

August 20, 2020

To
The BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai-400001
Scrip code: 540203

The National Stock Exchange India Limited
Exchange Plaza, Bandra Kurla Complex
Bandra (E), Mumbai-400051
Symbol:SFL

Subject: Intimation of outcome of the meeting and Limited Reviewed un-audited Standalone and Consolidated Financial Results for the quarter ended 30th June 2020.

Dear Sir/Madam

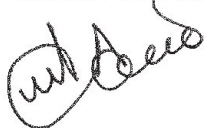
In terms of Regulations 30 and 33 and other applicable provisions of the SEBI (Listing Obligation and Disclosures Requirements) Regulations, 2015 read with related circulars and notifications, please find enclosed herewith, Limited Reviewed un-audited Standalone and Consolidated Financial Results for the quarter ended 30th June, 2020 as approved by the Board of Directors in its meeting held on August 20, 2020. The Board Meeting commenced at 10:30 am and concluded at 3. PM ,

The management update on quarterly results is also enclosed.

Thanking you,

Yours truly,

For Sheela Foam Limited



(Md. Iqbal Ahmad)
Company Secretary & Compliance Officer

SHEELA FOAM LTD.

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CIN-L74899DL1971PLC005679

S.P. CHOPRA & CO.

Chartered Accountants

31-F, Connaught Place
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ICAI Regn. No. 000346N
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Independent Auditor's Review Report on Quarterly Unaudited Standalone Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To The Board of Directors of Sheela Foam Limited.

1. We have reviewed the accompanying Statement of **Unaudited Standalone Financial Results** (the 'Statement') of **Sheela Foam Limited** (the 'Company') for the quarter ended June 30, 2020. This 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 these standalone financial results 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 Statement is free of material misstatement. A review is limited primarily to inquiries 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. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Standalone 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, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

S. P. Chopra & Co.
Chartered Accountants
ICAI Firm Regn. No. 000346N

(Pawan K. Gupta)

Partner

M. No. 092529

UDIN : 20092529AAAACP1145

Place : New Delhi
Date : 20.08.2020

SHEELA FOAM LIMITED

Regd. office: C-55 Preet Vihar, Vikas Marg, New Delhi-110092
Corporate Office :37/2 Site IV Sahibabad Industrial Area Ghaziabad-201010
Tel: 0120-4162200, Fax: 0120-41622825
CIN L74899DL1971PLC005679

**STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS
FOR THE QUARTER ENDED JUNE 30, 2020**

(Rs. in Crores)

Sr. No.	Particulars	Quarter ended			Year ended
		June 30, 2020	March 31, 2020	June 30, 2019	March 31, 2020
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
1	Income				
	a) Revenue from operations	127.18	390.22	435.67	1,754.77
	b) Other Income	11.90	13.17	10.14	43.98
	Total Income (a) + (b)	139.08	403.39	445.81	1,798.75
2	Expenses				
	a) Cost of materials consumed	58.18	202.27	229.44	884.86
	b) Purchases of stock-in-trade	0.56	0.28	6.96	17.98
	c) Other manufacturing expenses	3.84	12.33	12.21	52.52
	d) Change in inventories of finished goods, stock-in-process and stock-in-trade	9.57	(6.59)	(3.14)	3.86
	e) Employee benefits expense	21.43	31.49	44.31	141.07
	f) Finance costs	2.02	1.95	1.98	8.14
	g) Depreciation and amortisation expense	7.96	8.47	7.52	33.09
	h) Other expenses	32.45	108.61	92.91	430.09
	Total Expenses (a+b+c+d+e+f+g+h)	136.01	358.81	392.19	1,571.61
3	Profit before exceptional items & tax (1-2)	3.07	44.58	53.62	227.14
4	Exceptional item		11.99		11.99
5	Profit before tax (3-4)	3.07	32.59	53.62	215.15
6	Tax expense				
	- Current quarter/year's tax	0.02	5.21	17.58	54.23
	- Earlier quarter/year's tax	-	(1.10)	1.10	
	- Deferred tax	1.43	2.39	0.31	(4.59)
7	Profit for the period (5-6)	1.62	26.09	34.63	165.51
8	Other Comprehensive Income/(loss)				
	- Re-measurements losses on defined benefit plans	(1.45)	(4.62)	(0.39)	(5.79)
	- Income tax effects	0.36	1.13	0.17	1.46
	Other Comprehensive (loss) for the period	(1.09)	(3.49)	(0.22)	(4.33)
9	Total Comprehensive Income for the period (7+8)	0.53	22.60	34.41	161.18
10	Paid up Equity Share Capital Rs. 5/- each	24.39	24.39	24.39	24.39
11	Earning per share (EPS) of face value Rs. 5/- each (not annualised)				
	- Basic and Diluted	0.33	5.35	7.10	33.93

Notes:

- These standalone financial results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors, in their respective meetings held on August 20, 2020. Limited review under regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 has been carried out by the statutory auditors of the Company and they have expressed an unqualified report on these results.
- The above financial results have been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time.
- The Company is engaged in the manufacturing of the products of same type/class and has no overseas operations/units and as such there are no reportable segments as per Indian Accounting Standard for Operating Segments (Ind AS 108), prescribed, under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder.
- World Health Organisation (WHO) declared outbreak of Coronavirus Disease (COVID-19) a global pandemic on March 11, 2020. Consequent to this, Government of India declared lockdown on March 24, 2020 which has impacted the business activities of the Company. Consequent to this, upon restrictions being eased, the production has commenced at all plants after obtaining approvals from local authorities and consequently the sale has started increasing gradually. The decrease in results is primarily due to restriction of business activities caused due to COVID-19 pandemic during the current quarter. Further, the Company based on its assessment believes that presently, other than above, it is not materially impacted by the COVID-19 pandemic; however, the impact assessment of COVID-19 is a continuing process given the uncertainties associated with its nature and duration, and therefore, the Company will continue to monitor any material changes in future economic and business conditions, and the impact thereof, if any, required will be taken accordingly.
- The figures for the previous quarter ended March 31, 2020 are the balancing figures between audited figures of the full financial year upto March 31, 2020 and published unaudited year to date figures up to the third quarter ended December 31, 2019, which were subjected to limited review.
- Previous quarter's / year's figures have been regrouped / restated wherever, considered necessary.



For Sheela Foam Limited

[Signature]

Managing Director

Place: Noida
Dated: August 20, 2020

S.P. CHOPRA & CO.
Chartered Accountants

31-F, Connaught Place
New Delhi- 110 001
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Website : www.spchopra.in
E-mail: spc1949@spchopra.in

Independent Auditor's Review Report on Quarterly Unaudited Consolidated Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To The Board of Directors Sheela Foam Limited,

1. We have reviewed the accompanying Statement of **Unaudited Consolidated Financial Results** (the 'Statement') of **Sheela Foam Limited** (the 'Parent') and its Subsidiaries (the Parent and its Subsidiaries together referred to as 'the Group') for the quarter ended June 30, 2020, being submitted by the Parent pursuant to the requirements of the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended ('the Regulation').
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's 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 express a conclusion on the Statement based on our review.
3. 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement include the financial results of the following entities:

Name of Entity	Nature of relationship
Sheela Foam Limited	Parent Company
Joyce Foam Pty. Limited and Controlled Entity (Joyce W C NSW Pty Limited), Australia	Wholly Owned Subsidiaries of Parent Company
International Foam Technologies SL, Spain and Subsidiaries	
SleepX US Inc., USA	
Divya Software Solutions Private Limited, India	
Sleepwell Enterprises Private Limited, India	
Stago World Private Limited, India	



5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We did not review the interim financial results of four wholly owned subsidiaries namely Joyce Foam Pty. Ltd. and Controlling Entity, incorporated in Australia, International Foam Technologies SL, Spain and Subsidiaries, incorporated in Spain, Divya Software Solutions Private Limited, incorporated in India and Staqa World Private Limited, incorporated in India whose interim financial results reflect total revenues of Rs. 145.57 crores, net profit after tax of Rs. 10.63 crores and total comprehensive income of Rs. 10.63 crores for the quarter ended June, 30, 2020; as considered in the Unaudited Consolidated Financial Results. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Parent's Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

One foreign subsidiary company, namely SleepX US Inc., though has been incorporated in USA, however, as no share capital has been subscribed therein, and there are no operations in the said Company so far, therefore no financial statements / results have been prepared for the said Company. Further, as there is no investment of Parent Company in the said subsidiary, except the expenditure incurred for its incorporation, there is no impact of the same on these consolidated financial results.

Our conclusion on the Statement is not modified in respect of above matters.

Place : New Delhi
Date : 20.08.2020

S. P. Chopra & Co.
Chartered Accountants
ICAI Firm Regn. No. 000346N

(Pawan K. Gupta)
Partner

M. No. 092529

UDIN : 20092529AAAACQ4555

SHEELA FOAM LIMITED

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**STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS
FOR THE QUARTER ENDED JUNE 30, 2020**

(Rs. in Crores)

Sr. No.	Particulars	Quarter ended		Year ended	
		June 30, 2020 (Unaudited)	March 31, 2020 (Audited)	June 30, 2019 (Unaudited)	March 31, 2020 (Audited)
1	Income				
	a) Revenue from operations	268.97	504.11	514.24	2,173.63
	b) Other income	10.84	12.17	9.26	39.99
	Total Income (a) + (b)	279.81	516.28	523.50	2,213.62
2	Expenses				
	a) Cost of materials consumed	127.10	266.79	259.34	1,088.10
	b) Purchases of stock-in-trade	0.56	0.40	6.96	17.98
	c) Other manufacturing expenses	8.19	18.12	15.83	70.63
	d) Change in inventories of finished goods, stock-in-process and stock-in-trade	15.83	(13.06)	0.17	(1.44)
	e) Employee benefits expense	45.31	51.02	61.15	220.35
	f) Finance costs	4.12	5.32	2.27	13.00
	g) Depreciation and amortisation expense	17.16	26.98	9.56	59.04
	h) Other expenses	44.14	106.95	108.60	477.60
	Total Expenses (a+b+c+d+e+f+g+h)	262.41	462.52	463.88	1,945.26
3	Profit before exceptional items & tax (1-2)	17.40	53.76	59.62	268.36
4	Exceptional item	-	11.99	-	11.99
5	Profit before tax (3-4)	17.40	41.77	59.62	256.37
6	Tax expense				
	- Current quarter/year's tax	4.01	7.69	19.68	66.77
	- Earlier quarter/year's tax	-	(1.10)	1.10	-
	- Deferred tax	1.59	3.00	0.12	(4.69)
7	Profit for the period (5-6)	11.80	32.18	38.72	194.29
8	Other Comprehensive Income/(loss)				
a.	Items that will not be reclassified as profit or loss				
	- Re-measurements of the net defined benefit plans	(1.45)	(4.62)	(0.39)	(5.79)
	- Income Tax Effect	0.36	1.12	0.17	1.46
b.	Items that will be reclassified as profit or loss				
	- Exchange differences on translation of foreign operations	0.30	1.01	(0.42)	1.26
	Other Comprehensive Income/(loss) for the period (a+b)	(0.79)	(2.49)	(0.64)	(3.07)
9	Total Comprehensive Income for the period (7+8)	11.01	29.69	38.08	191.22
10	Profit for the period attributable to:				
	Shareholders of the parent company	11.33	31.70	38.72	193.43
	Non-controlling interest	0.47	0.48	-	0.86
11	Other Comprehensive Income/(loss) attributable to:				
	Shareholders of the parent company	(0.79)	(2.48)	(0.64)	(3.07)
	Non-controlling interest	-	(0.01)	-	-
12	Total Comprehensive income for the period attributable to:				
	Shareholders of the parent company	10.54	29.21	38.08	190.36
	Non-controlling interest	0.47	0.48	-	0.86
13	Paid up Equity Share Capital Rs. 5/- each	24.39	24.39	24.39	24.39
14	Earning per share (EPS) of face value Rs. 5/- each (not annualised)	2.42	6.60	7.94	39.83
	- Basic and Diluted				

Notes:

- These consolidated financial results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors, in their respective meetings held on August 20, 2020. Limited review under regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 has been carried out by the statutory auditors of the Group and they have expressed an unqualified report on these results.
- The above financial results have been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time.
- Segment Reporting as per Indian Accounting Standard for Operating Segments (Ind AS 108), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder:
The Group is mainly engaged in the manufacturing of the products of same type/class, and therefore there is no reportable Business Segments as per Indian Accounting Standard for Operating Segments (Ind AS 108), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, and as per the said standard the Group has Geographical Segments as given below:

Geographical Segment:

The analysis of the geographical segment based on the sales made within India and outside India by the Group is as under:

(Rs. in Crores)

Particulars	Quarter ended		Year ended	
	June 30, 2020 (Unaudited)	March 31, 2020 (Audited)	June 30, 2019 (Unaudited)	March 31, 2020 (Audited)
Income from operations :				
- Within India	127.23	390.22	435.67	1,754.77
- Outside India	141.74	113.89	78.57	418.86
Profit after tax:				
- Within India	1.07	25.66	34.32	163.74
- Outside India	10.73	6.52	4.40	30.55

- World Health Organisation (WHO) declared outbreak of Coronavirus Disease (COVID-19) a global pandemic on March 11, 2020. Consequent to this, Government of India declared lockdown on March 24, 2020 which has impacted the business activities of the Group. Consequent to this, upon restrictions being eased, the production has commenced at all plants after obtaining approvals from local authorities and consequently the sale has started increasing gradually. The decrease in results is primarily due to restriction of business activities caused due to COVID-19 pandemic during the current quarter. Further, the Group based on its assessment believes that presently, other than above, it is not materially impacted by the COVID-19 pandemic, however, the impact assessment of COVID-19 is a continuing process given the uncertainties associated with its nature and duration, and therefore, the Group will continue to monitor any material changes in future economic and business conditions, and the impact thereof, if any, required will be taken accordingly.
- The figures for the previous quarter ended March 31, 2020 are the balancing figures between audited figures of the full financial year upto March 31, 2020 and published unaudited year to date figures up to the third quarter ended December 31, 2019, which were subjected to limited review.
- The financial results for the current quarter, previous quarter ended March 31, 2020 and year ended March 31, 2020 also included the results of three Wholly Owned Subsidiaries in Spain, USA and India, which were acquired during the previous year and have been consolidated with the Parent Company w.e.f. from June 12, 2019, October 04, 2019 and February 10, 2020 respectively, therefore, the figures for the corresponding quarter ended June 30, 2019 are not comparable, with the aforesaid quarters / year.



Place: Noida
Dated: August 20, 2020

For Sheela Foam Limited

Rahul Gautam

(Rahul Gautam)
Managing Director

SHEELA FOAM LIMITED**Q1FY 21 RESULTS****Consolidated:**

During this quarter, for first two months there was hardly any sales in India due to lockdown. Sheela Foam Limited posted Consolidated Revenue from operations of Rs. 269 crores compared to Rs.514 crores of Q1FY 20. EBITDA for Q1Y21 was Rs. 28 crores, as against Rs. 62 crores of corresponding quarter. Net profit (PAT) for Q1Y21 was Rs. 12 crores, as compared to Rs. 39 crores of corresponding quarter.

Standalone India:

During the quarter, the Revenue from operations on standalone basis was Rs. 127 crores compared to Rs. 436 crores of Q1FY20. The EBITDA for the quarter was Rs. 1 crore as compared to RS. 53 of corresponding quarter. The Net Profit (PAT) for Q1FY21 was Rs. 2 crores as compared to Rs. 35 crores of corresponding quarter. Company could remain profitable, despite very low sales, due to control on expenses.

Standalone Australia:

During this quarter, Revenue from operations from Australia was Rs. 82 crores compared to Rs. 79 crores of Q1FY20. The EBITDA increased to Rs. 13 crores from Rs. 8 crores of corresponding quarter (Due to change in Accounting Standard in Australia) and the Net Profit (PAT) was Rs. 4 crores which was at par with the PAT of corresponding quarter.

Standalone Spain

The Revenue from operations were Rs. 60 crores, with an EBITDA of Rs. 11 crores (18%) and Net Profit of Rs. 7 crores (11%).

Consolidated Results at a Glance

Particulars (Rs. In Cr.)	Q1FY21	CHANGE
REVENUE FROM OPERATIONS	269	↓ 47.6%
EBITDA	28	↓ 54.8%
EBITDA MARGIN-%	10.4%	
PROFIT AFTER TAX	12	↓ 69.2%

Other Updates:

1. Raw Material Prices: The Average per kg. price of TDI was Rs. 124/- in Q1FY21, Rs. 122/- in Q4FY20 and Rs. 154/- in Q1FY20.

2. Segment wise Sales Breakup: -

PRODUCT	Q1FY21			Q4FY20			Q1FY20		
	RS. CR.	Mattress in Lac No. Others in Tons	Rs. per pcs. For Mattress . Rs. per Kg. for others	RS. CR.	Mattress in Lac No. Others in Tons	Rs. per pcs. For Mattress. Rs. per Kg. for others	RS. CR.	Mattress in Lac No. Others in Tons	Rs. per pcs. For Mattress. Rs. per Kg. for others
MATTRESSES	67	1.85	3615	171	5.08	3359	197	5.62	3496
HOME COMFORT PRODUCTS	4	Assorted		12	Assorted		14	Assorted	
FURNITURE FOAM	17	477	353	62	1824	338	69	2006	344
FOAM CORE	23	1525	153	75	4873	155	77	4668	165
TECHNICAL FOAM	16	583	274	70	2514	279	79	2748	287
TOTAL	127			390			436		