

# FROM GOOD TO GREAT!

K.M. Sugar Mills Limited

50th Annual Report 2022-23



SUGAR  
SUGAR

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### Forward looking statement

Statement in this report that describe the company's laws and regulations. The Company cautions that such objectives, projections, estimates, expectations or statements involve risk and uncertainty and that actual predications of the future may be 'forward looking results could differ materially from those expressed and statements' within the meaning of applicable securities implied.

KM Sugar Mills is not just good news for its shareholders. Keeping in view the Company's performance in 2022-23, it is GREAT news for all its stakeholders.

**For all the right reasons, the Company has slowly emerged from Good to Great!**





## VISION

Ensure raw materials security and better living conditions for cane growers and develop sugar, renewable energy and by-product businesses for sustainable growth and harmonized living between communities, society and nation with responsibility for all stakeholders.



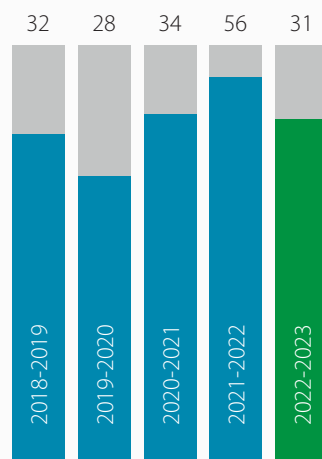
## MISSION

- Excellence in management and quality control of sugarcane production, sugar product and all by product with maximum efficiency.
- Encourage the sugarcane farmers in the area to have high productivity and good quality yields with the principle, care and responsible guidance for the farmers.
- Develop our administration and management systems continuously for the sustainability of profits of the sugarcane farmer and our businesses.
- Enhance innovation and research to increase organization and cane growers' efficiency and competitiveness.

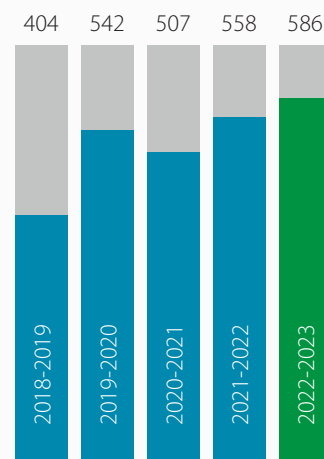


## HIGHLIGHTS

**PBT**  
(in Cr.)



**TURNOVER**  
(in Cr.)





## OUR VISITING CARD

### Chairman

Mr. L. K. Jhunjhunwala joined as Managing Director in 1971 and was driven by the objective to create one of the most reputed sugar companies in India. As a result, K M Sugar Mills Ltd has emerged as one of the most sustainable multi-product sugar companies in India, manufacturing sugar, ethanol and co-generated power.

## Products

The Company is manufacturing sugar, ethanol (and related products) and power.

## Plants

The Company's manufacturing units are located in District Ayodhya, Uttar Pradesh.

### Sugar division

The Sugar Division of the company has a crushing capacity of 9500 Tonnes per day and produces white crystal sugar and raw sugar for domestic consumption and export purpose.

### Distillery division

The Distillery division of the company has a capacity of 50 KLPD and manufactures the following:

- Rectified spirit
- Ethanol
- Other Related Products

The distillery division of our Company was set up in the year 1995 to manufacture Rectified Spirit (45 KLPD) and Extra Neutral Alcohol (20 KLPD). In the year 2003 the division started production of Ethanol (30KLPD) and in 2004 the Extra Neutral Alcohol plant was modified to produce Ethanol, thereby increasing the total Ethanol production capacity to 45 KLPD which increased to 50 KLPD in 2020.

### Power division

The company has its own baggase based co-gen Power plant with the capacity of 25 MW in Motinagar, Ayodhya, Uttar Pradesh. The company supplies the power to Uttar Pradesh Power Corporation Limited (UPPCL).

## Presence

The Company is listed on the National Stock Exchange and Bombay Stock Exchange. As on 31st March 2023 our company enjoys Market Capitalisation in BSE is 1533 and in NSE is 1375.







## CORPORATE SOCIAL RESPONSIBILITY

Corporate social responsibility (CSR) refers to a company's strategic actions in carrying out its business activities in an ethical and social sphere. The core concept of CSR is related to empowering stakeholders and taking advantage of available resources in business activities. The scope of CSR activities is diverse, ranging from cooperation, maintaining good relationships with employees and other stakeholders, and even activities in protecting the environment. The classical view of CSR only focused on charitable activities or solving social problems. Nowadays, this paradigm has shifted as the business responsibility to solve environmental and social problems. The CSR scheme proposed by K M Sugar Mills Ltd indicates that the elements of volunteering and charity in CSR activities are just a small portion of a series of organizational goals. The concentric circles of CSR state that CSR is an organizational obligation to create a better life. CSR is an important marketing tool that is largely considered able to promote the company's competitive advantage, reputation, and performance in both private and government-owned companies. CSR activity is perceived as being able to generate an organization's good reputation among stakeholders in the long term. CSR activities of private sector hospitals encourages public trust in the use of private services rather than government agencies, such as public hospitals. This leads to the phenomenon where private healthcare services have a higher demand than that of government-owned hospitals.

## OUR MANAGEMENT



**Mr. L.K. JHUNJHUNWALA**

**Chairman**

He has been associated with the Company since inception as a promoter and has been actively managing the affairs of the Company. He has been associated with various industry associations, particularly in the sugar industry. He is the former President of the U.P. Sugar Mills Association and East U.P. Sugar Mill Association and the Past President of Associate Chamber of Commerce & Industry, U.P.



**Mr. ADITYA JHUNJHUNWALA**

**Managing Director**

He is responsible for the overall operations of the Company. He is actively associated with industry organizations and he is currently President of India Sugar Mills Association. He was the Past Chairman of the Eastern Zone (northern region) of Confederation of Indian Industries (CII) and also the ex- President of the Indian Small Hydro Power Association.



**Mr. SANJAY JHUNJHUNWALA**

**Joint Managing Director**

Mr. Sanjay Jhunjhunwala is responsible for the overall operations of the Company. He is a Commerce graduate and has also completed his MBA from the University of Wales, Cardiff, UK. He has 16 years of experience in the sugar industry and has implemented modern management techniques, which have proved immensely beneficial to the Company. He is presently also actively engaged in the Finance and taxation of the company. He is, additionally, the Regional Director of the Entrepreneur Organisation of South Asia.



**Mr. SUBHASH CHANDRA AGGARWAL**

**Executive Director**

Mr. Subhash Chandra Aggarwal is a Science Graduate and Sugar Technologist from the National Sugar Institute, Kanpur (NSI), a very renowned institute of Asia in the field of Sugar Technology. He started his career from production lines and has worked for many renowned organizations. Due to his meticulous working, keenness about latest Technology, Development and Leadership, he joined Piccadilly Agro Industries as General Manager in 1997. He is now the Executive Director, since 2001, at KM Sugar. He is the key person who implements management policies and decisions, setting targets for outputs and ensuring their achievement. He is also involved in the planning and coordination of various departments of the organization.