

LIMITED REVIEW REPORT

**To The Board of Directors of
Sudal Industries Limited**

1. We have reviewed the accompanying statement of unaudited financial result of Sudal Industries Limited ('the Company') for the quarter ended June30,2020 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulations 33 of the SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015 ('Listing Regulations').

The statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to issue a report on his financial 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 Accountant of India. This standard requires that we have plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquires of company personnel and analytical procedures 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.

3. (a) We draw your attention to note no 3 of the financial results with regard to Management's perception of impact of Covid-19 on the Company. The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial results. Considering the uncertainties, the management will continue to closely monitor any material changes to future economic conditions and does not anticipate any material financial or operational issues in the short term as well as on a long term basis.

(b) Earlier the Bank had already issued notice under SARFAESI Act, 2002 and has now applied to NCLT for recovery of their over-dues. The Company is also trying to renegotiate with Bank for settlement, and the management expects positive result for the same.

(c) Attention is drawn to the fact that the figures of the quarter ended March 31, 2020 as reported in these financial results are the balancing figures between audited figures for the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.

Our conclusion is not modified in respect of these matters in para 3 above.



4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Accounting Standards (IND AS) 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, read with circulars issued from time to time, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. The Company has been continuously incurring losses over last several years and its net worth stands fully eroded. As explained by the management, due to a recessionary trend and slackness in demand by user industries, the Company was not able to utilize the capacity optimally along with price volatility; it was incurring the losses in past few years. In order to boost the economy, the government has declared several revival packages, resulting into spur in demand allowing the Company to step up its capacity utilization.

In accordance with the latest Amendment, 2020 to the insolvency law, the Company as per Note No 4 expects to convince the bank to approach the NCLT with pre accepted resolution plan including the settlement of dues reasonably. Accordingly, the management believes that it is appropriate to prepare the financial results on a going concern basis. Therefore, the financial results do not include any adjustments relating to the recoverability and classification of recorded assets and to the amounts of liabilities that might be necessary should the Company be unable to continue its operations as a going concern.

For Bagaria & Co.LLP
Chartered Accountants
Firm Registration No.-113447W/W-100019

Vinay Somani
Partner

Membership No.143503
UDIN : 20143503AAAALD7256



Place: Mumbai
Date: September 16, 2020

SUDAL INDUSTRIES LIMITED
CIN:L21541MH1979PLC021541

Registered office : A-5, MIDC, Ambad Industrial Area, Nashik - 422 010.
Corporate office : 26A, Nariman Bhavan , 227 Nariman Point, Mumbai - 400 021.

Statement of Unaudited Financial Results for the Quarter Ended 30.06.2020


(Rs. in Lakhs)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2020	31.03.2020	30.06.2019	31.03.2020
		Unaudited	Audited *	Unaudited	Audited
1	Income:				
	(a) Revenue from operations	791.36	2,023.83	2,491.25	9,201.18
	(b) Other Income	-	-	1.24	-
	Total Income	791.36	2,023.83	2,492.49	9,201.18
2	Expenses :				
	(a) Cost of materials consumed	488.77	2,240.40	2,102.42	7,813.91
	(b) Change in Inventories of finished goods, work-in-progress and stock-in-trade	182.91	(167.01)	(67.94)	(48.75)
	(c) Employee benefits expense	62.88	69.08	99.18	361.86
	(d) Finance Costs	417.25	416.10	354.53	1,550.93
	(e) Depreciation and amortization expense	72.45	75.27	76.05	302.67
	(f) Other expenses	145.33	381.52	332.42	1,569.60
	Total expenses	1,369.59	3,015.36	2,896.65	11,550.22
3	Profit /(Loss) before exceptional items and tax (1-2)	(578.23)	(991.53)	(404.16)	(2,349.04)
4	Exceptional Items (Refer note no.4)	0.00	-	(341.55)	341.55
5	Profit /(Loss) before tax (3-4)	(578.23)	(991.53)	(745.71)	(2,690.59)
6	Tax expense	-	167.88	-	167.88
7	Net Profit/ (Loss) for the period (5-6)	(578.23)	(1,159.41)	(745.71)	(2,858.47)
8	Other Comprehensive Income (OCI)				
	(a) Items that will not be reclassified to profit or loss	-	-	-	-
	(b) Items that will be reclassified to profit or loss	-	1.21	-	1.21
	Other Comprehensive Income	-	1.21	-	1.21
9	Total comprehensive income for the period (7+8)	(578.23)	(1,158.20)	(745.71)	(2,857.26)
10	Paid-up Equity Share Capital (Face Value Rs.10 per share)	736.78	736.78	736.78	736.78
11	Other equity				(5,364.50)
12	Equity per Share before exceptional items (Basic and diluted) (Rs.)	(7.85)	(15.74)	(5.49)	(34.16)
13	Equity per Share after exceptional items (Basic and diluted) (Rs.)	(7.85)	(15.74)	(10.12)	(38.80)

Notes :

- The above Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on September 16, 2020. The statutory auditors of the Company have reviewed the financial results for the quarter ended June 30, 2020 in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.
- The operations of the Company relate to only one segment viz. Manufacturing of Aluminium Extrusions and down stream/ value added products.
- The spread of COVID-19 pandemic has severely impacted businesses in many countries including India. The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial results. Considering the uncertainties, the management will continue to closely monitor any material changes to future economic conditions and does not anticipate any material financial or operational issues in the short term as well as on a long term basis.
- Earlier the Bank had already issued notice under SARFAESI Act, 2002 and has now applied to NCLT for recovery of their overdues. The Company is also trying to renegotiate with Bank for settlement, and the management expects positive result for the same.
- * The figures of the quarter ended March 31, 2020 are the balancing figures between figures for the full previous financial year and unaudited published year to date figures up to the third quarter of the previous year.
- The previous periods' figures have been re-grouped/ re-classified wherever required to conform the current period's presentation.

For and on behalf of Board of Directors


 Mukesh V. Ashar
 CFO & Director
 DIN.: 06929024

Place : Mumbai
Date : 16.09.2020

