



Ponni Sugars (Erode) Limited

23rd
Annual Report
2018-19



Directors

N Gopala Ratnam (*Chairman*)
 Dr L M Ramakrishnan (*Vice Chairman*)
 N Ramanathan (*Managing Director*)
 Arun G Bijur
 Bimal K Poddar
 V Sridar
 Dr Nanditha Krishna
 K Bharathan
 N R Krishnan (*till close of 31.03.2019*)

Audit Committee

V Sridar (*Chairman*)
 Bimal K Poddar
 Dr L M Ramakrishnan
 K Bharathan
 N R Krishnan (*till close of 31.03.2019*)

Nomination and Remuneration Committee

V Sridar (*Chairman*)
 N Gopala Ratnam
 Dr L M Ramakrishnan
 N R Krishnan (*till close of 31.03.2019*)

Stakeholders Relationship Committee

N Gopala Ratnam (*Chairman*)
 Arun G Bijur
 N Ramanathan
 V Sridar (*from 01.04.2019*)

CSR Committee

N Gopala Ratnam (*Chairman*)
 N Ramanathan
 N R Krishnan (*till close of 31.03.2019*)
 Dr Nanditha Krishna (*from 01.04.2019*)

Chief Financial Officer

K Yokanathan

Banks

Canara Bank
 IDBI Bank Limited
 HDFC Bank Limited
 Bank of India

Auditors

M/s. S. Viswanathan LLP
 Chartered Accountants
 17, Bishop Wallers Avenue (West)
 Mylapore
 Chennai 600 004

Registered Office

"ESVIN HOUSE"
 13 Rajiv Gandhi Salai (OMR)
 Perungudi, Chennai 600 096
 Ph: (044) 39279300
 Email: admin@ponnisugars.com
 Web: www.ponnisugars.com

Email ID for Investor Grievance

investor@ponnisugars.com

Works

Odappalli, Cauvery R S (Post)
 Erode 638 007, Tamil Nadu
 Phone: (04288) 247351 to 358
 Email: gen@ponnisugars.com

Registrar & Transfer Agent

Cameo Corporate Services Ltd
 "Subramanian Building", 5th Floor
 No.1, Club House Road, Chennai 600 002
 Phone: (044) 28460390
 Email: investor@cameoindia.com

Main contents

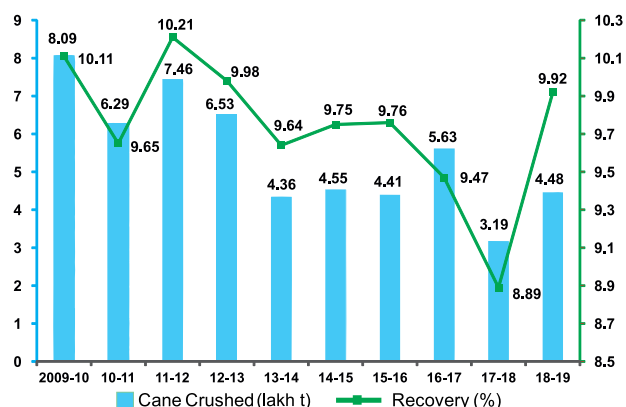
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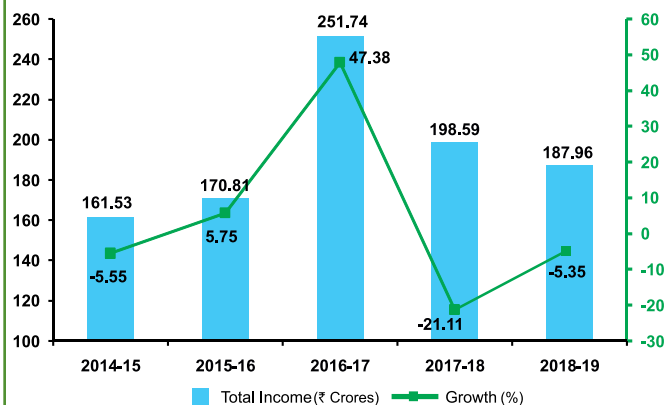


Performance Chart

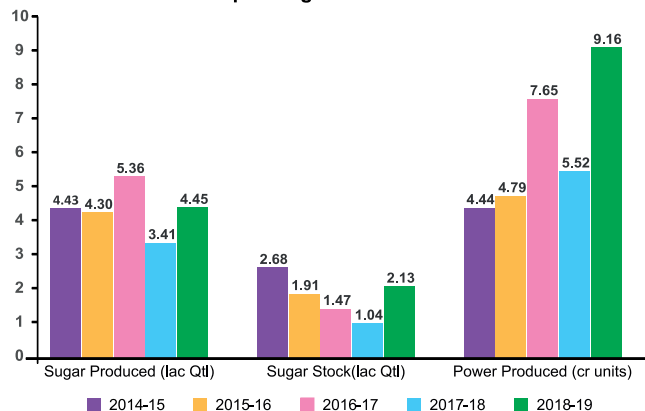
Cane and Recovery



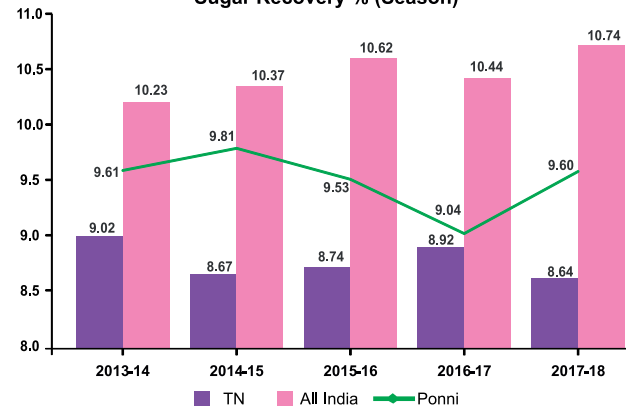
Total Income and Growth



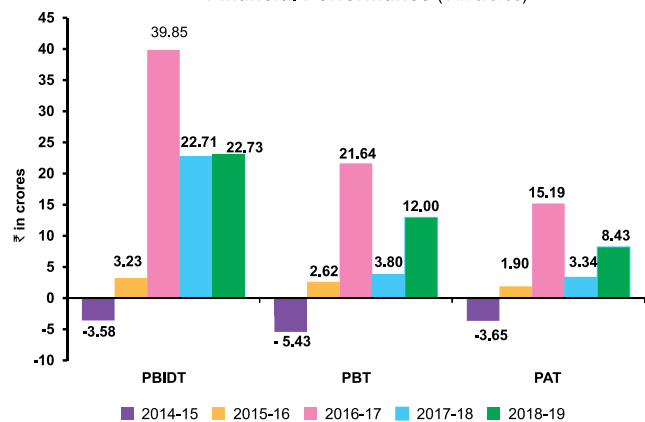
Operating Performance



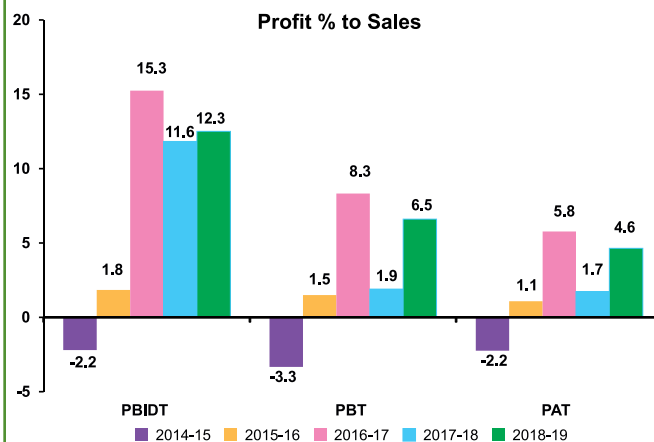
Sugar Recovery % (Season)

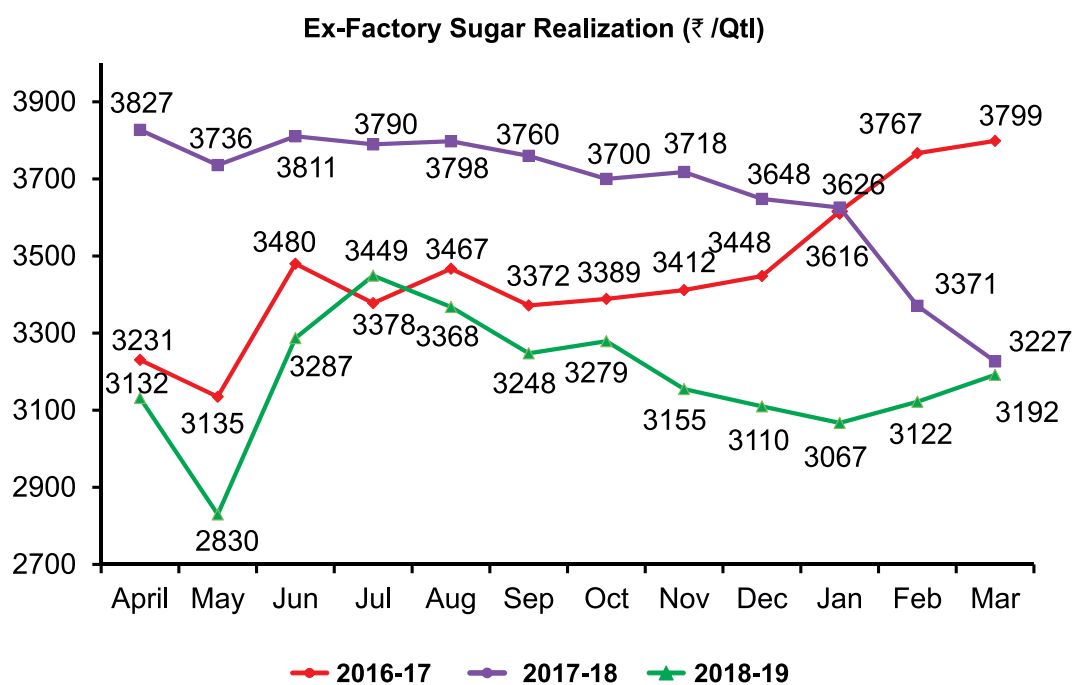
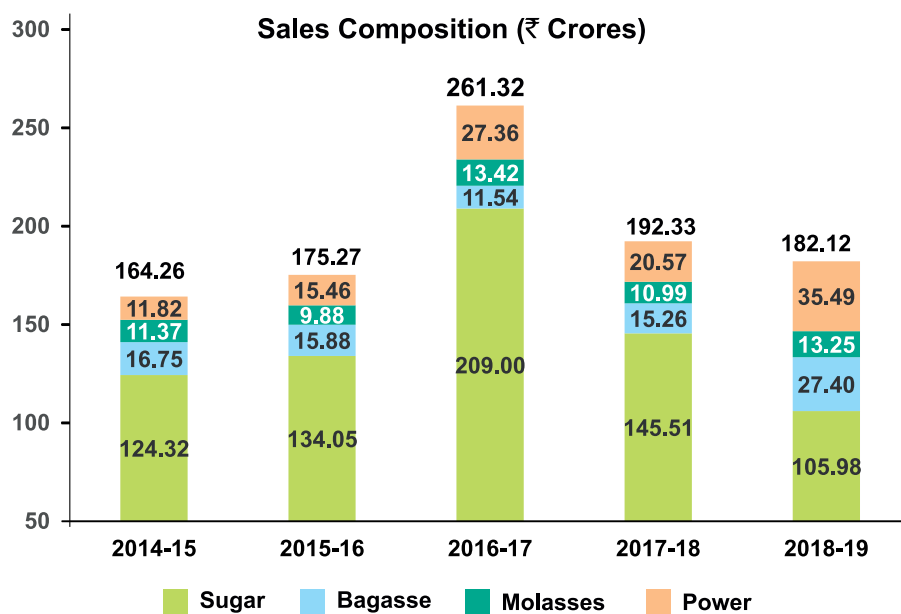


Financial Performance (₹ in crores)



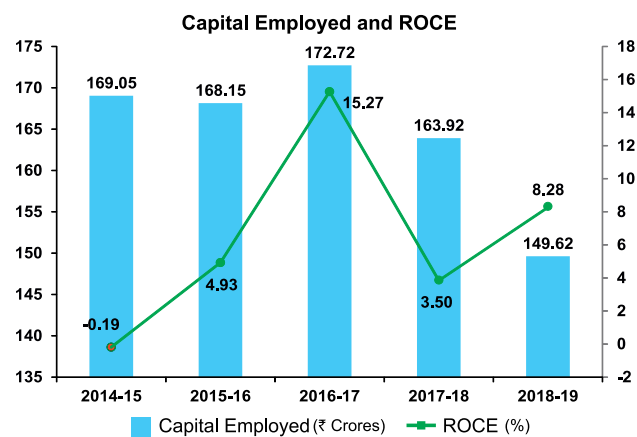
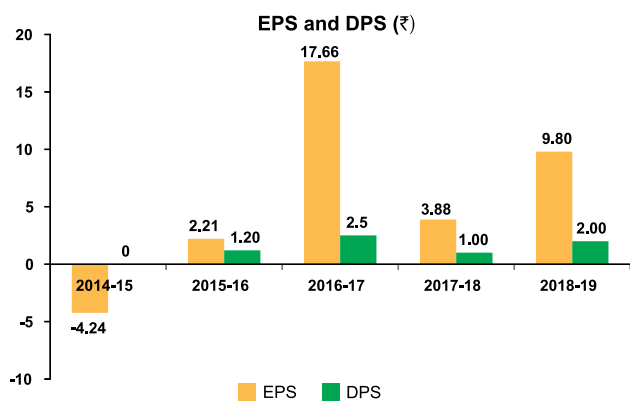
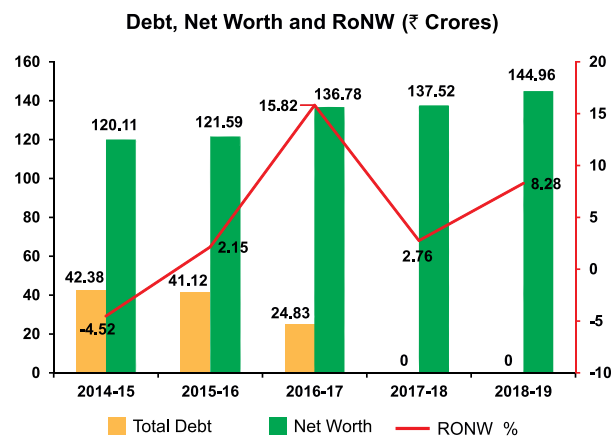
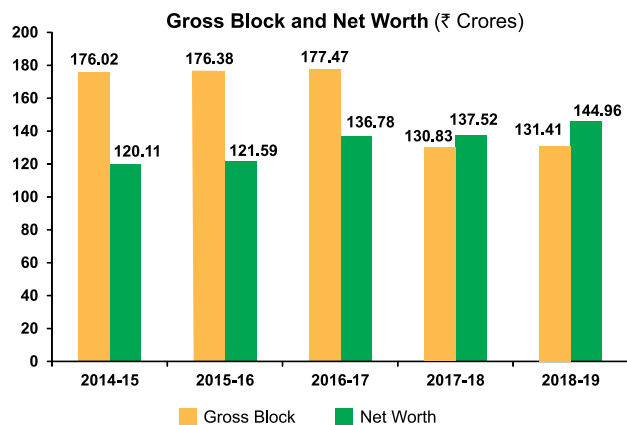
Profit % to Sales







Ponni Sugars (Erode) Limited



Financial Highlights – Ten Years at a Glance

₹ in Lakhs

For the year	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
Total Income	28591	27356	27002	21489	17103	16153	17081	25174	19859	18796
Total Expenditure	21154	25546	23730	18561	16429	16511	16758	21189	17588	16523
PBIDT	7437	1810	3272	2928	674	-358	323	3985	2271	2273
Interest	179	148	119	358	671	512	587	475	197	347
Depreciation	306	309	329	1161	825	566	564	570	568	593
Profit before exceptional items	6952	1353	2824	1409	-822	-1436	-828	2940	1506	1333
Exceptional Items	1411	-1411	212	193	-541	-893	-1090	776	1126	133
PBT	5541	2764	2612	1216	-281	-543	262	2164	380	1200
Tax	1856	903	833	-695	197	-178	72	645	46	357
PAT	3685	1861	1779	1911	-478	-365	190	1519	334	843
EPS (₹)	42.86	21.64	20.69	22.22	-5.56	-4.24	2.21	17.66	3.88	9.80
Cash EPS (₹)	56.40	14.54	24.18	27.64	0.03	1.81	9.61	31.80	10.49	18.55
Dividend %	40	20	25	15	6	--	12	25	10	20
As at year end										
Gross Block	7095	7564	15722	17278	17575	17602	17638	17747	13083	13141
Net Block	4703	4917	12834	13309	13339	12773	12261	11840	11952	11417
Loan Funds	3430	1645	5005	8208	8283	7791	7663	4905	725	3487
Net Worth	7964	9625	11154	12914	12376	12011	12159	13678	13752	14496
Book value per share (₹)	92.62	111.94	129.72	150.19	143.93	139.69	141.41	159.08	159.94	168.59
Share Price at NSE (in ₹)										
High	188.00	142.80	126.50	415.00	359.45	251.00	248.00	357.05	228.80	189.40
Low	25.05	82.00	71.15	108.00	87.10	100.50	110.90	172.70	141.00	102.30



PONNI SUGARS (ERODE) LIMITED

CIN : L15422TN1996PLC037200

ESVIN House, 13 Rajiv Gandhi Salai (OMR), Perungudi, Chennai 600 096
Phone : 044 3927 9300 Fax : 044 2496 0156 E Mail: admin@ponnisugars.com

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 23rd Annual General Meeting of the Company will be held at New Woodlands Hotel Pvt Ltd, 72-75 Dr Radhakrishnan Road, Mylapore, Chennai 600 004 on Tuesday, the 23rd July 2019 at 10.30 AM to transact the following business.

ORDINARY BUSINESS

1. Adoption of Financial Statements

To consider and, if thought fit, to pass the following resolution as an Ordinary Resolution:

"RESOLVED that the Financial Statements for the year ended 31st March 2019, the Auditors' Report thereon and the Board's report be and are hereby approved and adopted."

2. Dividend declaration

To consider and, if thought fit, to pass the following resolution as an Ordinary Resolution:

"RESOLVED that

- (i) a dividend of ₹ 2/- (Rupees Two only) per Equity Share for the Financial Year 2018-19 be and is hereby declared on the 8598418 Equity Shares of ₹ 10 each fully paid-up;
- (ii) the dividend be paid to the shareholders whose names appear in the Register of Members of the company in the case of physical holding and to the beneficial owners of shares recorded with the depositories in the case of demat holding as per details to be furnished by National Securities Depository Ltd/ Central Depository Services (India) Ltd for the purpose, as on Tuesday, the 23rd July 2019."

3. Reappointment of retiring Director

To consider and, if thought fit, to pass the following resolution as an Ordinary Resolution:

"RESOLVED that Mr Arun G Bijur (DIN: 00024434), who retires by rotation, be and is hereby reappointed as a Director of the Company, liable to retire by rotation."

SPECIAL BUSINESS

4. Remuneration to Cost Auditor

To consider and, if thought fit, to pass the following resolution as an Ordinary Resolution:

"RESOLVED that the Company do hereby confirm and ratify in terms of Section 148 and other applicable provisions of the Companies Act, 2013 and the Rules made thereunder the remuneration approved by the Board of Directors on the recommendations of the Audit Committee for M/s S Mahadevan & Co., Cost Accountants (Firm Regn.No.000007), for conducting the audit of cost records of the Company, for the financial year 2019-20 at ₹1,00,000 (Rupees one lakh only) plus GST and reimbursement of travel and out of pocket expenses incurred for purpose of such audit."

(By Order of the Board)

For **PONNI SUGARS (ERODE) LIMITED**

Chennai
24th May 2019

N Ramanathan
Managing Director

NOTES:**1. Proxy**

A Member entitled to attend and vote at the meeting is entitled to appoint one or more proxies to attend and vote on a poll instead of himself and such proxy need not be a Member of the company.

Deposit of proxy

Proxies in order to be effective, must be received at the registered office of the Company not later than 24 hours before the meeting.

2. Particulars of Directors

Particulars of Directors seeking re-appointment pursuant to Regulation 36 (3) of the Listing Regulations are given in Appendix-A that forms part of this Notice.

3. Book Closure

The Register of Members and the Share Transfer Register will remain closed from Wednesday, the 17th July 2019 to Tuesday, the 23rd July 2019 (both days inclusive).

4. Dividend

Dividend on Declaration will be paid by 31st July 2019.

Members are advised to refer to 'Shareholder information' section of the Corporate Governance Report (Page 43 of the Annual Report) for details on dividend entitlement and payment options.

5. Unpaid Dividend

Unpaid dividend for over 7 years will be transferred to the Investor Education and Protection Fund. Members may refer to Page 44 of the Annual Report and lodge their claim, if any, immediately.

Shares in respect of which dividend has not been paid or claimed for seven continuous years or more had been transferred to Investor Education and Protection Fund. Members may refer to Page 44 of the Annual Report for additional details.

6. E-Communication

Members are requested to opt for electronic mode of communication and support the Green initiatives of Government.

7. Member identification

Members are requested to bring the attendance slips duly filled and copy of the Annual Report to the meeting.

8. Voting facilities**a) Remote e-Voting**

Pursuant to Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management & Administration) Rules 2014, as amended, the company provides facility for its members to exercise their voting right by electronic means and the business set out in the Notice may be transacted through such voting.

b) Voting at AGM

The company also offers the facility for voting through polling paper at the meeting.

c) Voting option

Please note that a shareholder can vote under only any one of the two options mentioned above.

d) Voting instructions

Process and manner of voting containing detailed instructions is given in Appendix-B that forms part of this Notice.

9. Gifts

No gifts, gift coupons or cash in lieu of gifts shall be distributed to Members at or in connection with the Annual General Meeting in terms of Clause 14 of Secretarial Standard (SS-2) pertaining to distribution of Gifts at Annual General Meeting.

10. Route Map

Route Map showing the location of and directions to reach the venue of the 23rd AGM is attached pursuant to Secretarial Standard 2 on General Meetings.



STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013 FORMING PART OF THE NOTICE

Item No.4

Remuneration to Cost Auditor

The Company is engaged in two business segments namely Sugar and Cogen. It maintains cost accounting records and get them audited under the provisions of the Companies Act, 2013.

While the remuneration for the audit of cost records is determined by the Board of Directors on the recommendations of Audit Committee, it will have to be ratified by the shareholders at the following General Meeting.

The Board of Directors have appointed M/s S Mahadevan & Co., Cost Accountants (Firm Registration No.000007) for the audit of cost records of the company for the financial year 2019-20 pertaining to both Sugar and Cogen segments and determined the remuneration at ₹ 1,00,000 (Rupees one lakh only) based on the recommendations of the Audit Committee.

It is now placed for the approval of shareholders in accordance with Section 148 (3) of the Companies Act, 2013 read with Rule 14 of the Companies (Audit and Auditors) Rules 2014.

Copies of relevant resolutions of the Audit Committee and Board are available for inspection of the members on any working day of the Company during business hours.

No Director or Key Managerial Personnel of the company or their relatives are concerned or interested financially or otherwise, in this business.

The Board recommends the Ordinary Resolution set out in Agenda 4 of the Notice for approval of the shareholders.

(By Order of the Board)
For **PONNI SUGARS (ERODE) LIMITED**

Chennai
24th May 2019

N Ramanathan
Managing Director