(4,602.94)	408.16
<b>Closing balance</b>	<b>(60,089.46)</b>	<b>(55,486.52)</b>
<b>Total</b>	<b>(60,073.40)</b>	<b>(55,470.46)</b>

**3a. Share Capital Pending Allotment**

Particulars	as at 31-Mar-2024 Rs. In lakhs	as at 31-Mar-2023 Rs. In lakhs
<b>Perambalur Sugar Mills</b>		
Government of Tamilnadu has issued orders vide G O No.MS 88 dated 29-03-2019 to convert all Loans borrowed from it, alongwith interest accrued till 31-03-2018 into Equity based on which Board has resolved to convert all the Loans borrowed from Tamilnadu Government along with Interest accrued till 31-03-2018 into Equity. The Authorised Share Capital was increased to accommodate the said conversion. Increase in authorised share capital was done during 2019-2020. Government of Tamilnadu, vide its G O No. MS 89, Industries (MIC1) Department dt: 16.03.2020 approved to issue Equity Shares in Perambalur Sugar Mills Ltd (PSM). However, in a later development, the Board of Directors have represented to the Government to issue a fresh G O for issue of Preference Shares Capital instead of Equity Share Capital. Since the Allotment of Preference Shares are in process, the same amount continues to be shown as Share Capital Pending Allotment as on 31-03-2021.		17,110.44
<b>Tamilnadu Sugar Corporation Ltd</b>		
Balance as per Last Year		
Less : Transferred to Capital Account		-
<b>Total</b>	-	<b>17,110.44</b>

**4. Long-term borrowings**

Particulars	as at 31-Mar-2024 Rs.in lakhs	as at 31-Mar-2023 Rs.in lakhs
<b>Term loans</b>		
<b>Secured</b>		
(i) Central Government Financial Assistance as Soft Loan from TCCB Secured by creation of charge on Fixed Assets	71.90	138.06
<b>Unsecured</b>		
(ii) Cash Credit Loan from MDCC.Bank	155.38	155.38
<b>Total</b>	<b>227.28</b>	<b>293.44</b>

**4 (i). Loan From TDCCB for PSM**

Long term loan borrowed from Banks for the year 2019-20 amounting to Rs.471.93 Lakhs @ 11.50% (with penal interest of 2% for default, if any) repayable in 48 monthly installments with reimbursement of interest @ 7% from central government for one year to ensure FRP cane price disbursement which is guaranteed by State Government. Current Outstanding of the above loan is Rs. 138.73 Lakhs

**4 (ii). Cash Credit Loan from MDCC.Bank**

Madura Sugar Unit has availed Cash Credit Facilities from MDCC Bank. As the unit Operation was closed down. the MDCC Bank has invoked Government Guarantee issued for Cash Credit. As the Government settled Cash Credit availed at the time of gurantee Invoked and the interest accrued from the date of Invocation to the date of settlement is outstanding not settled by Govt. is due for payment.



## 5. Long-term provisions

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
<b>Provision for employee benefits:</b>		
Provision for Earned Leave benefit	124.75	213.18
<b>Total</b>	<b>124.75</b>	<b>213.18</b>

## 6. Short-term borrowings

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
<b>Secured</b>		
1. Cash Credit From IOB / Consortium bankers Secured by pledge of stock of sugar valid upto 30/09/2024 @ 11.50% p.a, guaranteed by State Government	10,847.31	11,788.34
2. Ways & Means Advance from TN. Govt.	22,961.65	20,819.92
<b>Total</b>	<b>33,808.96</b>	<b>32,608.26</b>

## 6(2). Details of the loans, Terms of repayment and delay in payment Loan From Government

Product Name	Principal ( in Rs.)	Interest ( in Rs.)	Interest & Penal Interest Rate	Repayable schedule
<b>For Tasco</b>				
Ways & Means Advance for Repayment of TIIC Loan	76059292	56,275,481.26	13%+2.5%	Within FY 2018-19
Ways & Means Advance for Settlement of FRP 2017-18	110,600,000	82,785,995.00	13%+2.5%	Within FY 2018-19
Ways & Means Advance for Cane Payment 2018-19	161,522,000	83,432,087.00	12.60%+2.5%	Within FY 2019-20
Ways & Means Advance for Bonus to Employees 2018-19	1,130,000	594,473.00	13%+2.5%	Within FY 2019-20
Ways & Means Advance for Bonus 2019 - 20	2,730,000	1,000,953.00	13.3 % + 2.5%	Within FY 2020-21
Ways & Means Advance for SAP Arrear 2015-16	60,363,000	21,406,208.00	13.3 % + 2.5%	Within FY 2020-21
Ways & Means Advance for SAP Arrear 2015-16	60,363,000	20,152,477.00	13.3 % + 2.5%	Within FY 2020-21
Ways & Means Advance for SAP Arrear 2016-17	117,874,000	39,095,092.00	13.3 % + 2.5%	Within FY 2020-21
Ways & Means Advance for Settlement of FRP 2020-21	166,082,000	37,641,462.00	12.80+2.5%	Within FY 2021-22
Ways & Means Advance for Bonus 2020 - 21	2,330,000	479,054.00	12.80+2.5%	Within FY 2021-22
Ways & Means Advance for Settlement of FRP 2021-22	213,297,000	16,979,610.00	12.80	Within FY 2022-23
Ways & Means Advance for Settlement of FRP 2022-23	80,000,000	162390453.75	12.80+2.5%	Within FY 2023-24

Product Name	Principal ( in Rs.)	Interest ( in Rs.)	Interest & Penal Interest Rate	Repayable schedule
Ways & Means Advance for OFF SEASON REQUIRMENT 2022-23	84,173,000	15,037,485	12.80+2.5%	Within FY 2023-24
<b>For PSM</b>				
Ways & Means Advance from Government of Tamilnadu	226,150,000	164,937,814	13%+2.5%	Within FY 2018-19
Ways & Means Advance from Government of Tamilnadu	1,850,000	1,245,836	13%+2.5%	Within FY 2018-19
Ways & Means Advance from Government of Tamilnadu	86,885,476	64,239,354	13%+2.5%	Within FY 2018-19
Ways & Means Advance from Government of Tamilnadu	166,490,000	84,946,231	13%+2.5%	Within FY 2019-20
Ways & Means Advance from Government of Tamilnadu	2,509,000	1,309,442	13%+2.5%	Within FY 2019-20
Ways & Means Advance from Government of Tamilnadu	39,697,000	20,042,498	13.3%+2.5%	Within FY 2019-20
Ways & Means Advance from Government of Tamilnadu	2,500,000	915,712	13.3%+2.5%	Within FY 2020-21
Ways & Means Advance from Government of Tamilnadu	61,199,500	21,702,854	13.3%+2.5%	Within FY 2020-21
Ways & Means Advance from Government of Tamilnadu	61,199,500	20,454,048	13.3%+2.5%	Within FY 2020-21
Ways & Means Advance from Government of Tamilnadu	86,053,000	28,541,069	13.3%+2.5%	Within FY 2020-21
Ways & Means Advance from Government of Tamilnadu	195,057,000	43,934,852	12.80+2.5%	Within FY 2021-22
Ways & Means Advance from Government of Tamilnadu	2,220,000	456,438	12.80+2.5%	Within FY 2021-22
Ways & Means Advance from Government of Tamilnadu	177,831,000	14,405,772	12.80	Within FY 2022-23
Ways & Means Advance	50,000,000	192,226,880	12.80+2.5%	Within FY 2023-24
<b>Total</b>	<b>2,296,164,768</b>	<b>1,196,629,631</b>		

The Company has defaulted in the repayment of due to State Government (Principal & Interest) amounting to Rs.3,49,27,94,399/- (PY Rs.2,61,92,30,612/-)

## 7. Trade payables

Particulars	as at 31-Mar-2024		as at 31-Mar-2023	
	Rs.in lakhs		Rs.in lakhs	
<b>Trade payables:</b>				
(i) Micro,Small,Medium Enterprises	236.44		190.56	
(ii) Others	2,482.23		2,834.98	
<b>Total</b>	<b>2,718.67</b>		<b>3,025.54</b>	

## TRADE PAYABLES AGEING SCHEDULE

Particulars	Outstanding for following periods from due date of payment									
	< 1 Year		1-2 Years		2-3 Years		> 3 Years		Total	
	as at 31-Mar-2024	as at 31-Mar-2023	as at 31-Mar-2024	as at 31-Mar-2023	as at 31-Mar-2024	as at 31-Mar-2023	as at 31-Mar-2024	as at 31-Mar-2023	as at 31-Mar-2024	as at 31-Mar-2023
(I) MSME	236.44	190.56							236.44	190.56
(II) Others	2,015.42	1,663.69	91.40	170.78	73.73	680.97	301.66	319.54	2,482.21	2,834.98
(I) Disputed Dues - MSME									-	-
(II) Disputed Dues - Others									-	-
<b>Total</b>	<b>2,251.86</b>	<b>1,854.25</b>	<b>91.40</b>	<b>170.78</b>	<b>73.73</b>	<b>680.97</b>	<b>301.66</b>	<b>319.54</b>	<b>2,718.65</b>	<b>3,025.54</b>

**8. Other current liabilities**

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
(a) Liability for Area Development Fund	58.47	58.47
(b) Interest accrued and due on Ways & Means Advance from Govt.	11,966.30	8,269.75
(c) Interest payable to TNSC CC		15.69
(d) Other Liabilities	3,993.45	5,147.56
<b>Total</b>	<b>16,018.22</b>	<b>13,491.47</b>

**9. Short-term provisions**

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
<b>(a) Provision for employee benefits:(Short Term)</b>		
(i) Provision for bonus	47.30	41.73
(ii) Provision for Pension contribution		14.80
(iii) Provision for Earned Leave benefit	179.19	127.18
(iv) Provision for Gratuity	275.87	45.49
<b>Total</b>	<b>502.36</b>	<b>229.20</b>

<b>(10) Property, Plant &amp; Equipment</b>									
Particulars	Land	Buildings	Plant & Equipments	Furniture & Fittings	Vehicles	Computer	Total		
	Rs. in lakhs	Rs. in lakhs	Rs. in lakhs	Rs. in lakhs	Rs. in lakhs	Rs. in lakhs	Rs. in lakhs	Rs. in lakhs	Rs. in lakhs
Cost As at March 31, 2022	34.36	1,279.03	4,865.35	121.12	85.26	82.94	6,468.06		
Additions	-		144.88	3.30	11.20	3.28	162.66		
Disposals	-				4.47		4.47		
Cost As at March 31, 2023	34.36	1,279.03	5,010.23	124.42	91.99	86.22	6,626.25		
Additions	-	38.37	193.08	6.85	9.68	15.13	263.11		
Disposals/adjusted	-		144.53	-		-	144.53		
Cost As at March 31, 2024	34.36	1,317.40	5,058.78	131.27	101.67	101.35	6,744.83		
Depreciation as at March 31, 2022	-	825.35	4,293.08	113.35	70.79	77.71	5,380.28		
Charges for the Year	-	39.29	68.19	2.33	5.24	1.59	116.64		
Disposals/adjusted	-				4.47		4.47		
Depreciation as at March 31, 2023	-	864.64	4,361.27	115.68	71.56	79.30	5,492.45		
Charges for the Year	-	25.53	59.67	2.92	6.81	5.21	100.14		
Disposals/adjusted	-		135.37			-	135.37		
Depreciation as at March 31, 2024	-	890.17	4,285.57	118.60	78.37	84.51	5,457.22		
Net Block									
As at March 31, 2022	34.36	453.68	572.27	7.77	14.47	5.23	1,087.78		
As at March 31, 2023	34.36	414.39	648.96	8.74	20.43	6.92	1,133.80		
As at March 31, 2024	34.36	427.23	773.21	12.67	23.30	16.84	1,287.61		

**Note:-**

- Assets which were retired from active life are removed from gross block and depreciation balance in the above schedule.
- Land includes Rs.6,64,094/- being the pro-rata value of land (Perambalur Sugar Mills Ltd) purchased by TNCSEF ON BEHALF OF Co-Operative & Public Sector Sugar Mills.

11. Non-current investments						
Particulars	as at 31-Mar-2024			as at 31-Mar-2023		
	Quoted # Rs. in lakhs	Unquoted # Rs. in lakhs	Total Rs. in lakhs	Quoted Rs. in lakhs	Unquoted Rs. in lakhs	Total Rs. in lakhs
<b>Investments (At cost):</b>						
<b>A. Trade</b>	61		61	61	-	61
a. 6,11,130 Equity Shares of Rs. 10/- each fully paid up in Tamil Nadu Newsprint & Papers Ltd.						
<b>b. Non-Trade</b>						
a. 2,000 Shares of Rs. 50/- each in Madurai District Central Co-operative Bank Limited.		1	1		1	1
b. 20,000 Shares of Rs.5/ each in Thanjavur District Central Co-operative Bank Limited - Thanjavur		1	1		1	1
c. 1 Share of Rs.5/ each in Erode District Central Co-operative Bank Limited.		0	0		0	0
d. 1 Share of Rs.10/ each in Tamil Nadu State Coop. Bank Limited, Chennai		0	0		0	0
e. 40 Equity Share of Rs.50/- each fully paid in the Tiruchirappalli District Co-Operative Supply and Marketing Society Ltd		0	0		0	0
<b>Total</b>	<b>61</b>	<b>2</b>	<b>63</b>	<b>61</b>	<b>2</b>	<b>63</b>
Aggregate amount of unquoted investments			2			2
Aggregate amount of quoted investments at Face Value			61			61
Aggregate market value of listed and quoted investments	[ @246.65 (NSE) ]		150,735,215	[ @218.30 (NSE) ]		133,409,679

## 12. Long-term loans and advances

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
A.Secured, considered good		
<b>B.Unsecured, considered good</b>		
(a) Capital advances	1,482.74	1,784.78
(b) Trade Advances		
<b>Total</b>	<b>1,482.74</b>	<b>1,784.78</b>

## 13. Other Non Current Assets

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.(in lakhs)	Rs.(in lakhs)
Security Deposits	63.24	56.35
<b>Total</b>	<b>63.24</b>	<b>56.35</b>

## 14. Inventories

(At lower of cost and net realisable value as certified by Management)

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
<b>(i) Work In process</b>		
(a).Sugar	290.22	385.02
(b).Molasses	50.27	74.06
<b>Sub Total (A)</b>	<b>340.49</b>	<b>459.08</b>
<b>(ii) Finished Goods</b>		
(a).Sugar	12,741.04	13,322.80
(b).Molasses	1,207.19	1,757.72
(c).Baggasse	4.20	8.57
<b>Sub Total (B)</b>	<b>13,952.43</b>	<b>15,089.09</b>
<b>(iii) Stores/Spares</b>	354.75	451.46
Less: provision for obsolete Stores	51.49	51.49
<b>Sub Total (C)</b>	<b>303.26</b>	<b>399.97</b>
<b>(iv) Others</b>		
(a) Fertilizer & Pesticides	12.31	12.82
( b) Tools & Appliances	0.58	0.05
(c) Pressmud	8.49	11.43
(d) Scrap		72.64
<b>Sub Total (D)</b>	<b>21.38</b>	<b>96.94</b>
<b>Total (A+B+C+D)</b>	<b>14,617.56</b>	<b>16,045.08</b>

15. Trade receivables

Particulars	as at 31-Mar-2024		as at 31-Mar-2023	
	Rs.in lakhs		Rs.in lakhs	
a) Trade receivables outstanding for a period exceeding six months from the date they were due for payment				
Unsecured, considered good	10,947.61	9,793.85		
Doubtful	174.27	174.27		
	11,121.88	9,968.12		
Less: Provision for doubtful trade receivables	174.27	174.27		
<b>Sub total</b>	<b>10,947.61</b>	<b>9,793.06</b>		
<b>Total</b>	<b>10,947.61</b>	<b>9,793.06</b>		

TRADE RECEIVABLES AGEING SCHEDULE

Particulars	Outstanding for following periods from due date of payment										Total	
	< 6 Months		6 Months -1 Years		1-2 Years		2-3 Years		> 3 Years		as at 31-Mar-2023	as at 31-Mar-2023
	as at 31-Mar-2024	as at 31-Mar-2023	as at 31-Mar-2024	as at 31-Mar-2023	as at 31-Mar-2024	as at 31-Mar-2023	as at 31-Mar-2024	as at 31-Mar-2023	as at 31-Mar-2024	as at 31-Mar-2023	as at 31-Mar-2024	as at 31-Mar-2023
(i) Undisputed Trade Receivables - Considered good	2792.27	3281.25	1724.68	665.08	2111.67	1602.63	1013.98	2479.38	1765.51	3305.01	10947.61	9793.85
(ii) Undisputed Trade Receivables - Considered doubtful											0.00	0.00
(iii) Disputed Trade Receivables - Considered good											0.00	0.00
(iv) Disputed Trade Receivables - Considered doubtful											0.00	0.00
<b>Total</b>	<b>2792.27</b>	<b>3281.25</b>	<b>1724.68</b>	<b>665.08</b>	<b>2111.67</b>	<b>1602.63</b>	<b>1013.98</b>	<b>2479.38</b>	<b>1765.51</b>	<b>3305.01</b>	<b>10947.61</b>	<b>9793.85</b>



## 16. Cash and cash equivalent

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
(a) Cash on hand	0.45	0.85
<b>Sub total (A)</b>	<b>0.45</b>	<b>0.85</b>
<b>(b) Balances with banks</b>		
(i) In current accounts	10.02	38.61
(ii) In deposit accounts	220.54	26.67
(iii) Other earmarked accounts (SUBUCAS & NADP Scheme)	15.09	14.77
<b>Sub total (B)</b>	<b>245.65</b>	<b>80.05</b>
<b>Total (A+B)</b>	<b>246.10</b>	<b>80.90</b>

## 17. Short-term loans and advances

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
A.Secured, considered good		
<b>B.Unsecured, considered good</b>		
(a) Loans and advances to employees	120.91	129.67
(d) Advance to Growers,suppliers and contractors	153.48	200.54
(e) Other Advances	1,134.16	1,113.15
	<b>1,408.55</b>	<b>1,443.36</b>
<b>C.Doubtful</b>		
(i) Advance to Growers,suppliers and contractors Doubtful	53.30	53.32
Less: Provision for other doubtful loans and advances	53.30	53.32
Sub Total	-	-
<b>(ii) Other Advances</b>		
Doubtful	89.67	89.65
Less: Provision for doubtful advances	89.67	89.65
<b>Sub Total</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1,408.55</b>	<b>1,443.36</b>

## 18. Other current assets

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
<b>Unsecured, considered good</b>		
(a) Accrual		
Interest accrued on Bank Deposits	2.42	18.69
(b) Amount recoverable from Subsidiary Company	0.12	683.03
(c) Amount recoverable for cane diversion to other Mills	91.73	64.42
(d) Prepaid expenses	46.74	55.58
(e) Balances with government authorities		-
(i) TDS	111.06	107.18
(ii) GST	123.43	73.17
(f) Others	131.11	72.42
(g) Deposit with Others (Tamilnadu Power Finance Corporation Ltd)	133.92	437.98
<b>Total</b>	<b>640.53</b>	<b>1,512.47</b>

## 19. Revenue from operations

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
<b>(i)(a) Manufactured goods</b>		
Sale of Sugar	19,067.12	21,662.66
Sale of Molasses	2,785.52	1,663.15
sale of Baggase		5.99
Sale of Pressmud	22.59	13.03
Sale of Flyash		
Sale of Power-Co-Gen	1,948.24	2,396.58
	<b>23,823.47</b>	<b>25,741.41</b>
<b>(b) Traded goods</b>		
Sale of Fertiliser and Pesticides	16.19	18.48
Sale of Farm/Parasite Lab. Products	5.34	1.33
	<b>21.53</b>	<b>19.81</b>
<b>(ii) Sale of services</b>		
Consultancy service charges from co-operative sugar mills	41.00	37.00
	<b>41.00</b>	<b>37.00</b>
<b>TOTAL (i(a)+i(b)+ii+iii)</b>	<b>23,886.00</b>	<b>25,798.22</b>

## 20. Other income

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
<b>(a) Interest income</b>		
From Bank on Fixed Deposits	12.07	17.68
From others	10.39	22.44
<b>(b) Dividend income:</b>		
From long-term investments- Others	47.05	24.44
(c) Rent received	54.50	32.57
( d) Interest subsidy received		
(e) Scrap Sales	120.45	48.74
(f) Others	113.65	66.49
<b>Total</b>	<b>358.11</b>	<b>212.36</b>

## 21. Cost of materials consumed

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
<b>Material consumed:</b>		
Sugarcane Consumed	16,796.00	18,690.71
<b>Total</b>	<b>16,796.00</b>	<b>18,690.71</b>

## 22. Purchase of traded goods

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
Fertiliser and Pesticides	16.99	10.87
Purchase of stores		32.26
<b>Total</b>	<b>16.99</b>	<b>43.13</b>

## 23. Net (increase) / decrease of Inventories

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
<b>Finished goods</b>		
Sugar: Opening Stock	13,322.80	14,148.15
Closing Stock	12,741.04	13,322.80
<b>Sub Total (a)</b>	<b>581.76</b>	<b>825</b>
Molasses: Opening Stock	1,757.72	1,154.86
Closing Stock	1,207.19	1,757.72
<b>Sub Total (b)</b>	<b>550.53</b>	<b>(602.86)</b>
Baggasse: Opening Stock	8.58	12.86
Closing Stock	4.20	8.58
<b>Sub Total (c)</b>	<b>4.38</b>	<b>4.28</b>
Sugar-in-process: Opening Stock	385.02	415.98
Closing Stock	290.22	385.02
<b>Sub Total (d)</b>	<b>94.80</b>	<b>30.96</b>
Molasses-in-process: Opening Stock	74.06	58.37
Closing Stock	50.27	74.06
<b>Sub Total (e)</b>	<b>23.79</b>	<b>(15.69)</b>
Fertilizer & Pesticides :Opening Stock	12.82	17.46
Closing Stock	12.30	12.82
<b>Sub Total (f)</b>	<b>0.52</b>	<b>4.64</b>
Standing Crops :Opening Stock		1.38
Closing Stock		
<b>Sub Total (g)</b>	<b>-</b>	<b>1.38</b>
Pressmud : Opening Stock	11.43	15.85
Closing Stock	8.49	11.43
<b>Sub Total (h)</b>	<b>2.94</b>	<b>4.42</b>
Scrap : Opening Stock	12.32	69.98
Closing Stock	14.78	84.96
<b>Sub Total (i)</b>	<b>(2.46)</b>	<b>(14.98)</b>
<b>Net (increase) / decrease (a+b+c+d+e+f+g+h)</b>	<b>1,256.26</b>	<b>237.50</b>

## 24. Employee benefits expense

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
(a) Salaries, Wages and Bonus	2,633.97	2,235.01
<b>(b) Contribution to</b>		
(i) Provident fund	242.29	219.91
(ii) Pension fund	3.48	1.96
(c) Gratuity contribution scheme	212.31	172.18
(d) Staff welfare expenses	72.45	73.86
(e) Earned Leave		
<b>Total</b>	<b>3,164.50</b>	<b>2,702.92</b>

## 25. Finance costs

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
<b>(a) Interest expense on:</b>		
(i) Bank loan (Term Loan, Soft loan and Cash credit)	2,659.56	2,353.12
(ii) Others	1,922.27	1,585.28
<b>Total</b>	<b>4,581.83</b>	<b>3,938.40</b>

## Note No: 26. Other Expenses

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
Carriage Inwards		
Co-Gen Expenses	929.11	868.32
Process Stores consumed	275.57	233.18
Consumption of packing materials	269.15	327.08
Power and fuel	535.97	423.66
Self generation tax on electricity	15.98	12.64
Rent	28.94	17.29
Repairs and maintenance - Buildings	8.02	18.05
- Machinery	429.97	608.38
- Others	25.52	28.43
Insurance	42.19	100.09
Rates and taxes	41.99	18.20
Travelling and conveyance	13.71	15.51
Printing and stationery	13.09	4.90
Postage, Telephone	7.12	7.43
Selling & Distribution Expenses	51.22	61.11
Bank charges	63.35	62.52
Entertainment Expenses	0.47	0.91
Legal and professional	45.39	29.90
Subscription to Associations	20.96	17.61
Corporate Meeting Expenses	25.41	25.89
Payments to auditors (Refer Note (i) below)	3.90	3.22
Other Administrative Expenses	59.45	77.88
Guarantee Commission	39.72	43.78
Prior period items (Refer Note (ii) below)	(165.72)	(3,592.14)
Security Charges	97.46	57.93
Filing Fees (ROC)		
Debts / advances written off		
Less : Provisions for Doubtful Debts/Advances withdrawan		
Provision for doubtful trade receivables & advances		205.81
Income Tax		0.10
Loss on retirement of Assets		5.09
Miscellaneous expenses	106.50	63.49
<b>Total</b>	<b>2,984.44</b>	<b>(253.74)</b>

**26. Other exceptional items (contd.)****Notes:**

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.in lakhs	Rs.in lakhs
<b>(i) Details of Exceptional Items</b>		
Prior period expenses		
Reversal of fictitious value	689.34	
Less: Prior period income		
Reversal of excess provision made for purchase tax	206.25	
Prior Period Income - Fictitious amount entered as payable to TASCO - HO by sharing of expenses to the holding company now reversed	689.34	
<b>Total</b>	<b>(206.25)</b>	<b>-</b>

**27. Value of Imports****Notes:**

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.(in lakhs)	Rs.(in lakhs)
Value of imports calculated on C.I.F basis by the company during the financial year in respect of –		
I. Raw materials;	0	0
II. Components and spare parts;	0	0
III. Capital goods;	0	0
<b>Total</b>	<b>0</b>	<b>0</b>

**28. Dividends Remitted in Foreign Currency****Notes:**

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.(in lakhs)	Rs.(in lakhs)
The amount remitted during the year in foreign currencies on account of dividends with a specific mention of the total number of non-resident shareholders, the total number of shares held by them on which the dividends were due and the year to which the dividends related;		
Amount of Dividend Remitted in Foreign currency	-	-
Number of Non resident Shareholders	-	-
Number of shares held	-	-
Year to which dividend related	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**29. Details of Crypto Currency or Virtual Currency****Notes:**

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.(in lakhs)	Rs.(in lakhs)
Where the Company has traded or invested in Crypto currency or Virtual Currency during the financial year, the following shall be disclosed:-		
(a) profit or loss on transactions involving Crypto currency or Virtual Currency	-	-
(b) amount of currency held as at the reporting date,	-	-
(c) deposits or advances from any person for the purpose of trading or investing in Crypto Currency/ virtual currency.	-	-
<b>Total</b>	-	-

**30. Earnings in Foreign exchange****Notes:**

Particulars	as at 31-Mar-2024	as at 31-Mar-2023
	Rs.(in lakhs)	Rs.(in lakhs)
<b>Earnings in foreign exchange</b>		
Export of goods calculated on F.O.B. basis;	-	-
Royalty, know-how, professional and consultation fees;	-	-
Interest and dividend;	-	-
Other income, indicating the nature thereof	-	-
<b>Total</b>	-	-

**31. Wilful Defaulters****Notes:**

Particulars	For the Year ended 31-Mar-2023	For the Year ended 31-Mar-2022
	Rs. in lakhs	Rs. in lakhs
Where a company is a declared wilful defaulter by any bank or financial institution or other lender, following details shall be given:		
(a) Date of declaration as wilful defaulter,		
(b) Details of defaults (amount and nature of defaults)	0	0
<b>Total</b>	<b>0</b>	<b>0</b>

**Notes No : 32. Benami Propoerty**

- No Proceeding has been initiated or pending against the Company for holding any Benami property under the Benami transactions (Prohibition) Act, 1988, as amended, and rules made thereunder

**Notes No : 33. Transaction with struck off companies**

- The company has not transacted with any struck off companies during the year. The transactions with struck off companies are as identified by the Company, on the basis of information available with the company and relied upon by the auditors.

**Notes No : 34. Registration of Charge**

- The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

**Note No 35. Disclosure where company has given loan or invested to other person or entity to lend or invest in another person or entity**

- The Company has not received any fund from any person(s) or entity(is), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall
  - i. Directly or indirectly lend to or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
  - ii. Provide any guarantee, security or the like on behalf of the ultimate beneficiaries

**Note No 36. Undisclosed Income**

- There were no transaction relating to previously unrecorded income that have been surrendered and dislosed as income during the year in the tax assessments under the Income Tax Act, 1961

**Note No 37. Dividends**

- No Dividend was declared for the year or paid during the year

## 31. Ratios

S.No.	Particulars	Formula	2023-24	2022-23	Variance	Reason for variance
1	Current Ratio	Current Assets	0.53	0.59	(10.23)	
		Current Liabilities				
2	Debt-Equity Ratio	Total Debt	-0.89	-0.98	(9.00)	
		Shareholder's Equity				
3	Debt Service Coverage Ratio	Earnings available for Debt Service	0.02	1.81	(98.48)	Turnover has been increased
		Debt Service				
4	Return on Equity	Net Profits after taxes - Preference Dividend	0.13	- 0.01	961.83	Net loss has been decreased
		Average Shareholder's Equity				
5	Inventory Turnover Ratio	Cost of goods sold or Sales	1.56	1.61	(11.98)	
		Average Inventory				
6	Trade Receivables Turnover Ratio	Net Credit Sales	2.30	3.15	(67.68)	Sales has been increased
		Average Accounts Receivable				
7	Trade Payables Turnover Ratio	Net Credit Purchases	12.36	8.19	261.18	Purchase has been increased
		Average Trade Payables				
8	Net Capital Turnover Ratio	Net Sales	-0.95	-1.26	(24.72)	
		Working Capital				
9	Net Profit Ratio	Net Profit	-0.19	0.02	(1,317.86)	Net loss has been decreased
		Net Sales				
10	Return on Capital Employed	Earnings before Interest and taxes	0.00	-0.25	(100.38)	Net loss has been decreased
		Capital Employed				
11	Return on Investment	Net Profit	-0.21	0.02	(1,227.59)	Net loss has been decreased
		Cost of Investment				

**Thiru S. Ulaganathan**  
Chief Accountant

**Thiru C. Arumugam**  
Company Secretary i/c  
Chief Accounts Officer

**Thiru A. Ravichandran**  
Director

**Thiru T.Anbalagan, I.A.S**  
Managing Director

As per our report of even date  
for **E. Radhakrishnan & Co.,**  
Chartered Accountants  
CA. E. Radhakrishnan

Place : Chennai  
Date : 02 / 09 / 2024

Partner  
Membership No.022230  
UDIN No. 24022230BKDKGD4189



**CONSOLIDATED CASH FLOW STATEMENT**  
FOR THE YEAR ENDED 31 ST MARCH 2024

Particulars	2023-24 (Rs. In lakhs)		2022-23 (Rs. In lakhs)	
<b>A.CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net Profit/Loss as per P&L Account		(4,656.11)		536.11
<b>Adjustment for</b>				
<b>ADD:</b>				
Loss on assets written off				
Depreciation (Net of sharing)	100.15		116.64	
Finance cost	4,581.83	<b>4,681.98</b>	3,938.40	<b>4,055.04</b>
<b>LESS:</b>				
Prior Period Income			3,942.94	
Interest income from bank and others	22.46		40.12	
Dividend received	47.05	<b>69.51</b>	24.45	<b>4,007.51</b>
		<b>(43.64)</b>		<b>583.64</b>
<b>Operating profit/loss before Working Capital Changes</b>				
<b>Change in operating assets and liabilities</b>				
<b>Increase / Decrease in:</b>				
Inventories	1,354.92		(91.87)	
Trade Receivables	(1,155.77)		(3,224.86)	
Short term loans & Advances	34.82		51.10	
Other Current Assets	937.35		(52.14)	
Other Non Current Assests			(5.68)	
Trade Payable	(306.87)		(1,770.18)	
Current liabilities	(1,169.80)		105.47	
Short term & Long term Provisions	184.71		(73.51)	
Long Term Loans & Advances	302.04	<b>181.40</b>	3.48	<b>(5,058.19)</b>
<b>Cash generated from Operations</b>		137.76		(4,474.55)
LESS: Income taxes paid		-		-
<b>Net Cash Flow from Operating Activities (a)</b>		<b>137.76</b>		<b>(4,474.55)</b>
<b>B.CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase of PPE		(293.62)		(162.66)
Increase / Decrease in Capital Work in Progress				24.75
Interest Income		22.47		40.12
Dividend Income		47.06		24.43
<b>Net cash from Investing Activities (b)</b>		<b>(224.09)</b>		<b>(73.36)</b>

<b>C.CASH FLOW FROM FINANCING ACTIVITIES</b>				
Increase/(Decrease) in Long Term Borrowings		(66.16)		(240.67)
Increase/(Decrease) in Short Term Borrowings		1,200.70		5,521.69
Interest paid		(885.28)		(1,009.38)
<b>Net Cash from Financing Activities (c)</b>		<b>249.26</b>		<b>4,271.64</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents (a+b+c)</b>		<b>162.93</b>		<b>(276.27)</b>
Cash and cash equivalent at the beginning of the year		<b>68.08</b>		<b>344.35</b>
Cash and cash equivalent at the end of the year		<b>231.01</b>		<b>68.08</b>

**Note:**

1. The above cash flow statement has been prepared under indirect method as per AS-3.
2. Non cash items relating to conversion of share pending allotment to share capital are not cash flows hence not considered
3. Component of Cash and Cash Equivalents:

Cash on hand	0.45	0.85
Balance with banks		
- in current accounts	10.02	38.61
- in deposit accounts	220.54	28.62
	231.01	68.08

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Managing Director

Place : Chennai  
Date : 02 / 09 / 2024

As per our report of even date  
for **E. Radhakrishnan & Co.,**  
Chartered Accountants  
CA. E. Radhakrishnan

Partner  
Membership No.022230  
UDIN No. 24022230BKDKGD4189

**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2024**

**I. Significant Accounting Policies :**

**i) Basis of preparation of financial statements**

- a. The financial statements of the Group have been prepared under the historical cost convention in accordance with the accounting standards specified by Companies (Accounts) Rules, 2014 issued by the Central Government and the relevant provisions of the Companies Act, 2013, as amended to the extent applicable.
- b. All financial transactions have been recognized on accrual basis. The preparation of financial statements in conformity with the GAAP requires that the management makes estimates and assumptions that affect the reported amounts of Assets and Liabilities, disclosure of Contingent Liabilities as at the date of the financial statements and the reported amounts of Revenue and Expenses during the reported period. The actual results could differ from those estimates.
- c. Principles of Consolidation: The Group's consolidated financial statements include those of Tamilnadu Sugar Corporation and its subsidiary Company Perambalur Sugar Mill (hereinafter Group / Company). All significant intercompany transactions and balances have been eliminated in the Consolidated Statements.

**d. List of Subsidiaries and proportions of Voting power held:**

Name of the Subsidiary company	Country of incorporation/ residence	Proportion of ownership interest / proportion of voting power held
Perambalur Sugar Mill	India	94.98 %

- e. Minority's Share of Net Asset of the Company for the year is identified and presented in the Consolidated Balance Sheet as a separate Item from Liabilities and the equity of the Company's Shareholders.

**ii) Inventory Valuation: (AS-2)**

- Sugar – Stock-at relevant season's cost or net realizable value whichever is lower.
- Molasses- at since realized/realizable value.
- Bagasse - at since realized/realizable value.
- Sugar in Process - at relevant season's cost or market value less packing material cost, whichever is lower based on which final product of sugar is valued
- Molasses in Process- at realized/realizable value.
- Standing Crop- at estimated value.
- Fertilizer, Pesticides and Diesel- at weighted average cost.
- Bio-Compost- at market value.
- Stores and Spares- at weighted average cost.
- Tools and Tackles- Written off in two years.
- Press mud – at estimated value.

**iii) Cash Flow Statement: (AS-3)**

The Cash flow statement is prepared under the indirect method as per Accounting Standard 3 "Cash Flow Statements".

**iv) Events occurring after the Balance Sheet Date: (AS-4)**

Events occurring after the Balance Sheet date are those that occur between the Balance Sheet date and the date on which the Financial Statements are approved. Such events may necessitate adjustment of assets and liabilities or a financial impact of which may require a disclosure. The Company considers and makes necessary disclosures for all such material events.

**v) Prior period items: (AS-5)**

Income/ Expenditure which arises in the current year as a result of errors or omissions in the preparation of financial statements of earlier years are treated as prior period adjustments. Prior period expenses and income have been recognized as per the provisions contained in the Accounting Standard (AS-5). In addition to that income / expenses relating to previous year which materializes during the current year have also been considered as prior period items.

Material items of change that impacts current year results due to change in accounting estimates are disclosed as per requirements of AS-5.

A Change in Accounting Policy is considered which would result in a more appropriate presentation of the Financial Statement of the Enterprise, in order that relevance and reliability of information presented, is enhanced.

**vi) Revenue Recognition: (AS-9)**

- Sale of Sugar and Molasses stated at exclusive of duties and recognized as and when the risks and rewards are transferred.
- Sale of Scrap excludes Excise Duty wherever applicable.
- Traded goods are recognized when the title of goods is transferred.
- Service income is recognized as per the terms of the contract.
- Rental income is recognized as per the agreements entered thereto.
- Interest income is recognized on time proportion basis and rates implicit.
- Dividend income is recognized when the right to receive is established.
- Sale of Power is recognized as per the agreements entered thereto.

**vii) Property, plants and Equipment's:(AS-10)**

Fixed Assets are stated at cost of acquisition / construction less accumulated depreciation. Cost is inclusive of the expenditure incurred for the installation and erection in bringing fixed assets to usable condition and net of Input credit. The asset retired from active use and is held for disposal is to be recognized at lower of net book value and net realizable value. No depreciation has been provided for Madura Sugars and Maraimalai Nagar workshop assets other than Buildings, Furniture & Fittings, Water supply arrangements and Books.

**Depreciation:**

- a. For the assets which are existed as on 31-03-1989 depreciation is charged on WDV Method, as per the Schedule II of Companies Act 2013, and depreciated over the remaining useful life of the assets.
- b. For the assets added on or after 01-04-1989 depreciation is charged on SLM Method, as per the Schedule II of Companies Act 2013, and depreciated over the remaining useful life of the assets, and on addition during the current year depreciation provided on pro-rata basis.

**viii) Investments: (AS-13)**

The Long Term Investments are carried at cost less provisions made for any diminution in carrying value other than temporary. The Short Term Investments are carried at lower at cost and fair value.

**ix) Retirement Benefits to Employees: (AS 15)****Gratuity**

The Liability for Gratuity as on the date of the Balance Sheet is estimated and provided for as per Actuarial Valuation as required by the Accounting Standard 15 (R) and the company has entered into Group Gratuity Scheme with LIC of India.

**Leave Encashment**

Leave encashment is paid for in accordance with the rules of the Company and provided based on the Actuarial valuation,

**Other Benefit Plans**

Contributions paid / payable under defined contribution plans are recognized in the statement of Profit and Loss in each year. Contribution plans primarily consist of Provident Fund administered and managed by the Government of India. The company makes monthly contributions and has no further obligations under the plan beyond its contributions

**x) Borrowing Cost (AS-16)**

Expenditure on borrowing cost on the loans obtained specifically for acquisition, construction or production of qualifying assets are capitalized as part of the cost of that asset. All other borrowing costs are charged to statement of profit and loss.

**xi) Segment reporting (AS-17)**

The Company is engaged in Manufacture & sale of Sugar, Power Generation & Distribution, Consulting and other allied activities, Consulting. These are reportable segments for the year. Entire Operations of the Company is only in domestic hence reportable geographical segment does not arise. Segment wise Income, Expenses, Assets and Liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment. Inter-segment revenue is accounted on the basis of cost plus margins. Revenue, Expenses, Assets and Liabilities which relate to the Company as a whole and are not allocable to segments on reasonable basis have been included under "unallocated Revenue/Expenses/Assets/Liabilities".

**xii) Leases (AS-19)**

Lease rental in respect of operating lease arrangements are charged to expense on a straight-line basis over the term of the related lease agreement.

**xiii) Earnings Per Share (AS-20)**

The earnings considered for ascertaining the Company's Earnings Per Share comprises the net profit after tax. The number of shares used in computing Basic EPS is the number of shares outstanding during the period. The number of shares used in computing diluted EPS comprises the outstanding shares for deriving basic EPS, and also the shares that would be issued on the conversion of all dilutive potential equity shares.

**xiv) Taxes on Income: (AS-22)**

- i. Provision for current tax is made for the amount of tax payable in respect of taxable income for the year under Income Tax Act, 1961.
- ii. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the company has unabsorbed depreciation and timing differences in allowances in tax purposes, deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that such deferred tax assets can be realized against future taxable profits.

**xv) Impairment (AS-28)**

All the fixed assets are assessed for any indication of impairment at the end of each financial year. On such indication, the impairment loss being the excess of carrying value over the recoverable value of the assets, are charged to the Statement of Profit and Loss in the respective financial years. The impairment loss recognized in the prior years is reversed in cases where the recoverable value exceeds the carrying value, upon reassessment in the subsequent years.

**xvi) Provisions and Contingent Liabilities and Contingent Assets (AS-29)**

Provisions are recognized based on a determination whether a present obligation arising from one or more past events exists on balance sheet date, and for which it is probable that there would be cash outflow and a reliable estimate can be made of the amount of the obligation.

No provision or disclosure is made when, as a result of obligating events and onerous contracts, there is a possible obligation or a present obligation where the likelihood of an outflow of resources is remote & the fact is disclosed.

## II. NOTES TO THE ACCOUNTS

### 1. Auditor's Fees:

The TASCOS Statutory Auditor fees of Rs.1,86,000/- was paid to M/s. Kalyanasundaram & Associates with audit out of expenses during the financial year 2023-24 and PSM Statutory Auditor fees of Rs. 1,19,720

### 2. Prior Period Adjustments:

S.No	Particulars	as at 31.03.2024 (Rs.)
I	Prior Period Expenses:	
1	Salary & Allowance	11,39,905.83
2	Advance to Contractors	82,150.00
3	Ways & Means	93,06,765.00
4	Advance to Employees – Festival Advance	4,000.00
5	Others	21,190.00
	<b>Sub Total (a)</b>	<b>1,05,54,010.00</b>
II	Prior Period Income:	
	Pension contribution	9,32,738.00
	Insurance Claim	15,270.00
	Others	1,14,186.00
	<b>Sub Total (b)</b>	<b>10,62,194.00</b>
	<b>Total (a-b)</b>	<b>94,91,816.00</b>

### 3. STATUS OF UNITS' OPERATION.

Due to economic non-viability, the Sugar Machinery Workshop at Maraimalai nagar and Madura Sugars at Madurai were closed in October 2002 and in February 2005 respectively. The following assets of the above units are carried at their book values.

Particulars	As on 31.03.2024		As on 31.03.2023	
	Sugar Machinery Workshop (Rs.,)	Madura Sugars (Rs.,)	Sugar Machinery Workshop (Rs.,)	Madura Sugars (Rs.,)
Fixed Assets	6,41,915/-	47,43,501/-	6,41,915/-	49,02,284/-
Net Current Assets	(69,70,293)	(5,44,90,024)	(87,28,721)	(90,61,11,229)

The Assets of Sugar Machinery Workshop and Madura Sugars are carried in books of account of the company at Book Value instead of lower of net book value and net realisable value as per the requirement of Accounting Standard 10. However, in the opinion of the Company's Management, all the assets are likely to realise much higher value than the carrying value in the Balance Sheet, as supplemented by the valuation report obtained on 25-06-2015 by the Management.

The Fixed Assets of Sugar Machinery Workshop (other than Land, Buildings and Electrical installations) are physically transferred to the Company's unit, Aringar Anna Sugar Mills (AASM) Thanjavur since the year 2002.

The crushing operations of Madura Sugars has been suspended from 2002-03 season due to non-availability of cane and all the employees left the company under the Voluntary Retirement Scheme.

The Company has sent a proposal to the Government for disposal of Madura Sugars as there is no possibility of revival of the unit owing to insufficient cane availability and it is not viable to operate at low capacity (1250 TCD) unit.

The Account of these units is prepared as per going concern basis and the carrying value of assets is more than net realizable value as per AS-10 Property, Plant and Equipment.

**4. CONTINGENT LIABILITIES AND COMMITMENTS: (to the extent not provided for)****(i) Claims against the company not Acknowledged as debts:****Aringar Anna Sugar Mills**

- a. Aringar Anna Sugar Mills a unit of TASCOC received Notice from Asst. Commissioner (ST) Thanjavur- II demanding to pay Rs. 49.69 Lakhs towards belated payment of GST for the period from April-2020 to Jan-2021 against which mills filed reply citing the grounds for non- applicability for payment for interest, on belated payment of interest, which is under consideration of adjudicating authority. Hence the demand for belated payment of GST has not recognized as expenditure for 2022-23 financial year.

**ii) Labour matters:****i) Notes on the orders of Madras High Court for implementing Revision of wages of Sugar Wage Board Employees:**

Tamil Nadu All Co-operative and Public Sector Sugar Mills staff Peravai filed a writ petition No.2325/2004 and obtained orders on revision of pay scale on par with common cadre system employees with effect from 01/04/2003. Orders of Madras High Court was received in July, 2015. The Financial Commitment is not quantifiable. The Company has filed Writ Appeal No.54/55 of 2016 against the orders and obtained status quo on 27.1.2016 in CMP No.561, 562, 563 of 2016.

**ii) Aringar Anna Sugar Mills (AASM), Madura sugars (MS) &Perambalur sugar mills (PSM).**

Some of the employees of the company have filed claims for which 168 cases( AASM-28, MS-134, PSM-6) involving labour and personnel matters are pending disposal in the Court of law, the Company disputed the same. The claim amounts in these cases are not quantifiable.

**iii) Madura Sugars:**

The Company has disbursed gratuity due to 103 out of 151 NMRs who were eligible for gratuity as per the Payment of Gratuity Act, 1972 from the Madura Sugars Gratuity Trust Fund, during the year 2013-14 but they have disputed for higher amount after receiving entitled amount by approaching Labour Court. Remaining 48 NMRs have not collected and disputed with the Labour Court. The claims amount in these cases are not quantifiable.

**(i). DISPUTED STATUTORY DUES**

**The following dues have not been deposited on account of a dispute (in case of Perambalur sugar mills)**

Name of the Statute	(In Rs.)	
	2023-24	2022-23
(a) Commercial Tax (Purchase Sales Tax) (Dispute is pending at STAT Madurai) (Dispute is pending at DCCT Appeal Trichy)	2,51,61,000/-	2,51,61,000/-
(b) Income Tax (Dispute is pending at cit (Appeal) ITAT Chennai.)	99,76,765/-	99,76,765/-

**b) COMMITMENTS:**

- i. Estimated amount of contracts remaining to be executed on capital account and not provided for: Nil

**(iii) CURRENT LIABILITIES:**

- a. Amount Rs.1,05,89,647/- is shown as payable to Micro, Small and Medium Enterprises based on the information provided as on 31.3.2024.
- b. Confirmation of balances in respect of Sundry creditors not obtained at this yearend.

**(iv) LOANS AND ADVANCES:****a) Arignar Anna Sugar Mills :****Advance to TANGEDCO:**

- i. As per the G.O.(MS) No. 80 dt. 21/7/2009 10% of contribution of Rs.11.58 crores towards co-generation project shall be made by the farmers. Accordingly, an amount of Rs.9.10 crores were recovered from the cane payment payable to the cane growers from the season 2005-06 to 2014-15. Out of Rs.9.10 crores an amount of Rs.8.18 crores was remitted to TANGEDCO on 14/10/2010 and 29/06/2011. Remaining recovered amount of Rs.0.92 crores and interest amount of Rs.2.10 crores is with the company

Though the GO (MS) No.80 state that the contribution recovered from cane growers as equity for co-generation, the Ministry of Company Affairs rejected the proposal of issue of shares stating that the "proposal for public issue cannot be accepted as net worth is negative / lack of working capital. Hence, the proposed public issue under guise of private placement is rejected due to devoid of merits".

However, the cane grower's representation in this regard was forwarded to Government for taking a decision.

- ii. The cost of project of Co-generation is Rs.78.66 Crores and cost of Project for modernization of Aringar Anna Sugar Mills is Rs.37.06 Crores. TANGEDCO has raised loan for a term of 13 years with 3 years moratorium period for the project. Cane growers of Aringar Anna Sugar Mills to contribute 10% of the project cost and shortfall, if any, will be provided by Government, as equity. The company has no capital commitments except 10% contribution as equity around 0.37 Crores, in the event amount not reimbursing the same.
- iii. As per agreement, the TANGEDCO has to settle the tariff for the power exported after deducting the loans and interest on it. But TANGEDCO neither settled the power tariff nor furnished the details of loans & interest there on. Hence, these will be accounted on cash basis as and when received.
- iv. The value of power tariff receivable from TANGEDCO is fully accounted in as revenue, The O&M expenditure incurred for operation of co-gen facility is accounted as expenditure. Though the Co-Gen facility is owned by TANGEDCO till such time of transfer of ownership to the sugar mill, the O&M expenses not been claimed or accounted as receivable. However the power tariff accounted as revenue will change whenever the TANGEDCO transferred the depreciated value of assets after adjusting loan borrowed and interest there on .
- v. During the year, the unit mill Arignar Anna Sugar Mills billed Rs.800.81 lakhs and total bill amount as on 31.03.2024 is Rs.4438.43 lakhs.
- vi. While carrying out the certification audit for the year 2022-23, by the PAG, the following observation was made "TANGEDCO has entered into a joint development agreement with M/s.AASM Thanjavur and M/s.PSM Perambalur for setting up of Cogeneration Plant using bagasse generated by AASM and PSM as principal raw material. The project would be on BOT principle for a period of 13 years further extendable to additional 5 years on mutual consent. The sugar mill would be entitled to take over the Cogeneration facility after debt servicing of the loan taken by the board. TANGEDCO is responsible for procuring, executing, commissioning and handing over the cogeneration power plant with sugar factory modernization equipment to AASM who shall be responsible for operation and maintenance from Commercial Operation Date (COD).

Though the official COD has not been finalized yet, based on a mutual understanding both the companies started from 2018-19 onwards and started exporting power to TANGEDCO, Both M/s. AASM and M/s. PSM have accounted the sale of power to TANGEDCO as their income and operation and maintenance (O&M) charges as Expenses in the Profit and Loss Account.

As per the terms and conditions 4.1.7 of the agreement between TANGEDCO and M/s. AASM Ltd "TANGEDCO will be making payment to the Sugar Mill for the power exported to TANGEDCO at the Tariff fixed by Tamil Nadu Electricity Regulatory Commission after deducting the amount due to lender towards repayment of loan. After full debt servicing for the loan taken from lenders, Cogeneration facility shall be transferred to Sugar Mill at the depreciated cost". Further as per E.6 (payment) it is clearly stated that "TANGEDCO shall make payment to Sugar Mill for the power exported to them at the Tariff fixed by the Tamil Nadu Electricity Regulatory Commission after deducting the amount due to lender for repayment of loan".



The company approached the CMD, TANGEDCO vide letter ref.no.159/2023/A2, dated 4.1.2024. in this regard and after that the issues were raised in various meeting with TANGEDCO officials. The reply from TANGEDCO is awaited.

**b) PERAMBALUR SUGAR MILL:**

**CO-GENERATION & MODERNIZATION**

The cost of project of Co-Generation is Rs.96.14 crores and cost of project for Modernization of Perambalur Sugar Mills is Rs.42.72 crores TANGEDCO has raised loan for a term of 13 years with 3 years moratorium period for the project. Cane growers of Perambalur Sugar Mills have to contribute 10% of the project cost and short fall, if any, will be provided by Government as equity. The company has no capital commitments except 10% contribution as equity.

**b) Other Advances:**

- i. As a prudent measure, the Company has not recognized Net Deferred Tax Asset up to 31st March 2023 on account of timing difference relating to carry forward Income tax losses and depreciation.

**v) Segment Reporting:**

The Company is engaged in the development of Manufacture of Sugar and allied activities, Consulting and Sale of Power. Disclosure as required by Accounting Standard 17 "Segment Reporting" is given below.

Particulars	Year ended 31st March 2024 (Rs.)	Year ended 31st March 2023 (Rs.)
<b>Segment Revenues</b>		
Manufacture & Sale of Sugar	2,20,23,44,115	2,34,79,93,477
Consulting	41,00,000	1,00,35,209
Sale of Power	19,48,23,585	23,96,57,993
Unallotted	2,31,44,152	33,73,069
<b>Total</b>	<b>2,42,44,11,852</b>	<b>2,60,10,59,747</b>
<b>Segment Expense</b>		
Manufacture & Sale of Sugar	2,79,05,90,053	2,45,98,34,648
Consulting	1,50,000	1,50,000
Sale of Power	9,29,11,322	8,68,32,069
Unallotted	63,71,376	6,32,275
<b>Total</b>	<b>2,89,00,22,751</b>	<b>2,54,74,48,992</b>
<b>Segment Assets</b>		
Manufacture of Sugar	2,84,58,12,161	2,74,62,38,870
Consulting	1,84,51,076	1,20,81,301
Sale of Power	56,85,94,133	42,15,32,141
Unallotted	77,86,716	1,15,16,703
<b>Total</b>	<b>3,44,06,44,086</b>	<b>3,19,13,69,015</b>
<b>Segment Liabilities</b>		
Manufacture of Sugar	5,21,34,66,504	4,89,88,18,790
Consulting	1,09,91,611	86,90,889
Sale of Power	9,84,77,003	6,83,74,833
Unallotted	1,70,87,114	1,02,25,057
<b>Total</b>	<b>5,34,00,22,232</b>	<b>4,98,61,09,579</b>

**vi) Taxes on Income :**

Considering the Current year losses and brought Forward Losses and allowances available for set off there is no income tax liability for the current year, the provision for income tax does not arise.

## vii) Earnings per Share:

Sl. No.	Particulars	2023-24	2022-23
(a)	Profit/ (Loss) after Tax (in Rs)	(46,02,93,979)	4,08,15,966
(b)	No. of shares outstanding (in Nos)	21,82,43,639	21,82,43,639
(c)	Weighted Average share outstanding ( in Nos )	21,82,43,639	21,82,43,639
(d)	Basic EPS(inRs) [(a)/(b)]	(2.11)	0.19
(e)	DilutedEPS(inRs) [(a)/(c)]	(2.11)	0.19

## viii) OTHER DISCLOSURES:

## i. Land:

- The company had entered into a land lease agreement with TANGEDCO on 12/03/2010 and leased out land measuring 20.00 acres of land in the Arignar Anna Sugar Mills premises at Kurungulam for implementation of cogeneration project by the TANGEDCO.
- The Company had entered into a land lease agreement with TANGEDCO on 12.03.2010 and leased out land admeasuring 29.98 acres of land in the Perambalur sugar mills premises at Eraiyrur for implementation of Co-generation Project by the TNEB.

## ix) ADDITIONAL INFORMATION AS REQUIERD UNDER SCHEDULE-III OF THE COMPANY ACT 2013

	Net Assets (Total Assets Less: Total Liabilities)		Shares in Profit (or) Loss	
	As % of Consolidated Net Assets / Liabilities	Amount (Rs.)	As % of Consolidated Profit / Loss	Amount (Rs.)
Subsidiary Company				
Perambalur Sugar Mills Ltd, Perambalur	53.50%	(1209346080)	22.77	(106016582)
Minority Interest	6.48%	(146490020)	5.0153%	(5317020)

viii) Previous year figures have been suitably regrouped wherever necessary to confirm to this year's classification.

**Thiru S. Ulaganathan**  
Chief Accountant

**Thiru C. Arumugam**  
Company Secretary i/c  
Chief Accounts Officer

**Thiru A. Ravichandran**  
Director

**Thiru T.Anbalagan, I.A.S**  
Managing Director

Place : Chennai  
Date : 02 / 09 / 2024

As per our report of even date  
for **E. Radhakrishnan & Co.,**  
Chartered Accountants  
CA. E. Radhakrishnan

Partner  
Membership No.022230  
UDIN No. 24022230BKDKGD4189

**INDEPENDENT AUDITORS' REPORT****TO THE MEMBERS OF TAMILNADU SUGAR CORPORATION LIMITED****Report on the Audit of the Consolidated Financial Statements****Qualified Opinion**

We have audited the accompanying consolidated financial statements of TAMILNADU SUGAR CORPORATION LIMITED ("the Company"), and its subsidiary (Holding Company and its subsidiary together referred to as "the Group/ Company"), which comprise the Balance Sheet as at March 31, 2024, the consolidated statement of Profit and Loss and the consolidated statement of Cash Flows for the year then ended and consolidated notes to the financial statements, including a summary of significant accounting policies and other explanatory information (here in after 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 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, of consolidated losses and its consolidated cash flows for the year ended on that date.

**Basis for Qualified Opinion****Attention is drawn to:**

1. Note in Consolidated financial statements with regard to the status of Madura Sugars Unit at Madurai and Machinery Workshop Unit at Maraimalai Nagar, whose operations stopped long back. The asset and liabilities are carried at book value and the unit's accounts are prepared on going concern basis. In the absence of adequate information, the disclosure requirements and impact on the financials, if any, are not determinable.
2. The Company's consolidated networth has eroded, showing a negative balance of Rs.22603.50 lakhs, with on going cash losses primarily financed by State Government advances. The financial statements have been prepared on a going concern basis, yet no formal revival plan has been documented. Due to insufficient information, we are unable to ascertain the impact on the financial statements from this uncertainty.
3. The subsidiary company Perambalur Sugar Mills Limited has allotted 17,11,04,408 numbers of 13.30% of redeemable (within 20 years) Non- Cumulative preference shares of Rs.10/- each of to TamilNadu Sugar Corporation Ltd. (issued on conversion of Ways & Means advance sanctioned by the TamilNadu Government, amounting to Rs. 1,71,10,44,080/- however, the same is yet to be accounted in the books of accounts of the Holding Company.
4. The confirmation of balances for Loans & Advances, Trade receivables, Trade payable, and Other current assets are not obtained. In the absence of such comprehensive confirmation, the impact if any, on the carrying value of those items and the consequential impact on the loss of the Company for the year under consideration is not determinable.

We conducted our audit in accordance with the Standards on Auditing (SAs) 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 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 Companies Act, 2013 and the Rules there under, 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.

## 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 financial statements as a whole, and in forming our opinion thereon, and we do not provide separate opinion on these matters.

In our opinion and based on the information and explanation given to us, there are no other key audit matters to be communicated in our report, other than those more fully described in the Basis for Qualified Opinion section above.

## Emphasis of Matter

Without qualifying our report, we draw attention to note to the Consolidated financial statements relating to (1) the fact that there is several law suits filed against the company and also there are pending cases filed against the employees & cane growers on fraud during the previous period. The outcome of these pending litigations depends upon the judgements to be pronounced by the various courts/appellate authorities and is presently uncertain and (2) pending finalization of the project cost for the Co-gen Project and share of cost commitment is not yet finalized and (3) interest payable, if any, on the dues to the MSME outstanding settlements. Considering these uncertainties, no adjustment have been considered in the financial statements and our report is not modified in respect of these matters.

## Information Other than the Financial Statements and Auditor's Report There on

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report including Annexures to the Board report and Shareholder's Information but does not include the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit 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.

## Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Holding 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 consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, and consolidated cashflows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act.

The respective Board 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 safe guarding of 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 consolidated financial statements by the directors of the Holding Company, that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group 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 the 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 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 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 control 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 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 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 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 and appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associates and jointly controlled entities 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, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audit 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 statements of which we are 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 charge with governance, we determine those matters 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.

### Other Matters

We did not audit the financial statements/financial information of a subsidiary, whose financial statements/financial information reflect total assets of Rs.1,63,60,41,205 as at 31<sup>st</sup> March 2024, total income of Rs. 1,47,09,85,020 and net cashflows amounting to Rs.(19,72,920) for the year ended on that date, as considered in the consolidated financial statements. These financial statements/financial information have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosure included in respect of this subsidiary, and our report in terms of sub-section (3) and (11) of section 143 of the Act, in so far as it relates to the aforesaid subsidiary, is based solely on the reports of the other auditors.

### Report on Other Legal and Regulatory Requirements

1. 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 purposes of our audit of the aforesaid consolidated 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 by the Company so far as it appears from our examination of those books except for the matters stated in paragraph (2)(iv) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended).
  - c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated financial statements.
  - d. Except for the possible effects of the matter described in Basis for Qualified Opinion paragraph, in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended.
  - e. With regard to the director's disqualification, based on the information and explanations given to us and based on our examination of the records of the Company, the provisions of section 164(2) of the Companies Act shall not apply as per MCA Notification dt.05-06-2015.
  - f. With respect to the maintenance of accounts and other matters connected therewith, reference is made to our remarks in paragraph (b) above on reporting under Section 143(3)(b) of the Act and paragraph (2)(iv) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended).

- 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, based on the information and explanations given to us and based on our examination of the records of the Company, the provisions of section 197 relating to the remuneration to directors shall not apply as per MCA Notification dt.05-06-2015.
- h. 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 "AnnexureA". Our report expresses a modified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
2. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The consolidated financial statements disclosed the details of pending litigations which would impact its financial position in the notes on accounts;
- ii. The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Group.
- iv. Based on our examination, which included test checks, the Company has not used accounting software(s) for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility.
3. In our opinion and according to information and explanation given to us the qualifications or adverse remarks by the respective audit or of the subsidiary on the matters specified in the paragraph 3 and 4 of Companies (Auditor's Report) Order 2020 issued by Central Government of India in the terms of sub section (11) of section 143 of Companies Act 2013 to the extent applicable ("the order") are provided in the format below as per requirement of clauses 3 (xxi) of the order.

S. No	Name	CIN	Nature of Company	Clause number of CARO Report which is qualified or adverse
1.	Perambalur Sugar Mills Ltd	U15520TN1976S GC007172	Subsidiary Company	3(i)(a)(A), 3(i)(b), 3(ii)(a), 3(vi), 3(vii)(b), 3(ix)(a), 3(xiv)(a), 3(xvii)

**For E. RADHAKRISHNAN & Co.,**  
Chartered Accountants  
(FRN: 003305S)

**CA.E.RADHAKRISHNAN**  
Partner (M.No:022230)  
UDIN:24022230BKDKGD4189

Place: Chennai  
Date: 02.09.2024

**“ANNEXURE A” TO INDEPENDENT AUDITORS’ REPORT  
ON CONSOLIDATED FINANCIAL STATEMENTS**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 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, 2024, we have audited the internal financial controls over financial reporting of TAMILNADU SUGAR CORPORATION LIMITED (“the Holding Company / the Group / the Company”) and its subsidiary company, which are companies incorporated in India, as of that date.

**Management’s Responsibility for Internal Financial Controls**

The respective Board of Directors of the Holding Company, its subsidiary company, 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 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, including adherence to company’s policies, the safe guarding 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.

**Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting 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”) and the Standard on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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.

### **Basis of qualified opinion**

We observed significant deficiencies in the internal financial controls relating to review and providing for (a) impairment losses on closed units of the Company; (b) review of investments and advances given to the subsidiaries whose net worth is fully erodes; (c) periodical review and accounting for the effects of pending litigations and undisputed tax dues; (d) obtaining confirmation of balances for trade receivables, loans and advances, trade payable and other current assets and the related reconciliation with the books of account; (e) Pending updating of Fixed Asset Register and physical verification of fixed assets not conducted during the year for a Unit; (f) periodical review of physical verification of inventory not being conducted; and (g) the functions of internal audit system to be strengthened to commensurate with size and nature of the business.

### **Qualified Opinion**

In our opinion, the Company has to further strengthen in all material respects, the internal financial controls system over financial reporting to make such internal financial controls over financial reporting were operate effectively as at March 31, 2024, 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".

### **Other Matters**

Our aforesaid reports under section 143 (3) (i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to a subsidiary company, which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India.

**For E. RADHAKRISHNAN&Co.,**  
Chartered Accountants  
(FRN: 003305S)

**CA.E.RADHAKRISHNAN**  
Partner (M.No:022230)  
UDIN:24022230BKDKGD4189

Place: Chennai  
Date:02.09.2024

K.P. ANANDH, IA & AS

ACCOUNTANT GENERAL (Audit-II)  
Tamil Nadu & Puducherry,  
"Lekha Pariksha Bhavan",  
361, Anna Salai, Chennai – 600 018.

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6) (b) READ WITH SECTION 129 (4) OF THE COMPANIES ACT, 2013 ON THE CONSOLIDATED FINANCIAL STATEMENTS OF TAMILNADU SUGAR CORPORATION LIMITED FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2024.**

The preparation of Consolidated financial statements of Tamil Nadu Sugar Corporation Limited Chennai for the year ended 31 March 2024 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the Company. The Statutory Auditor appointed by the Comptroller and Auditor General of India under Section 139(5) read with section 129 (4) of the Act are responsible for expressing opinion on the financial statements under section 143 read with section 129(4) of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 02.09.2024.

I, on behalf of the Comptroller and Auditor General of India have conducted a supplementary audit of the consolidated financial statements of Tamil Nadu Sugar Corporation Limited Chennai for the year ended 31 March 2024 under section 143 (6)(a) read with section 129(4) of the Act. conducted a supplementary audit of the financial statements of Tamil Nadu Sugar Corporation Limited and Perambalur Sugar Mills Limited. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors 'report under section 143(6)(b) of the Act.

Place: Chennai  
Date : 04.11.2024

For and on the behalf of the  
Comptroller & Auditor General of India  
sd/-  
Accountant General

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