

Shekhawati Poly-Yarn Limited

CIN: L17120DN1990PLC000440

Regd. Off: Plot No. 185/1, Naroli Village, Near Kanadi Phatak, Silvassa, Dadra and Nagar Haveli - 396 235.

Tel. No.: 0260-2650666, Email: ho@shekhawatiyam.com, Website: www.shekhawatiyam.com

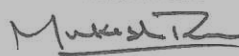
Statement of Unaudited Financial Results for the Quarter and half year ended September 30, 2019

| Particulars  | Quarter ended   |                 |                 | Half Year Ended |                 | Year ended         |
|--|-----------------|-----------------|-----------------|-----------------|-----------------|--------------------|
|  | 30.09.2019      | 30.06.2019      | 30.09.2018      | 30.09.2019      | 30.09.2018      | 31.03.2019         |
|  | (Unaudited)     | (Unaudited)     | (Unaudited)     | (Unaudited)     | (Unaudited)     | (Audited)          |
| <b>1 INCOME</b>  |                 |                 |                 |                 |                 |                    |
| a. Revenue from Operations   | 5,311.99        | 3,435.09        | 5,308.87        | 8,747.08        | 9,267.75        | 14,739.28          |
| b. Other Income  | 24.24           | 10.07           | 41.26           | 34.31           | 80.39           | 53.32              |
| <b>Total Income</b>  | <b>5,336.24</b> | <b>3,445.16</b> | <b>5,350.13</b> | <b>8,781.40</b> | <b>9,348.14</b> | <b>14,792.60</b>   |
| <b>2 Expenses</b>  |                 |                 |                 |                 |                 |                    |
| (a) Cost of materials consumed   | 4,915.17        | 2,790.10        | 4,353.73        | 7,705.27        | 8,299.36        | 12,347.19          |
| (b) Purchases of Stock-in-Trade  | 94.14           | -               | 19.42           | 94.14           | 19.42           | 20.25              |
| (c) Change in inventories of finished goods, work-in-progress and stock-in-trade | (338.43)        | 106.62          | 308.53          | (231.81)        | (112.74)        | (282.56)           |
| (d) Employees benefits expenses  | 246.17          | 180.77          | 186.22          | 426.94          | 370.80          | 730.47             |
| (e) Finance Costs  | 3.17            | 3.87            | 3.56            | 7.04            | 9.43            | 20.42              |
| (f) Depreciation and amortization expenses                                       | 245.38          | 242.83          | 251.97          | 488.21          | 496.95          | 976.05             |
| (g) Provision for expected credit loss   | -               | -               | 84.84           | -               | 169.86          | 401.69             |
| (h) Power and Fuel   | 336.63          | 248.82          | 272.35          | 585.45          | 525.13          | 982.19             |
| (i) Other expenses   | 275.17          | 184.48          | 152.49          | 459.65          | 211.06          | 520.26             |
| <b>Total Expenses (a to i)</b>   | <b>5,777.39</b> | <b>3,757.49</b> | <b>5,633.11</b> | <b>9,534.88</b> | <b>9,989.27</b> | <b>15,715.96</b>   |
| <b>3 Profit/(Loss) before exceptional items and tax (1) - (2)</b>                | <b>(441.15)</b> | <b>(312.33)</b> | <b>(282.98)</b> | <b>(753.48)</b> | <b>(641.13)</b> | <b>(923.36)</b>    |
| <b>4 Exceptional Items</b>   | -               | -               | -               | -               | -               | -                  |
| <b>5 Profit/(Loss) from ordinary activities before tax (3)-(4)</b>               | <b>(441.15)</b> | <b>(312.33)</b> | <b>(282.98)</b> | <b>(753.48)</b> | <b>(641.13)</b> | <b>(923.36)</b>    |
| <b>6 Tax Expense:</b>  |                 |                 |                 |                 |                 |                    |
| Current Tax  | -               | -               | -               | -               | -               | -                  |
| Deferred Tax Liability / (Assets)  | -               | -               | 0.73            | -               | 1.47            | 0.85               |
| <b>7 Net Profit/(loss) after tax (5) - (6)</b>                                   | <b>(441.15)</b> | <b>(312.33)</b> | <b>(283.71)</b> | <b>(753.48)</b> | <b>(642.60)</b> | <b>(924.21)</b>    |
| <b>8 Other Comprehensive Income / (Loss)</b>                                     |                 |                 |                 |                 |                 |                    |
| Items That will not be reclassified into Profit or loss                          |                 |                 |                 |                 |                 |                    |
| Remeasurements of Defined Benefits Plan (net of tax)                             | (0.94)          | (0.59)          | (1.91)          | (1.53)          | (3.82)          | (2.20)             |
| <b>9 Total Comprehensive Income / (Loss) ( 7+8)</b>                              | <b>(442.09)</b> | <b>(312.92)</b> | <b>(285.62)</b> | <b>(755.01)</b> | <b>(646.42)</b> | <b>(926.41)</b>    |
| <b>10 Paid-up equity share capital</b>   | <b>3,447.00</b> | <b>3,447.00</b> | <b>3,447.00</b> | <b>3,447.00</b> | <b>3,447.00</b> | <b>3,447.00</b>    |
| <b>11 Reserves excluding revaluation reserve as per audited balance sheet</b>    |                 |                 |                 |                 |                 | <b>(10,323.69)</b> |
| <b>12 Earnings per share (of Rs. 1/- each) *</b>                                 |                 |                 |                 |                 |                 |                    |
| (a) Basic  | (0.13)          | (0.09)          | (0.08)          | (0.22)          | (0.19)          | (0.27)             |
| (b) Diluted  | (0.13)          | (0.09)          | (0.08)          | (0.22)          | (0.19)          | (0.27)             |

Notes:

- The above unaudited financial results of the company for the quarter and half year ended September 30, 2019 have been reviewed by the audit committee and approved by the board of directors at the meeting held on November 14, 2019. The Auditors of the Company have carried out Limited Review of the above financial results.
- This statement has been prepared in accordance with the Companies (Indian Accounting Standard) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and the recognised accounting practices and policies to the extent applicable.
- Based on the guiding principles given in Ind-AS-108 Operating Segment, prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles accepted in India, the Company's primary business consists of "Textile Products". As the Company's business falls within a single primary business segment, the disclosure requirements of Ind-AS-108 in this regard are not applicable.
- During the quarter and half year ended September 30, 2019, the company has not provided for interest amounting to Rs 568.11 lakhs and Rs. 1138.96 lakhs (Rs. 8042.83 lakhs till September 30, 2019) on the borrowings outstanding which have been classified as "Non-Performing Assets" (NPA) by the bank and on borrowings transferred to Asset restructuring company (ARC). The company has also not provided penal interest and other bank charges, as the same are not ascertainable.
- The company has prepared its financials on going concern basis though the company has suffered losses and its net worth has been completely eroded; also the account of the company has been classified as "Non-performing assets" (NPA) by its banks, as the company is in the process of discussion with its lenders and is hopeful that the suitable resolution plan will be considered by its lenders.
- Figures of the previous period has been reclassified/ regrouped wherever necessary.

For and on behalf of board

  
Mukesh Ruia  
(Chairman and Managing Director)  
(DIN : 00372083)



Place : Mumbai  
Date : November 14, 2019

Shekhawati Poly-Yarn Limited

CIN: L17120DN1990PLC000440

Regd. Off: Plot No. 185/1, Naroli Village, Near Kanadi Phatak, Silvassa, Dadra and Nagar Haveli - 396 235.

Tel. No.: 0260-2650666, Email: ho@shekhawatiyarn.com, Website: www.shekhawatiyarn.com

Statement of Assets & Liabilities (Unaudited)

(Rs. In Lakhs)

| Particulars                              | As at                             | As at                       |
|--|-----------------------------------|-----------------------------|
|  | September 30, 2019<br>(Unaudited) | March 31, 2019<br>(Audited) |
| <b>I ASSETS</b>                          |                                   |                             |
| <b>A) Non-current assets</b>             |                                   |                             |
| a) Property, Plant and Equipment         | 10,124.97                         | 10,594.22                   |
| b) Intangible Assets                     | 71.66                             | 85.23                       |
| c) Capital work in progress              | 636.60                            | 636.60                      |
| d) Financial Assets                      |                                   |                             |
| i) Other financial assets                | 165.98                            | 143.98                      |
| e) Other non-current assets              | 98.73                             | 98.73                       |
|  | <b>11,097.94</b>                  | <b>11,558.77</b>            |
| <b>B Current assets</b>                  |                                   |                             |
| a) Inventories                           | 970.67                            | 631.53                      |
| b) Financial Assets                      |                                   |                             |
| i) Trade receivables                     | 1,227.87                          | 1,178.14                    |
| ii) Cash and Cash Equivalents            | 39.90                             | 9.50                        |
| iii) Bank Balances other than (ii) above | 6.37                              | 6.37                        |
| iv) Other financial assets               | 36.53                             | 27.92                       |
| c) Other current assets                  | 442.80                            | 494.42                      |
| d) Income Tax Assets                     | 144.85                            | 133.53                      |
|  | <b>2,868.98</b>                   | <b>2,481.41</b>             |
| <b>TOTAL- ASSETS</b>                     | <b>13,966.91</b>                  | <b>14,040.18</b>            |
| <b>II EQUITY AND LIABILITIES</b>         |                                   |                             |
| <b>A Equity</b>                          |                                   |                             |
| (a) Share Capital                        | 3,447.00                          | 3,447.00                    |
| (b) Reserves & surplus                   | (11,078.74)                       | (10,323.69)                 |
|  | <b>(7,631.74)</b>                 | <b>(6,876.69)</b>           |
| <b>B Liabilities</b>                     |                                   |                             |
| <b>1 Non-current liabilities</b>         |                                   |                             |
| a) Financial Liabilities                 |                                   |                             |
| i) Borrowings                            | 110.58                            | 119.18                      |
| ii) Other Financial Liabilities          | 12.84                             | 17.28                       |
| b) Provision                             | 32.06                             | 31.40                       |
|  | <b>155.48</b>                     | <b>167.86</b>               |
| <b>2 Current liabilities</b>             |                                   |                             |
| a) Financial Liabilities                 |                                   |                             |
| i) Borrowings                            | 9,560.65                          | 9,560.66                    |
| ii) Trade payables                       | 1,114.52                          | 391.06                      |
| iii) Other Financial Liabilities         | 10,697.52                         | 10,771.98                   |
| b) Other Current Liabilities             | 66.82                             | 21.66                       |
| c) Provision                             | 3.66                              | 3.66                        |
|  | <b>21,443.17</b>                  | <b>20,749.01</b>            |
| <b>TOTAL- EQUITY AND LIABILITIES</b>     | <b>13,966.91</b>                  | <b>14,040.18</b>            |

Place : Mumbai  
Date : November 14, 2019



For and on Behalf of Board

*Mukesh Ruia*  
Mukesh Ruia  
Chairman & Managing Director  
(DIN : 00372083 )

Shekhawati Poly-Yarn Limited

CIN: L17120DN1990PLC000440

Regd. Off: Plot No. 185/1, Naroli Village, Near Kanadi Phatak, Silvassa, Dadra and Nagar Haveli - 396 235.

Tel. No.: 0260-2650666, Email: ho@shekhawatiyarn.com, Website: www.shekhawatiyarn.com

Statement of Cash Flows

(Rs. In Lakhs)

| Particulars   | Half Year ended           |                           |
|---|---------------------------|---------------------------|
|   | 30.09.2019<br>(Unaudited) | 30.09.2018<br>(Unaudited) |
| <b>A Cash Flow from Operating Activities:</b>   |                           |                           |
| Net Profit/(Loss) before Tax  | (753.48)                  | (641.13)                  |
| <b>Adjustments to reconcile profit before tax to net cash inflow from operating activities:</b> |                           |                           |
| Depreciation  | 488.21                    | 496.95                    |
| Remesurement of Employee benefit obligation   | (1.53)                    | (5.29)                    |
| Provision for expected credit loss  | -                         | 169.68                    |
| Finance Cost (including fair value change in financial instruments)                             | 7.04                      | 9.43                      |
| Interest Income   | (0.23)                    | (2.08)                    |
| <b>Operating profit before working capital changes</b>  | <b>(259.99)</b>           | <b>27.56</b>              |
| <b>Working capital adjustments:-</b>  |                           |                           |
| (Increase) / Decrease in Other Non-current financial Assets                                     | (22.00)                   | -                         |
| (Increase) / Decrease in Other Non-current Assets   | -                         | 53.67                     |
| (Increase) / Decrease in Inventories  | (339.14)                  | 48.22                     |
| (Increase) / Decrease in Trade Receivables  | (49.73)                   | (954.93)                  |
| (Increase) / Decrease in Other Current financial Assets   | (8.61)                    | 125.80                    |
| (Increase) / Decrease in Other Current Assets   | 51.62                     | (91.32)                   |
| Increase / (Decrease) in Non-current Other Financial Liabilities                                | (4.44)                    | (4.47)                    |
| Increase / (Decrease) in Non-current Provisions   | 0.66                      | 6.67                      |
| Increase / (Decrease) in Trade Payables   | 723.47                    | 820.16                    |
| Increase / (Decrease) in Current Other Financial Liabilities                                    | (74.46)                   | (28.22)                   |
| Increase / (Decrease) in Other Current Liabilities  | 45.16                     | (9.38)                    |
| Increase / (Decrease) in Current Provisions   | -                         | (0.18)                    |
| <b>Cash Generated from Operations</b>   | <b>62.55</b>              | <b>(6.42)</b>             |
| Income Tax paid   | (11.33)                   | (8.57)                    |
| <b>Net Cash from operating activities</b>   | <b>51.22</b>              | <b>(14.99)</b>            |
| <b>B. Cash Flow from Investing Activities:</b>  |                           |                           |
| Purchase of Fixed Assets  | (5.42)                    | (0.79)                    |
| Fixed deposits (having original maturity of more than 3 months)                                 | 0.00                      | 29.57                     |
| Interest received   | 0.23                      | 2.08                      |
| <b>Net Cash used in investment activities</b>   | <b>(5.18)</b>             | <b>30.86</b>              |
| <b>C. Cash Flow from Financing Activities:</b>  |                           |                           |
| Proceeds from Borrowings (Net)  | (15.64)                   | (4.24)                    |
| <b>Net Cash from financing activities</b>   | <b>(15.64)</b>            | <b>(4.24)</b>             |
| <b>Net increase in cash and cash equivalents</b>  | <b>30.40</b>              | <b>11.63</b>              |
| Cash and Cash equivalents at the beginning of the year  | 9.50                      | 20.39                     |
| Cash and Cash equivalents at the end of the year  | <b>39.90</b>              | <b>32.02</b>              |

For and on Behalf of Board

*Mukesh Ruia*

Mukesh Ruia  
Chairman & Managing Director  
(DIN : 00372083)

Place : Mumbai  
Date : November 14, 2019





**Ajay Shobha & Co.**  
Chartered Accountants

L - 2, Haridwar - 1,  
Evershine Nagar,  
Malad (W), Mumbai - 400064.  
Mobile: 99870 06258 / 9821056258  
Email: ajayshobha.co@gmail.com

Limited Review Report on the Unaudited Financial Results of the company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To  
The Board of Directors  
Shekhawati Poly- Yarn Limited

1. We have reviewed the accompanying Statement of Unaudited Financial Results of Shekhawati Poly- Yarn Limited ("the Company"), for the quarter and half year ended September 30, 2019. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim 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 financial statements are free of material misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. As described in Note 4 of the result, the company has not provided for interest for quarter and half year ended amounting Rs 568.11 lakhs and Rs. 1138.96 lakhs on the borrowings outstanding which have been classified as "Non-Performing Assets" (NPA) by the banks and on borrowings transferred to Asset Reconstruction Company ("ARC"). The company has also not provided penal interest and other bank charges, as the same are not ascertainable. Had these interest expenses been debited to the Statement of Profit and Loss Account, loss for the quarter and half year ended and debit balance of Other Equity would have been higher by Rs 568.11 lakhs, Rs. 1138.96 lakhs and Rs. 8042.83 lakhs respectively.
5. Based on our review conducted as above, *except for the observations as stated in para (4) above*, nothing has come to our attention that causes us to believe that the Statement of unaudited financial results has not been prepared in all material respect in accordance with Ind AS and other recognized accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. **Other Matter**  
We draw attention to Note 5 of the financial results regarding preparation of the financial results on going concern basis for the reasons stated therein. Our conclusion is not modified in respect of these matter.

For Ajay Shobha & Co.  
Chartered Accountants  
Firm's Registration No. 317031E

**Ajay Gupta**  
Partner

Membership Number : 053071  
UDIN : 19053071AAAAJO6493



Date : 14<sup>th</sup> September 2019  
Place : Mumbai