

SUDAL INDUSTRIES LIMITED



Corporate Office: 26A Nariman Bhavan, 227 Nariman Point, Mumbai 400 021. (INDIA) • Phone: 91-22-22023845, 61577100 - 119
• Fax: 91-22-22022893 • E-Mail: mumbai@sudal.co.in • www.sudal.co.in

November 14, 2024

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

Scrip Code: 506003

Dear Sir,

Sub.: Outcome of the Board Meeting held on November 14, 2024 pursuant to the provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

With reference to the subject captioned and pursuant to the Regulation 30 read with Schedule III and Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to inform that at the meeting of the Board of Directors of the Company held on Thursday, November 14, 2024 at 3.15 pm and concluded at 3.50 p.m, inter alia considered and approved the Un-Audited Financial Results of the Company for the quarter and half year ended September 30, 2024 along with Limited Review Report issued by Statutory Auditors of the Company.

Copies of the aforesaid Un-Audited Financial Results, as approved by the Board and the Limited Review Report are enclosed herewith for your records.

You are requested to kindly take note of the same.

Thanking you,

Yours faithfully,
For **Sudal Industries Limited**

Mukesh Ashar
Whole-Time Director
DIN: 06929024

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 half year ended September 30, 2024. 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. Basis for Qualified conclusion:

Attention is drawn to the note no.2 of the attached unaudited financial results for the quarter and half year ended September 30, 2024 in respect of Hon'ble National Company Law Appellate Tribunal, New Delhi (NCLAT) vide its Order dated 22 July, 2024 had set aside the Order of the Hon'ble National Company Law Tribunal (NCLT) Order dated 10th August 2023. The Company had filed an appeal against the aforesaid NCLAT Order before the Hon'ble Supreme Court (SC) who vide their Order dated October 4, 2024 granted the stay on Order of NCLAT and directed both the parties to make their submissions.

The SC has fixed the next hearing date on January 21, 2025, being legal matter and presently sub-judice, we are unable to comment on the impact on the net profit/ cash flows for the quarter and half year ended September 30, 2024, liabilities and other equity as at September 30, 2024.

4. Material Uncertainty related to Going Concern

Attention is also drawn to para 3 Basis for Qualified conclusion above and note no.2 of the attached unaudited financial results for the quarter and half year ended September 30, 2024, the Going concern assumption is presently dependent on the outcome of the aforesaid appeal. Being a legal matter and presently *sub-judice*, we are unable to comment on the impact on the net profit/cash flows for the quarter and half year ended September 30, 2024, liabilities and other equity as at September 30, 2024.

As explained, the management, based on expert legal opinion, is hopeful of a positive outcome of the aforesaid appeal and therefore, it is appropriate to prepare these financial results on a going concern basis.



5. **Emphasis of Matter :**

Attention is also drawn to the note no.3 of the attached unaudited financial results for the quarter and half year ended September 30,2024 regarding disputed GST demand of Rs.2,578.99 lakhs (including penalty and interest thereon upto date of orders) by the Goods and Service Tax Department vide its orders dated August 12, 2024. The Company has filed necessary appeals before the appellate authorities and the management, based on expert opinion, is hopeful of a positive outcome of the aforesaid appeal and that Company will not have any liability whatsoever in this regard.

Our conclusion on the statement is not modified in respect of the above matter.

6. Based on our review, conducted as above, *except for the possible effects of what is stated in paragraph 3 above which can not be quantified presently*, 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: 24143503BKDZVW4126



Place: Mumbai
Date: November 14, 2024

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.

Unaudited Financial Results for the Quarter and Half Year Ended September 30, 2024

(Rs. in Lakhs)

Particulars	Quarter Ended			Half Year ended		Year ended
	September 30,2024	June 30, 2024	September 30,2023	September 30,2024	September 30,2023	March 31,2024
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Income						
Revenue from Operations	3,571.37	3,442.63	3,905.58	7,014.00	7,603.85	14,410.97
Other income	9.22	9.51	0.50	18.73	1.22	8.52
Total Income	3,580.59	3,452.14	3,906.08	7,032.73	7,605.07	14,419.49
Expenses						
Cost of materials consumed	2,925.02	2,594.10	3,044.27	5,519.12	6,077.36	11,259.64
Changes in inventories of finished goods, work-in-progress and Stock-in	(193.67)	(16.17)	23.37	(209.84)	(59.33)	51.01
Employee Benefits Expense	149.88	134.43	123.10	284.31	249.10	517.12
Finance Costs	76.15	73.61	47.77	149.76	746.89	915.57
Depreciation and Amortization Expense	49.24	46.22	43.96	95.46	87.62	179.41
Other Expenses	455.75	413.56	513.43	869.31	1,023.35	1,856.14
Total Expenses	3,462.37	3,245.75	3,795.90	6,708.12	8,124.99	14,778.89
Profit/(Loss) before exceptional item (Refer note 2 below)	118.22	206.39	110.18	324.61	(519.92)	(359.40)
Exceptional items- Income / (Expenses)	-	-	12,540.97	-	12,540.97	12,540.97
Profit/(Loss) before Tax	118.22	206.39	12,651.15	324.61	12,021.05	12,181.57
Tax Expense/(credit)						
Current Tax	52.00	30.00	-	82.00	-	-
Tax expense for earlier years	-	-	-	-	-	63.92
Total tax expense-net	52.00	30.00	-	82.00	-	63.92
Profit/(Loss) for the period	66.22	176.39	12,651.15	242.61	12,021.05	12,117.66
OTHER COMPREHENSIVE INCOME/(LOSS)						
Items that will not be reclassified subsequently to Profit or loss						
Gain/(loss) on Re-measurement of net defined benefit plans	-	-	-	-	-	1.00
Total Other Comprehensive Income/(Loss)	-	-	-	-	-	1.00
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD	66.22	176.39	12,651.15	242.61	12,021.05	12,118.66
Equity						
Equity share capital (Face Value of Rs. 10 each fully paid up)	836.78	836.78	836.78	836.78	836.78	836.78
Other Equity excluding revaluation reserve as per the latest audited balancesheet						1,088.95
Earnings per equity share of the face value of Rs.10 each						
Basic & Diluted from continuing operations after exceptional item (Rs) (Not annualised)	0.79	2.11	162.59	2.90	161.28	152.01



SUDAL INDUSTRIES LIMITED- Unaudited financial results for the Quarter and Half Year ended September 30, 2024
Statement of Assets and Liabilities

Rs in lakhs

Particulars	As at September 30, 2024	As at March 31, 2024
	Unaudited	Audited
ASSETS		
(1) NON - CURRENT ASSETS		
(a) Property, Plant & Equipment	3,464.04	3,345.82
(b) Capital - work- in- progress	82.69	139.95
(c) Intangible Assets	19.18	18.14
(d) Intangible Assets under development	41.05	37.64
(e) Financial assets		
(i) Investments	0.08	0.08
(ii) Other financial assets	1.06	0.29
(f) Income tax assets	-	24.24
(g) Other non-current assets	238.66	109.66
TOTAL NON - CURRENT ASSETS	3,846.76	3,675.82
(2) CURRENT ASSETS		
(a) Inventories	1,060.37	761.14
(b) Financial assets		
(i) Trade receivables	1,014.59	885.33
(ii) Cash & cash equivalents	155.79	145.28
(iii) Other bank balances	60.79	55.79
(iv) Other financial assets	7.72	5.48
(c) Other current assets	76.32	92.24
TOTAL CURRENT ASSETS	2,375.58	1,945.26
TOTAL ASSETS	6,222.34	5,621.08
EQUITY AND LIABILITIES		
EQUITY		
Equity share capital	836.78	836.78
Other equity	1,331.56	1,088.95
TOTAL EQUITY	2,168.34	1,925.73
LIABILITIES		
(1) NON - CURRENT LIABILITIES		
(a) Financial liabilities		
(i) Long Term Borrowings	1,642.00	1,892.00
(ii) Provisions	136.32	131.88
TOTAL FINANCIAL LIABILITIES	1,778.32	2,023.88
(2) CURRENT LIABILITIES		
(a) Financial liabilities		
(i) Short Term Borrowings	668.92	318.92
(ii) Trade payables		
- Total Outstanding Dues of Micro and small enterprises	25.99	8.31
- Total Outstanding Dues of Creditors other than Micro and small enterprises	1,244.94	906.98
(iii) Other financial liabilities	125.00	250.00
(b) Other current liabilities	113.87	125.79
(c) Provisions	63.83	61.47
(d) Current Tax Liabilities	33.13	-
TOTAL CURRENT LIABILITIES	2,275.68	1,671.47
TOTAL EQUITY AND LIABILITIES	6,222.34	5,621.08



SUDAL, INDUSTRIES LIMITED- Unaudited financial results for the Quarter and Half Year ended September 30, 2024

Rs in lakhs

	Half Year ended		Year ended
	September 30,2024	September 30,2023	March 31,2024
	Unaudited	Unaudited	Audited
Cash flow from Operating Activities:			
Net Profit/(loss) as per statement of profit & loss before tax after exceptional item	324.61	12,021.05	12,181.57
Add: Adjustments for :			
Depreciation & amortisation expenses	95.46	87.62	179.41
Finance cost	149.76	746.89	915.57
Provision for doubtful debts provided for	-	13.62	13.62
Liability no longer payable written back (Refer note 2)	-	(12,540.97)	(12,540.97)
Interest Income	(6.54)	(1.00)	(7.52)
Liabilities no longer payable written back	(12.19)	(0.22)	(1.00)
Loss on sale/discard of Property, Plant and Equipment	16.11	18.84	37.98
Operating Profit/(Loss) before Working Capital changes	567.21	345.83	778.66
Adjustments for changes in Working Capital :			
(Increase)/Decrease in Trade Receivables	-129.27	53.02	132.90
(Increase)/Decrease in Financial assets -current and non current	(5.77)	(0.56)	7.29
(Increase)/Decrease in Other assets.- current and non current	(111.41)	(22.12)	(44.87)
(Increase)/Decrease in Inventories	(299.23)	63.29	271.19
Increase/(Decrease) in Trade Payables	367.83	(138.04)	(55.77)
Increase/(Decrease) in Other financial liabilities	0.00	0.00	0.00
Increase/(Decrease) in Other current liabilities	(11.50)	43.25	(38.35)
Increase/(Decrease) in Provisions	6.80	(2.52)	4.70
Cash generated from Operations	384.66	342.15	1,055.75
Income Taxes Refund/(Paid)-net	(24.35)	(0.38)	(1.26)
Net cash from/(used in) Operating Activities - A	360.31	341.77	1,054.49
Cash flow from Investing Activities:			
Purchase of Property, Plant and Equipment including capital work in progress and capital advance	(171.28)	(236.91)	(439.71)
Purchase of Intangible assets including intangible assets under development	(7.61)	-	(25.97)
Proceeds from Sale of Property Plant and Equipment	(0.03)	(0.00)	-
Interest received	4.30	-	3.04
Net Cash from/(used in) Investing Activities - B	(174.62)	(236.91)	(462.64)
Cash flow from Financing Activities:			
Proceeds from Issue of Equity Shares	-	100.00	100.00
Proceeds/(Repayment) of long term borrowings	(125.00)	2,000.00	2,142.00
Proceeds from short term borrowings	100.00	142.94	3.91
Payment towards debt settlement (Refer note 2)	-	(2,407.28)	(2,657.28)
Interest paid	(150.17)	(37.72)	(194.38)
Net cash from/(used in) Financing Activities - C	(175.17)	(202.06)	(605.75)
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	10.51	(97.20)	(13.90)
Opening Cash and Cash Equivalents	145.28	159.18	159.18
Closing Cash and Cash Equivalents	155.79	61.98	145.28



SUDAL INDUSTRIES LIMITED- Unaudited financial results for the Quarter and Half Year ended September 30, 2024

NOTES :

- 1 The above financial results were reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on November 14, 2024. The statutory auditors of the Company have carried out limited review of the above financial results for the quarter and half year ended September 30, 2024 in terms of Regulations 33 of SEBI(Listing and Order Disclosure Requirements) Regulation 2015 and have issued their review report with qualified conclusion on the above unaudited financial results and necessary management response has been given in note 2 below with respect to qualification in the review report.
- 2 In the matter of appeal filed by one of the unsecured financial creditor of the Company, Hon'ble National Company Law Appellate Tribunal, New Delhi (NCLAT) vide its Order dated 22 July, 2024 has set aside the Company's Prepackage Insolvency Resolution Plan (PIRP) approved by Hon'ble National Company Law Tribunal (NCLT Order), Mumbai Order dated August 10, 2023. The Company had filed an appeal against the aforesaid Order before Hon'ble Supreme Court who vide their Order dated October 4, 2024 granted the stay on Order of NCLAT and directed both the parties make their submissions and fixed the next date of hearing on January 21, 2025.
Pursuant to the NCLT Order, the Company had written back liabilities in respect of secured and unsecured creditors aggregating to Rs.12540.97 lakhs during the quarter ended September 30, 2023. The Company has paid aggregating to Rs.3592.47 lakhs upto September 30, 2024 and balance due of Rs.125 lakhs has been paid in full in the month of October 2024 to the secured, unsecured financial creditors and operational creditors as stipulated in the NCLT Order.
Considering the above and based on the expert legal opinion, the management believes that it is appropriate to prepare these financial results on a going concern basis.
- 3 The Company has received demand orders dated August 12, 2024 from the Goods and Service Tax Department ('Department') for aggregate tax impact of Rs.2,578.99 lakhs (including penalty and interest thereon upto date of orders), in respect of disallowance of eligible input credits, mis-match in the GST returns filed etc. for the financial years from 2019-20 to 2021-22. The Company has filed necessary appeals before the appellate authorities by pre-depositing Rs.122.33 lakhs. The management, based on expert opinion, is hopeful of a positive outcome of the aforesaid appeal and that Company will not have any liability whatsoever in this regard.
- 4 In terms of requirement of IND AS 108 the Operations of the Company relate to only one segment viz. Manufacturing of Aluminium Extrusions and down stream/ value added products.
- 5 Figures for the previous periods have been regrouped, wherever necessary to conform to the current period's classification.

Place :Mumbai

Date : November 14, 2024

For and on behalf of the Board of Directors
Sudal Industries Limited

M.V. Ashar
M.V. Ashar

Whole Time Director
DIN : 06929024

