

## LIMITED REVIEW REPORT

### To the Board of Directors of Sudal Industries Limited

1. We have reviewed the accompanying statement of unaudited financial results of **Sudal Industries Limited** ("the Company") for the quarter and nine months period ended 31<sup>st</sup> December, 2021. The statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on this financial result based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

### 3. Material Uncertainty related to Going Concern

The Company has been continuously incurring losses over last several years and its net worth stands fully eroded. As explained, due to slackness in demand by user industries, lack of working capital funding and volatility of aluminium price, the Company was/is not able to utilize its production capacity optimally. The management feels that the demand would revive considering various incentive packages announced by the Government of India. The Company has submitted settlement plan to banker and intend to arrive at settlement under prepackage Insolvency Resolution Process and expect to convince the bank and other unsecured financial creditors to accept settlement as proposed and accordingly, believes that it is appropriate to prepare the financial statements on a going concern basis.

### 4. Emphasis of Matters

- (i) The Company's recoverable include amounts receivable from the Government in the form of refund of electricity duty from Maharashtra State Electricity Distribution Company Limited ("MSEDCL") of Rs. 190 Lakhs and Octroi Duty (grant) receivables of Rs. 58.16 Lakhs which has been delayed. The Management expects refund of these amounts on improvement in the current pandemic situation.
- (ii) We draw your attention to the Note 5 to the financial results regarding the assessment made by Management of, inter-alia, realisability of total assets due to COVID 19 pandemic outbreak. The Management apart from considering the internal and external information up to the date of approval of these standalone financial results, has also performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. However, as the situation of pandemic is still continuing, the extent to which the same will impact Company's future financial results is currently uncertain and will depend on the future developments.

Our opinion is not modified in respect of matters stated in Para 3 and 4 above.

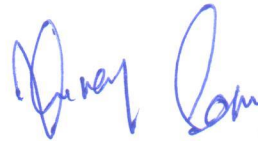


5. Based on our review, conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Bagaria and Co. LLP**

Chartered Accountants

Firm Registration No.:113447W/W-100019



**Vinay Somani**

**Partner**

Membership No. 143503

UDIN: 22143503ADMALQ3309

**Place:** Mumbai

**Date:** February 23, 2022



Particulars	(Rs. in Lakhs)					
	Quarter Ended 31/12/2021	Quarter Ended 30/09/2021	Quarter Ended 31/12/2020	Nine Month Ended 31/12/2021	Nine Month Ended 31/12/2020	Year Ended 31.03.2021
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Income:						
a) Revenue from operations	3380.40	2910.76	2341.40	8814.52	5256.87	8176.01
b) Other Income	0.00	10.85	34.89	10.85	34.89	46.72
Total Income	<b>3380.40</b>	<b>2921.61</b>	<b>2376.29</b>	<b>8825.37</b>	<b>5291.76</b>	<b>8222.73</b>
Expenses :						
a) Cost of materials consumed	2686.09	2573.60	1737.18	7130.77	3819.26	6106.81
b) Change in Inventories of finished goods, work-in-progress and stock-in-trade	(23.87)	(275.86)	(35.64)	(276.53)	25.73	(137.37)
c) Employee benefits expense	89.60	104.68	95.97	292.88	248.59	347.01
e) Finance Costs	524.42	460.08	444.21	1448.22	1304.89	1739.06
e) Depreciation and amortization expense	65.27	72.01	73.11	208.53	218.14	291.39
f) Other Expenses	427.36	397.57	335.94	1148.14	832.10	1236.81
Total Expenses	<b>3768.88</b>	<b>3332.08</b>	<b>2650.77</b>	<b>9952.02</b>	<b>6448.71</b>	<b>9583.71</b>
3 Profit/(Loss) before exceptional items and tax (1-2)	(388.48)	(410.47)	(274.48)	(1,126.64)	(1,156.95)	(1,360.98)
4 Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00
5 Profit/(Loss) tax (3-4)	(388.48)	(410.47)	(274.48)	(1,126.64)	(1,156.95)	(1,360.98)
6 Tax expense	0.00	0.00	0.00	0.00	0.00	0.00
7 Net Profit/(Loss) for the period (5-6)	(388.48)	(410.47)	(274.48)	(1,126.64)	(1,156.95)	(1,360.98)
Other Comprehensive Income (OCI)						
a) Items that will not be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00	0.00
b) Items that will be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00	0.00
Other Comprehensive Income	0.00	0.00	0.00	0.00	0.00	0.72
9 Total comprehensive income for the period (7+8)	(388.48)	(410.47)	(274.48)	(1,126.64)	(1,156.95)	(1,360.26)
10 Paid-up Equity Share Capital (Face Value of Rs. 10 per share)	736.78	736.78	736.78	736.78	736.78	736.78
11 Other equity						
12 Earning per Share before exceptional items (Basic and diluted) (Rs.)	(5.27)	(5.57)	(3.73)	(15.29)	(15.70)	(18.47)
13 Earning per Share after exceptional items (Basic and diluted) (Rs.)	(5.27)	(5.57)	(3.73)	(15.29)	(15.70)	(18.47)

Notes :

- The above Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 23rd, 2022. The statutory auditors of the Company have reviewed the financial results for the quarter and Nine Months period ended December 31, 2021 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 Company has been continuously incurring losses over last several years and its net worth stands fully eroded. Due to slackness in demand by user industries, lack of working capital funding and volatility of aluminium price the Company was/is not able to utilize its production capacity optimally. The management feels that the demand would revive considering various incentive packages announced by the Government. The management also expects to convince the lenders, who have approached the NCLT for recovery of their dues, for a pre-accepted resolution plan and accordingly believes that it is appropriate to prepare the financial statements on a going concern basis.
- The Indian Parliament has approved the Code on Social Security, 2020 ("the Code") which, inter alia, deals with employee benefits during employment and post-employment, and the same has received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code and recognize the same when the Code becomes effective.
- The Company has considered the possible impact of COVID-19 in preparation of the above result. The impact of the global health pandemic may be different from that estimated as the date of approval of result. Considering the continuing uncertainties, the Company will continue to closely monitor any material changes to future.



For and on behalf of the Board of Directors

Mukesh V. Ashar  
CFO and Director  
(DIN : 06929024)



# SUDAL

## INDUSTRIES LIMITED

Certified for IATF 16949 / ISO 9001 & EMS OHSAS ISO 14001 / 18001



Corporate Office : 26A Nariman Bhavan, Opp. NCPA, 227 Nariman Point, Mumbai 400 021.(INDIA)  
Phone: 91-22-22023845, 61577100, 61577177 ● Fax : 91-22-22022893 ● E-mail : mumbai@sudal.co.in ● www.sudal.co.in

February 23, 2022

To  
Corporate Relationship Department  
BSE Limited  
P. J. Towers, 1<sup>st</sup> Floor,  
Dalal Street, Mumbai – 400 001

Scrip Code: 506003

Dear Sir / Madam,

Sub.: Proceedings of the Adjourned Meeting of the Board of Directors held on Wednesday February 23, 2022.

In continuous of our letter dated February 14, 2022 and pursuant to Regulation 30 of the Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to inform that the meeting of the Board of Directors of the Company held on Monday February 14, 2022, was adjourned due to want of certain clarifications sought by the Audit Committee, the said Adjourned meeting of the Audit Committee and Board of Directors were held on Wednesday February 23, 2022 the board meeting commenced at 5.00 PM and concluded at 7.00 PM, wherein the Board of Directors of the Company approved the unaudited financial results for the quarter and nine months ended December 31, 2021 and taken on record the Limited Review Report for the said quarter issued by the Statutory Auditors.

You are requested to take note of the same.

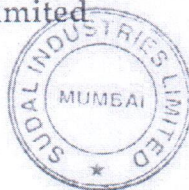
Thanking You

Yours faithfully,

For Sudal Industries Limited

Mukesh Ashar

Whole-Time Director  
DIN: 06929024





## SUDAL INDUSTRIES LIMITED

CIN:U21541MH1979PLC021541

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 and Nine Months Period Ended 31.12.2021

Sl. Particulars	[Rs. in Lakhs]					
	Quarter Ended	Quarter Ended	Quarter Ended	Nine Month Ended	Nine Month Ended	Year Ended
	31/12/2021	30/09/2021	31/12/2020	31/12/2021	31/12/2020	31.03.2021
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Income:						
a) Revenue from operations	3380.40	2910.76	2341.40	8814.52	5256.87	8176.01
b) Other Income	0.00	10.85	34.89	10.85	34.89	46.72
Total Income	3380.40	2921.61	2376.29	8825.37	5291.76	8222.73
2 Expenses:						
a) Cost of materials consumed	2686.09	2573.60	1737.18	7130.77	3819.26	6106.81
b) Change in inventories of finished goods, work-in-progress and stock-in-trade	(23.87)	(275.86)	(35.64)	(276.53)	25.73	(137.37)
c) Employee benefits expense	89.60	104.68	95.97	292.88	248.53	347.01
e) Finance Costs	524.42	460.08	444.21	1448.22	1304.89	1739.06
e) Depreciation and amortization expense	65.27	72.01	73.11	208.53	218.14	291.39
f) Other Expenses	427.35	397.57	335.94	1148.14	832.10	1236.81
Total Expenses	3768.88	3332.08	2650.77	9952.02	6448.71	9583.71
3 Profit/(Loss) before exceptional items and tax (1-2)	(388.48)	(410.47)	(274.48)	(1,126.64)	(1,156.95)	(1,360.98)
4 Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00
5 Profit/(Loss) tax (3-4)	(388.48)	(410.47)	(274.48)	(1,126.64)	(1,156.95)	(1,360.98)
6 Tax expense	0.00	0.00	0.00	0.00	0.00	0.00
7 Net Profit/(Loss) for the period (5-6)	(388.48)	(410.47)	(274.48)	(1,126.64)	(1,156.95)	(1,360.98)
8 Other Comprehensive Income (OCI)						
a) Items that will not be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00	0.00
b) Items that will be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00	0.00
Other Comprehensive Income	0.00	0.00	0.00	0.00	0.00	0.72
9 Total comprehensive income for the period (7+8)	(388.48)	(410.47)	(274.48)	(1,126.64)	(1,156.95)	(1,360.26)
10 Paid-up Equity Share Capital (Face Value of Rs. 10 per share)	736.78	736.78	736.78	736.78	736.78	736.78
11 Other equity						
12 Earning per Share before exceptional items (Basic and diluted) (Rs.)	(5.27)	(5.57)	(3.73)	(15.29)	(15.70)	(18.47)
13 Earning per Share after exceptional items (Basic and diluted) (Rs.)	(5.27)	(5.57)	(3.73)	(15.29)	(15.70)	(18.47)

## Notes:

- The above Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 23rd, 2022. The statutory auditors of the Company have reviewed the financial results for the quarter and Nine Months period ended December 31, 2021 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 Company has been continuously incurring losses over last several years and its net worth stands fully eroded. Due to slackness in demand by user industries, lack of working capital funding and volatility of aluminium price the Company was/is not able to utilize its production capacity optimally. The management feels that the demand would revive considering various incentive packages announced by the Government. The management also expects to convince the lenders, who have approached the NCLT for recovery of their dues, for a pre-accepted resolution plan and accordingly believes that it is appropriate to prepare the financial statements on a going concern basis.
- The Indian Parliament has approved the Code on Social Security, 2020 ("the Code") which, inter alia, deals with employee benefits during employment and post-employment, and the same has received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code and recognize the same when the Code becomes effective.
- The Company has considered the possible impact of COVID-19 in preparation of the above result. The impact of the global health pandemic may be different from that estimated as the date of approval of result. Considering the continuing uncertainties, the Company will continue to closely monitor any material changes to future.

Place: Mumbai

Date: 23rd February, 2022



For and on behalf of the Board of Directors

Mukesh V. Ashar  
CFO and Director  
(DIN : 08029024)



**LIMITED REVIEW REPORT**

To the Board of Directors of  
Sudal Industries Limited

1. We have reviewed the accompanying statement of unaudited financial results of Sudal Industries Limited ("the Company") for the quarter and nine months period ended 31<sup>st</sup> December, 2021. The statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on this financial result based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

**3. Material Uncertainty related to Going Concern**

The Company has been continuously incurring losses over last several years and its net worth stands fully eroded. As explained, due to slackness in demand by user industries, lack of working capital funding and volatility of aluminium price, the Company was/is not able to utilize its production capacity optimally. The management feels that the demand would revive considering various incentive packages announced by the Government of India. The Company has submitted settlement plan to banker and intend to arrive at settlement under prepackage Insolvency Resolution Process and expect to convince the bank and other unsecured financial creditors to accept settlement as proposed and accordingly, believes that it is appropriate to prepare the financial statements on a going concern basis.

**4. Emphasis of Matters**

- (i) The Company's recoverable include amounts receivable from the Government in the form of refund of electricity duty from Maharashtra State Electricity Distribution Company Limited ("MSEDCL") of Rs. 190 Lakhs and Octroi Duty (grant) receivables of Rs. 58.16 Lakhs which has been delayed. The Management expects refund of these amounts on improvement in the current pandemic situation.
- (ii) We draw your attention to the Note 5 to the financial results regarding the assessment made by Management of, inter-alia, realisability of total assets due to COVID 19 pandemic outbreak. The Management apart from considering the internal and external information up to the date of approval of these standalone financial results, has also performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. However, as the situation of pandemic is still continuing, the extent to which the same will impact Company's future financial results is currently uncertain and will depend on the future developments.

Our opinion is not modified in respect of matters stated in Para 3 and 4 above.





5. 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 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.

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

*Vinay Somani*



Vinay Somani  
Partner  
Membership No. 143503  
UDIN: 22143503ADMALQ3309

Place: Mumbai  
Date: February 23, 2022