



Empee Sugars and Chemicals Limited

Administrative Office : "Empee Tower" 59, Harris Road, Pudupet, Chennai - 600 002.

Tel : 91-44-28531111 Fax : 91-44-28555163 Web : www.empeegroup.co.in

CIN: L24110AP1988PLC009291

13.02.2017

Bombay Stock Exchange Limited

P. J. Towers
Dalal Street,
Mumbai 400 001.

Dear Sirs,

Sub: Outcome of the Board meeting - Unaudited Financial Results for the quarter ended 31.12.2016.

The Board of Directors at their meeting held on 13.02.2017 have approved the Un-audited Financial Results for the quarter ended 31st December 2016.

The copy of the above results along with Limited Review Report are enclosed.

The Meeting started at 5.30 p.m. and concluded at 6.30 p.m. today. We request you to place the above information on your web-site.

Thanking you

Yours faithfully
For Empee Sugars and Chemicals Ltd

M.P.Purushothaman
Chairman & Managing Director

Encl:a/a



VENKATESH & CO
Chartered Accountants

**INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS OF
EMPEE SUGARS AND CHEMICALS LIMITED**

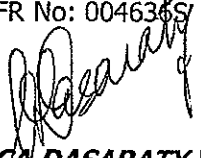
"We have reviewed the accompanying statement of Unaudited Standalone Financial results of **Empee Sugars and Chemicals Limited** for the Quarter and period ended 31st December, 2016. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.

We conducted our review in accordance with the standard on Review Engagements (SRE) 2410, 'Review of Financial Information Performed by the Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than audit. We have not performed an audit and accordingly we do not express an audit opinion.

The company has made a reference to BIFR as the net worth is eroded for submission of the rehabilitation scheme.

Based on our review conducted as above, nothing has come to our notice that causes us to believe that the accompanying statement, prepared in accordance with Accounting Standards and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure requirements) Regulations 2015, including the manner in which it has to be disclosed, or that it contains any material misstatement.

For **Venkatesh & Co**
Chartered Accountants
FR No: 004636S


CA. DASARATY V
M No. 026336
Partner



Place: Chennai
Date : 13/02/2017

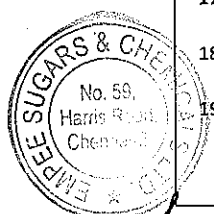
EMPEE SUGARS AND CHEMICALS LIMITED

CIN: L24110AP1988PLC009291

Regd. Office : Ayyapareddipalem, Naidupet Mandal, Nellore District, Andhra Pradesh.

Statement of Un-Audited Financial Results for the Quarter ended 31st December 2016.

PART I							Rs. in lakhs
S.No.	Particulars	Quarter ended			Nine months ended		Year ended
		31.12.2016 (Unaudited)	30.09.2016 (Unaudited)	31.12.2015 (Unaudited)	31.12.2016 (Unaudited)	31.12.2015 (Unaudited)	31.3.2016 (Audited)
1	Income from operations						
	Net sales/ income from operations (Net of Excise duty)	3,259.87	2,360.40	379.36	6,330.23	1,491.80	5,044.87
	Other operating income	-	-	-	-	-	-
	Total income from operations (net)	3,259.87	2,360.40	379.36	6,330.23	1,491.80	5,044.87
2	Expenses						
	(a) Cost of materials consumed	3,189.21	2,057.72	560.55	5,719.47	1,068.60	5,764.53
	(b) Purchases of stock-in-trade	-	-	-	-	-	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(132.67)	11.30	(73.30)	10.35	454.09	368.98
	(d) Employee benefits expense	133.66	143.09	102.38	362.54	368.89	597.35
	(e) Depreciation and amortisation expense	608.76	608.77	608.76	1,826.30	1,826.30	2,473.58
	(f) Provision for Bad Debts	-	-	-	-	-	-
	(g) Other expenses	122.29	81.62	84.92	300.54	289.33	1,143.34
	Total expenses	3,921.25	2,902.50	1,283.31	8,219.20	4,007.21	10,347.78
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(661.38)	(542.10)	(903.95)	(1,888.97)	(2,515.41)	(5,302.91)
4	Other income	0.20	1.11	33.20	37.45	42.93	250.51
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	(661.18)	(540.99)	(870.75)	(1,851.52)	(2,472.48)	(5,052.40)
6	Finance costs	0.32	0.17	1,955.97	37.97	5,687.82	5,687.45
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 + 6)	(661.50)	(541.16)	(2,826.72)	(1,889.49)	(8,160.30)	(10,739.85)
8	Exceptional items	-	-	-	-	-	-
9	Profit / (Loss) from ordinary activities before tax (7 + 8)	-661.50	-541.16	-2,826.72	-1,889.49	-8,160.30	-10,739.85
10	Tax expense	-	-	-	-	-	-
11	Net Profit / (Loss) from ordinary activities after tax (9 + 10)	-661.50	-541.16	-2,826.72	-1,889.49	-8,160.30	-10,739.85
12	Extraordinary items	-	-	-	-	-	-
13	Net Profit / (Loss) for the period (11 + 12)	(661.50)	(541.16)	(2,826.72)	(1,889.49)	(8,160.30)	(10,739.85)
14	Share of Profit / (loss) of associates (applicable for cons.results)	-	-	-	-	-	-
15	Minority Interest (applicable for consolidated results)	-	-	-	-	-	-
16	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13 + 14 + 15)	(661.50)	(541.16)	(2,826.72)	(1,889.49)	(8,160.30)	(10,739.85)
17	Paid-up equity share capital (Face Value of the Share shall be indicated)	4,197.29	4,197.29	4,197.29	4,197.29	4,197.29	4,197.29
18	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	(45,380.93)
19	Earnings per share (EPS)						
	a) Basic and Diluted before extraordinary items	(1.58)	(1.29)	(6.73)	(4.50)	(19.44)	(25.59)
	b) Basic and Diluted after extraordinary items	(1.58)	(1.29)	(6.73)	(4.50)	(19.44)	(25.59)



EMPEE SUGARS AND CHEMICALS LIMITED

CIN: L24110AP1988PLC009291

Regd. Office : Ayyapareddipalem, Naidupet Mandal, Nellore District, Andhra Pradesh.

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PART II		Particulars	Quarter ended			Nine months ended		Year ended
			31.12.2016 (Unaudited)	30.09.2016 (Unaudited)	31.12.2015 (Unaudited)	31.12.2016 (Unaudited)	31.12.2015 (Unaudited)	31.3.2016 (Audited)
A	PARTICULARS OF SHAREHOLDING							
1	Public shareholding							
	- Number of shares	12,786,636	12,771,636	12,771,636	12,786,636	12,771,636	12,771,636	
	- Percentage of shareholding	30.46	30.43	30.43	30.46	30.43	30.43	
2	Promoters and Promoter Group Shareholding							
	a) Pledged / Encumbered							
	- Number of shares	21,110,607	21,110,607	21,110,607	21,110,607	21,110,607	21,110,607	
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	72.33	72.29	72.29	72.33	72.29	72.29	
	- Percentage of shares (as a % of the total share capital of the company)	50.30	50.30	50.30	50.30	50.30	50.30	
	b) Non - encumbered							
	- Number of shares	8,075,657	8,090,657	8,090,657	8,075,657	8,090,657	8,090,657	
	- Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)	27.67	27.71	27.71	27.67	27.71	27.71	
	- Percentage of shares (as a % of the total share capital of the company)	19.24	19.28	19.28	19.24	19.28	19.28	

Segment wise Revenue, Results and Capital Employed along with the quarterly results

(Rs in Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	31.12.2016 (Unaudited)	30.09.2016 (Unaudited)	31.12.2015 (Unaudited)	31.12.2016 (Unaudited)	31.12.2015 (Unaudited)	31.3.2016 (Audited)
1. Segment Revenue						
(net sale/income from each segment should be disclosed under this head)						
(a) Segment - Sugar	1,613.38	531.11	37.47	2,180.66	314.48	3,206.93
(b) Segment - IAP	33.79	1,371.72	340.70	2078.87	1176.13	1,836.08
(c) Segment - Power	1,612.70	-	1.19	1613.13	1.19	1.86
(d) Unallocated	-	457.57	-	457.57	-	-
Total	3,259.87	2,360.40	379.36	6,330.23	1,491.80	5,044.87
Less: Inter Segment Revenue						
Net sales/Income From Operations	3,259.87	2,360.40	379.36	6,330.23	1,491.80	5,044.87
2. Segment Results (Profit)(+)/ Loss (-) before tax and interest from Each segment)						
(a) Segment - Sugar	(398.81)	(470.15)	(628.84)	-1,220.45	(1,291.46)	(2,680.31)
(b) Segment - IAP	(35.02)	211.00	99.55	273.22	59.17	72.18
(c) Segment - Power	(227.34)	(281.84)	(341.86)	-904.28	(1,240.19)	(1,535.78)
(d) Unallocated	-	-	-	-	-	(908.49)
Total	-661.18	(540.99)	(870.75)	(1,851.52)	(2,472.48)	(5,052.40)
Less: (i) Interest	0.32	0.17	1,955.96	37.97	5,687.81	5,687.45
(ii) Other Un-allocable Expenditure net off						
(iii) Un-allocable income						
Total Profit Before Tax	-661.50	(541.16)	(2,826.71)	(1,889.49)	(8,160.29)	(10,739.85)
3. Capital Employed						
(Segment assets - Segment Liabilities)						
(a) Segment - Sugar	6694.31	7098.34	9,219.78	6694.31	9,219.78	7,938.40
(b) Segment - IAP	885.36	499.21	414.50	885.36	414.50	433.75
(c) Segment - Power	-4208.25	(2,766.89)	(2,217.56)	-4208.25	(2,217.56)	(2,547.63)
(d) Unallocated	6251.01	5453.29	6,629.88	6251.01	6,629.88	5,799.89
Total	9,622.43	10,283.95	14,046.60	9,622.43	14,046.60	11,624.41



[Handwritten Signature]

EMPEE SUGARS AND CHEMICALS LTD

Notes:

1. The above audited financial results for the quarter ended 31.12.2016 have been reviewed by the Audit Committee and approved by the Board at its meetings held on 13.02.2017.
2. The company is engaged in sugar, IAP and Power segments and segmental accounts are given in the financial results.
3. As reported the Company was registered under the provisions of Sick Industrial Companies (Special Provisions) Act, vide case no:69/2011 and consequent upon abolition of BIFR in December 2016, the Company is in process of filing an application under Insolvency and Bankruptcy Code 2016.
4. Due to non availability of sugar cane in and around Ambasamudram, Tamilnadu, sugar production was discontinued. The 50 MW power co- gen plant in this location has stopped generation of power since 1.12.2014 to 30.6.2016 due to a) Non availability of bagasse from the sugar factory and b) Further coal as an alternate fuel to generate power could not be purchased due to financial crisis. However during the quarter ended 30.09.2016 the Power plant had commenced generation of power by way of availing credit facilities for purchase of coal. Upon PNB filing DRT application, DRT Chennai prohibited the Company to generate power by its interim orders by way of attaching the properties situated at Sugar Mill, Ambasamudram. The Company has taken all steps to legally fight the issues before DRT-II, Hon'ble High Court of Madras, Supreme Court and as the Orders of Hon'ble High Court of Madras and Supreme Court could not be implemented due to BIFR status of the Company, and on an application preferred by the Company to operate the power plant at Ambasamudram, before DRT-II, Chennai, DRT in its hearing dated 13 01 2017 has reserved its orders.
6. The Company has received SARFAESI notices u/s.13(4) of the SARFAESI Act from Indian Bank, Union Bank of India, Punjab National Bank, Indian Overseas Bank, Oriental Bank of Commerce, Bank of India and Andhra Bank to take symbolic possession of the Sugar unit Assets located at Ambasamudaram. The Company has filed an appeal before DRT, Madurai and the same is pending. However excepting BOI, PNB, IOB the other Banks have assigned their borrowings aggregating to 58% of total outstanding dues in respect of all the above Banks to M/s.Edelweiss Assets Construction Co.Ltd,(EARC) Mumbai. It is reported that IB and UBI have assigned their debts pertaining to Naidupet and Ambasamudaram.
7. Due to sickness of the Company, since some Banks as mentioned above, have gone in for ARC mechanism, interest on borrowings from Banks have not been provided for.
8. Previous period(s) figures have been regrouped wherever necessary.

For Empee Sugars and Chemicals Ltd



M.P. Purushothaman
Chairman & Managing Director

Place: Chennai
Date : 13.2.2017

