



INDIAN SUCROSE LIMITED

CIN : L15424PB1990PLC010903
Email Id : info.isl@yaducorporation.com | Website : www.muksug.com



Ref: ISL/CS/SEP/2021

20th September, 2021

Department of Corporate Services
BSE Limited
P.J. Towers, Dalal Street
Mumbai - 400001

BSE Scrip Code :500319

Dear Sir/Madam,

Subject: Intimation under Regulation 30 Para (b) of Schedule 3 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") – Capacity expansion/Modernization/ Set up new project (Brownfield/Greenfield Projects) at G.T. Road Village Chak Alla Baksh, Tehsil Mukerian, District Hoshiarpur, Punjab-144211

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable provisions, we inform you that the Board of Directors of the Company, at its meeting held today i.e. September 20, 2021, had approved the following:

- 1) **Brownfield Project:** Board Decided to get in to the expansion of existing Sugar Mill plant and Cogeneration of Power Plant. Details attached as Annexure-1.
- 2) **Greenfield Project:** Further Board decided to commence the project of Molasses based distillery for production of Ethanol and Cogeneration of power plant. Details attached as per annexure-2.

The information as required under Regulation 30 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") read with SEBI Circular No. CIR/CFD/CMD/4/2015 dated 9th September, 2015 is enclosed herewith as an annexure.

You are requested to take the above on record.

Thanking You,
Yours faithfully,

For Indian Sugrose Limited

Anamika Raju
(Company Secretary)

Encl.: as above



Works and Regd. Office: G.T. Road, Mukerian-144211, Distt Hoshiarpur (Punjab)
Rh.: +91-9115110651/52, Fax : +91-1883-244532
Ph.: +91-9115110505, Ph.: +91-9115110663

ANNEXURE-A

BROWNFIELD PROJECT

Sr. No	Project	Capacity Expansion	Expected Date of Commencement	Particulars	Investment Size/ Mode of Financing	Rationale
1.	Expansion of Existing Sugar Mill Plant at G.T. Road Village Chak Alla Baksh, Tehsil Mukerian, District Hoshiarpur, Punjab-144211	From existing 5000 TCD to 12000 TCD on the following phases 1 st Stage target – 5000 TCD to 9000 TCD 2 nd Stage Target – 9000 TCD to 12000 TCD	1) 1 st Stage Target – on or before November 15 th , 2021 (depends upon Govt. approval) 2) 2 nd Stage Target – on or after November 2024 (depends upon Govt. approval and availability of additional/surplus cane)	The Company has applied to Punjab Pollution Control Board, Government of Punjab for obtaining ‘Consent to Establish (CTE)’ for expansion of Sugar Mill from existing capacity of 5000 TCD to 9000 TCD, we expect to get the approval on or before 30 th September, 2021. Accordingly, after receiving the approval of CTE from PPCB, the company will apply to PPCB immediately for obtaining the approval of Consents to Operate (CTOs) for Water & Air.	1) 1 st Stage Target – Approx. 50 Cr./Self Financing/Internal Accruals 2) 2 nd Stage Target – Approx. 50 Cr. (It will fluctuate according to availability of finished materials) /Self-financing /Borrowing/ Internal Accruals	Expansion
2.	Cogeneration of Power Plant at G.T. Road Village Chak Alla Baksh, Tehsil Mukerian, District Hoshiarpur,	From Existing Co-Gen Power Plant from 19.5 MW to 40 MW.	Expected date of commencement is 31 st January 2022 (depends upon the approval of Govt. of Punjab)	The Company has applied to Punjab Pollution Control Board, Government of Punjab for obtaining ‘Consent to Establish (CTE)’ for expansion of Sugar Mill from existing Co-Generation Power Plant from 19.5 MW to 40.00 MW. We	Approx. 188 Cr./Self-financing/ Borrowing/ internal accruals.	Expansion



	Punjab-144211			expect to get the approval on or before 30 th September, 2021. Accordingly, after receiving the approval of CTE from PPCB, the company will apply to PPCB immediately for obtaining the approval of Consents to Operate (CTOs) for Water & Air.		
--	---------------	--	--	--	--	--

Thanking You,

Yours faithfully,

For Indian Sugarcane Limited



Kunal Yadav
(Managing Director)

ANNEXURE-B

GREENFIELD PROJECT

I am also happy to share that the plan to operationalize our Greenfield facility at G.T. Road Village Chak Alla Baksh, Tehsil Mukerian, District Hoshiarpur, Punjab-144211, as per below mentioned capacity.

"The outlook for the distillery with bio ethanol business appears positive. India Initiated the use of ethanol as an automotive fuel in the year 2003 with mandatory blending of 5% ethanol. In December 2020, the GOI proposed the adoption of E20 fuel for vehicular use by 2025 (5years earlier than earlier projection). E20 is blend of 20% ethanol with gasoline (petrol) and can be used as an alternative to the fuel currently available. In the last sugar year (2019-20), this ratio has reached 8.5% and next year it is projected to be 10%. As much as 4 billion liters of ethanol will be needed for achieving 10% mixing ratio. Additionally, it also wishes to facilitate the development of E20 compliant vehicles. The GOI believes that E20 blend will not only curb vehicle emission but help reduce the country's oil import bill. Further GOI also offers higher rate for the ethanol to sugar mills.

With the introduction of aggressive ethanol policy, the sugar sector is no more dependent only on sale of sugar. The procurement rates declared by GOI now promote direct production of ethanol to sugarcane. i.e. 100% diversion of sugarcane juice to ethanol. This has changed the dynamics of sugar sector. Further, in India, Ethanol is mainly manufactured from molasses which is bye product of the sugar Industry as compared to USA & Europe where it is mainly based on grains, especially corn.

The sugar Industry is presently in a critical situation due to cane price payable to the cane growers as per FRP & poor realization due to lowest sugar prices in severe economic threat to their very existence. Hence, it is necessary for the sugar factories to implement fuel ethanol projects, apart from bagasse based cogeneration power plants to add to income. The GOI has recently announced a favorable policy for these projects.

According to ISMA Statement the diversion of sugar to ethanol will not only reduce surplus sugar availability in the Country, but also reduce the carrying costs for the sugar mills and lower chances of selling of sugar below MSP (as supply of sugar reduced). It will also give better returns to the mills because ethanol prices fixed by the government are more remunerative than sugar currently, besides giving them better cash flows because of immediate sale of ethanol as compared to delays in the sale of sugar, which could be stuck in the godowns for more than 10 months, in some cases.



Sr. No	Project	Capacity	Expected Date of Commencement	Particulars	Investment Size/ Mode of Financing	Rationale
1.	Molasses Based Distillery for production of Ethanol and Co-gen. Power Plant.	120 KLD & 4 MW	On or after 31 st December, 2022 (Depends upon Govt. approval/Approval of Financial Institution for funding in project)	The Company has applied for getting the license for setting up of Molasses based Distillery for production of Ethanol and expected to be obtained on or before April, 2022. The company has applied to PPCB for getting the approval of Consent to Establish (CTE). Accordingly, after receiving the approval of CTE from PPCB, the company will apply to PPCB immediately for obtaining the approval of Consents to Operate (CTOs) for Water & Air.	1) Approx. 192 Cr./Self-financing / Borrowing/ Internal Accruals	Better Outlook of the Ethanol Sector.

Thanking You,
Yours faithfully,
For Indian Sucrose Limited



Kunal Yadav
(Managing Director)