

Date: 30th May, 2019

To,

The Listing Department
BSE Limited
P. J. Towers,
Dalal Street,
Mumbai – 400 001
Fax : 02222721234
Email : corp.relations@bseindia.com

Scrip Code: 533301

The Listing Department
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (E), Mumbai – 400 051
Fax : 02226598237/38
Email : cmlist@nse.co.in

Scrip Symbol: SPYL

Subject: Outcome of Board of Directors Meeting held on 30th May, 2019

With reference to the above subject and Regulation 33 of SEBI (Listing Obligation and Disclosure Requirement), Regulation 2015 the Board of Directors meeting was held on 30th May, 2019 commenced at 1.00 p.m. at Corporate Office of the Company at Express Zone, 'A' Wing, Unit No. 1102/1103, Patel Vatika, Off Western Express Highway, Malad (East) Mumbai – 400097 inter alia has considered and approved the following and concluded at 6.45 p.m. :-

1. The Board has approved the Audited Financial Results for the Quarter and Year ended on 31st March, 2019 along with **Auditor's Report and Annexure – I (Modified Opinion)** are enclosed herewith.
2. The Board has considered and approved the Re-appointment of Cost Auditor for the F.Y. 2019-20
3. The Board has considered and approved the Re-appointment of Internal Auditor for the F.Y. 2019 - 20.

Please take the above information on your records.

Thanking you,

Yours truly,

For Shekhawati Poly-Yarn Limited


Meena Agal
Company Secretary & Compliance Officer



Shekhawati Poly-Yarn Ltd.

Registered Office

Survey No. 185/1, Near Kanadi Phatak, Village - Naroli, Silvassa, D & N. H. -396 235. India
72260 71555 Email : info@shekhawatiyarn.com CIN : L17120DN1990PLC000440 GST : 26AABCS5224N1Z6

Corporate Office

Express Zone 'A' Wing, Unit No. 1102/1103, 11th Floor, Near Patel Vatika, off W. E. Highway,
Malad East, Mumbai-400097, Maharashtra, India GST : 27AABCS5224N2Z3
+ 91 22 6236 0800 / 6694 0626 Email : ho@shekhawatiyarn.com www.shekhawatiyarn.com

EXPORT HOUSE

ISO certified company

Statement of Audited Financial Results for the Quarter and Year ended 31st March, 2019

(Rs. In Lakhs)

| | Particulars | Quarter ended | | | Year ended | |
|-----------|--|-------------------------|---------------------------|-------------------------|-------------------------|-------------------------|
| | | 31.03.2019 (Audited) | 31.12.2018 (Unaudited) | 31.03.2018 (Audited) | 31.03.2019 (Audited) | 31.03.2018 (Audited) |
| 1 | INCOME | | | | | |
| | a. Revenue from Operations | 3,904.15 | 1,567.38 | 4,508.55 | 14,739.28 | 14,608.24 |
| | b. Other Income | 25.12 | 0.15 | 86.61 | 53.32 | 100.31 |
| | Total Income | 3,929.27 | 1,567.53 | 4,595.16 | 14,792.60 | 14,708.55 |
| 2 | Expenses | | | | | |
| | (a) Cost of materials consumed | 2,855.36 | 1,192.47 | 3,567.61 | 12,347.19 | 11,944.88 |
| | (b) Purchases of Stock-in-Trade | - | 0.83 | 28.53 | 20.25 | 142.81 |
| | (c) Change in inventories of finished goods, work-in-progress and stock-in-trade | (284.25) | 114.43 | 394.01 | (282.56) | 66.13 |
| | (d) Excise Duty on sales | - | - | - | - | 183.21 |
| | (e) Employees benefits expenses | 205.72 | 153.95 | 179.47 | 730.47 | 694.97 |
| | (f) Finance Costs | 5.52 | 5.47 | 4.08 | 20.42 | 15.85 |
| | (g) Depreciation and amortization expenses | 233.53 | 245.57 | 243.27 | 976.05 | 998.84 |
| | (h) Provision for expected credit loss | 124.04 | 107.97 | 398.43 | 401.69 | 787.95 |
| | (i) Other expenses | 571.25 | 247.18 | 524.15 | 1,502.46 | 1,269.24 |
| | Total Expenses (a to i) | 3,711.17 | 2,067.87 | 5,339.54 | 15,715.97 | 16,103.88 |
| 3 | Profit/(Loss) before exceptional items and tax (1) - (2) | 218.10 | (500.34) | (744.38) | (923.37) | (1,395.33) |
| 4 | Exceptional Items | - | - | - | - | - |
| 5 | Profit/(Loss) from ordinary activities before tax (3) - (4) | 218.10 | (500.34) | (744.38) | (923.37) | (1,395.33) |
| 6 | Tax Expense: | | | | | |
| | Current Tax | - | - | - | - | - |
| | Deferred Tax Liability / (Assets) | (1.36) | 0.74 | 3.50 | 0.85 | 3.50 |
| 7 | Net Profit/(loss) after tax (5) - (6) | 219.46 | (501.08) | (747.88) | (924.22) | (1,398.83) |
| 8 | Other Comprehensive Income / (Loss) Items That will not be reclassified into Profit or loss | | | | | |
| | Remeasurements of Defined Benefits Plan (net of tax) | 3.52 | (1.90) | (2.71) | (2.20) | (7.07) |
| 9 | Total Comprehensive Income / (Loss) (7+8) | 222.98 | (502.98) | (750.59) | (926.42) | (1,405.90) |
| 10 | Paid-up equity share capital | 3,447.00 | 3,447.00 | 3,447.00 | 3,447.00 | 3,447.00 |
| 11 | Reserves excluding revaluation reserve as per audited balance sheet of previous accounting year | (9,397.27) | | | (9,397.27) | (7,991.37) |
| 12 | Earnings per share (of Rs. 1/- each) (not annualised) | | | | | |
| | (a) Basic | 0.06 | (0.15) | (0.22) | (0.27) | (0.41) |
| | (b) Diluted | 0.06 | (0.15) | (0.22) | (0.27) | (0.41) |

Notes:

1 These results have been prepared on the basis of the audited financial statements for the year ended March 31,2019. These results have been reviewed by the Audit Committee and taken on record by the Board of Directors at its meetings held on May 30, 2019.

2 Figures for the quarter ended on March 31, 2019 and March 31, 2018 are the balancing figures between the audited figures in respect of full financial year and published year to date figures upto the third quarter of respective financial years.



- 3 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.
- 4 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.
- 5 During the quarter and year ended 31st March, 2019, the company has not provided for interest amounting to Rs 571.4 lakhs and Rs. 2273.15 lakhs respectively (P.Y. 2256.99 lakhs) 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.
- 6 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.
- 7 Prior Period Items Under Ind AS 8 "Accounting Policies, Changes in Accounting Estimates and Errors" material prior period error shall be corrected by retrospective restatement. In previous FY 2017-18, Rs 53.67 lacs. was received on account of VAT refund, which was erroneously accounted as other income instead of reducing it from other non-current assets. Also, an credit note from supplier was erroneously accounted as debit note of Rs 7.30 lacs in FY 2017-18 . Now, both the errors has been corrected in financial statements of 2017-18 by restating the required figures with corresponding effect on taxes and other affected line items of those financial statements.

| Extract from Balance Sheet | As at March 31, 2019 | As at March 31, 2018 | As at March 31, 2018 (Restated) |
|--|----------------------------|----------------------------|--|
| In Statement of assets & liabilities | | | |
| Increase/ (Decrease) in Other Non-current assets | (53.67) | (53.67) | 98.73 |
| Increase/ (Decrease) in Trade Payables | (14.59) | (14.59) | 56.34 |

| Extract from statement of profit and loss | As at March 31, 2019 | As at March 31, 2018 | As at March 31, 2018 (Restated) |
|---|----------------------------|----------------------------|--|
| Increase/ (Decrease) in Other income | - | (53.67) | 100.31 |
| Increase/ (Decrease) in Raw material consumed | - | (14.59) | 11,944.88 |

| Extract from statement of changes in equity | As at March 31, 2019 | As at March 31, 2018 | As at March 31, 2018 (Restated) |
|---|----------------------------|----------------------------|--|
| Increase/ (Decrease) in Opening Retained Earnings | (68.26) | - | (13,716.56) |
| Increase/ (Decrease) in Current year net profit | - | (68.26) | (1,398.83) |
| Increase/ (Decrease) in Closing Retained Earnings | (68.26) | (68.26) | (15,115.39) |

- 8 Figures of the previous period has been reclassified/ regrouped wherever necessary.



For and on Behalf of Board

Mukesh Ruia

Mukesh Ruia
Chairman & Managing Director
(DIN : 00372083)

Place : Mumbai
Date : 30th May, 2019

Shekhawati Poly-Yarn Limited

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

CIN: L17120DN1990PLC000440

Statement of Assets & Liabilities as at 31st March, 2019

(Rs. In Lakhs)

| Particulars | As at | As at |
|--|-------------------|-------------------|
| | March 31, 2019 | March 31, 2018 |
| | (Audited) | (Audited) |
| I ASSETS | | |
| A) Non-current assets | | |
| a) Property, Plant and Equipment | 10,594.22 | 11,540.25 |
| b) Intangible Assets | 85.23 | 111.57 |
| c) Capital work in progress | 636.60 | 636.60 |
| d) Financial Assets | | |
| i) Other financial assets | 143.98 | 143.98 |
| e) Other non-current assets | 98.73 | 98.73 |
| | 11,558.76 | 12,531.13 |
| B Current assets | | |
| a) Inventories | 631.53 | 472.34 |
| b) Financial Assets | | |
| i) Trade receivables | 1,178.14 | 883.10 |
| ii) Cash and Cash Equivalents | 9.50 | 20.39 |
| iii) Bank Balances other than (ii) above | 6.37 | 90.43 |
| iv) Other financial assets | 27.92 | 331.76 |
| c) Other current assets | 494.42 | 238.04 |
| d) Income Tax Assets | 133.53 | 119.38 |
| | 2,481.41 | 2,155.44 |
| TOTAL- ASSETS | 14,040.17 | 14,686.57 |
| II EQUITY AND LIABILITIES | | |
| A Equity | | |
| (a) Share Capital | 3,447.00 | 3,447.00 |
| (b) Reserves & surplus | (10,323.69) | (9,397.29) |
| | (6,876.69) | (5,950.29) |
| B Liabilities | | |
| 1 Non-current liabilities | | |
| a) Financial Liabilities | | |
| i) Borrowings | 119.18 | 108.80 |
| ii) Other Financial Liabilities | 17.28 | 26.20 |
| b) Provision | 31.40 | 24.78 |
| | 167.86 | 159.77 |
| 2 Current liabilities | | |
| a) Financial Liabilities | | |
| i) Borrowings | 9,560.65 | 9,560.66 |
| ii) Trade payables | 391.06 | 56.35 |
| iii) Other Financial Liabilities | 10,780.89 | 10,835.13 |
| b) Other Current Liabilities | 12.74 | 21.90 |
| c) Provision | 3.66 | 3.05 |
| | 20,749.00 | 20,477.08 |
| TOTAL- EQUITY AND LIABILITIES | 14,040.16 | 14,686.57 |



For and on Behalf of Board

Mukesh Ruia

Mukesh Ruia

Chairman & Managing Director

(DIN : 00372083)

Place : Mumbai

Date : 30th May, 2019

Extracts of Audited Financial Results for the Quarter and Year ended 31st March, 2019

(Rs. In Lakhs)

| Particulars | Quarter Ended 31-Mar-19 | Year Ended 31-Mar-19 | Year Ended 31-Mar-18 |
|--|----------------------------|-------------------------|-------------------------|
| 1 Total income from operations (net) | 3,929.27 | 14,792.60 | 14,708.55 |
| 2 Net Profit / (Loss) for the period from ordinary activities (before Tax, Exceptional and/or Extraordinary items) | 218.10 | (923.37) | (1,395.33) |
| 3 Net Profit / (Loss) for the period before Tax (after Exceptional and/or Extraordinary items) | 218.10 | (923.37) | (1,395.33) |
| 4 Net Profit / (Loss) for the period after Tax (after Exceptional and/or Extraordinary items) | 219.46 | (924.22) | (1,398.83) |
| 5 Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)] | 222.98 | (926.42) | (1,405.90) |
| 6 Equity Share Capital (Face Value Rs. 1/- per share) | 3,447.00 | 3,447.00 | 3,447.00 |
| 7 Reserve (excluding revaluation reserves) as per balance sheet of previous accounting year | (9,397.27) | (9,397.27) | (7,991.37) |
| 8 Earnings per share (after extraordinary items)(of Rs. 1/- each) (not annualised) | | | |
| (a) Basic | 0.06 | (0.27) | (0.47) |
| (b) Diluted | 0.06 | (0.27) | (0.47) |

Notes :

- The above is an extract of the detailed format of Financial Results for the quarter and Nine months ended on 31st March, 2019 filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulation, 2015. The full format of the Financial Results for the quarter and Year ended on 31st March, 2019 is available on www.bseindia.com and www.nseindia.com, www.shekhawatiyarn.com.

Place : Mumbai
Date : 30th May, 2019



For and on Behalf of Board

Mukesh Ruia

Mukesh Ruia
Chairman & Managing Director
(DIN : 00372083)



Ajay Shobha & Co.
Chartered Accountants

A - 701, La - Chapelle,
Evershine Nagar,
Malad (W), Mumbai - 400064.
Mob : 99870 06258,
Ph. : 28808702, Fax : 66954910
Email: ajayshobha.co@gmail.com

Independent Auditor's Report on Annual Financial Results of the Company for the quarter and year ended March 31, 2019 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 audited the accompanying annual financial results ("the statement") of Shekhawati Poly- Yarn Limited ("the Company") for the quarter and year ended 31 March 2019, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/6212016 dated July 5th, 2016. Attention is drawn to the fact that the figures for the quarter ended 31st March 2019 and the corresponding quarter ended in the previous year as reported in the annual financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of third quarter of the relevant financial year. Also, the figures up to the third quarter ended had only been reviewed and not subjected to audit. These annual financial results are the responsibility of the Company's Management and have been approved by the Board of Directors in their meeting held on May 30, 2019.

These annual financial results have been prepared on the basis of the annual Ind AS financial statements and reviewed quarterly financial results which are the responsibility of the Company's management. Our responsibility is to express an opinion on these annual financial results based on the audit of the annual Ind AS financial statements which have been prepared in accordance with the recognition and measurement principles laid down in the Companies (Indian Accounting Standards) Rules, 2015 as per section 133 of the Companies Act, 2013 and other accounting principles with regulation 33 of the Listing Regulations.

2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the annual financial results are free of material misstatement. An audit involves examining, on a test basis, evidence supporting the amounts disclosed as the annual financial results. An audit also includes assessing the accounting principles used and significant estimates made by the management. We believe that our audit provides a reasonable basis for our opinion.
3. As described in Note 5 of the result, During the quarter and year ended 31st March, 2019, the company has not provided for interest amounting to Rs 571.4 lakhs and Rs. 2273.15 lakhs respectively (P.Y. 2256.99 lakhs) on the borrowings outstanding which have been classified as "Non-Performing Assets" (NPA) by the banks 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 ascertained. Had these Interest Expenses been debited to the Statement of Profit and Loss Account, loss for the year ended and debit balance of Other Equity would have been higher by Rs. 2,273.15 lakhs (P.Y. Rs. 2,256.99 lakhs) and Rs. 6,903.87 lakhs (P.Y.Rs. 4,630,72 lakhs) (In the absence of statement of account, the above amount has





Ajay Shobha & Co.
Chartered Accountants

A - 701, La - Chapelle,
Evershine Nagar,
Malad (W), Mumbai - 400064.
Mob : 99870 06258,
Ph. : 28808702, Fax : 66954910
Email: ajayshobha.co@gmail.com

been arrived as per the estimates of the company and the aggregate unprovided amount in books of account of the company is not ascertainable with accuracy.)

4. In our opinion and to the best of our information and according to explanation given to us ,except for the possible effects of the matters described in paragraph 3 above, the statements;
- (i) are presented in accordance with the requirements Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
 - (ii) gives a true and fair view of the total comprehensive income (comprising of net profit and other comprehensive income) and other financial information for the quarter ended March 31, 2019 and for the year ended March 31, 2019.

5. Emphasis of Matters

During the year, the company has suffered heavy losses and its net worth has been completely eroded. These conditions, along with other matters stated Note 6, indicate the existence of a material uncertainty that may cast doubt about the Company's ability to continue as a going concern. However, the financial statements of the Company have been prepared on a going concern basis for the reasons stated therein. Our opinion is not modified in respect of this matter.

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

(Ajay Gupta)
Partner
Mem. No. 053071



Place : Mumbai
Date: 30th May, 2019



Ajay Shobha & Co.
Chartered Accountants

A-701, La-Chapelle,
Evershine Nagar, Malad (W),
Mumbai - 400 064.
Mob. : 99870 06258,
Ph. : (022) 288 08702 Fax : 66954910
E-mail : ajayshobha.co@gmail.com

Annexure I

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2019
[See Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016]

| I. | SN | Particulars | Audited Figures (as reported before adjusting for qualifications) (Rs. in Lakhs) | Adjusted Figures (audited figures after adjusting for qualifications) (Rs. in Lakhs) |
|----|----|---|--|--|
| | 1. | Turnover / Total income | 14792.60 | 14792.60 |
| | 2. | Total Expenditure | 15715.97 | 17989.12 |
| | 3. | Net Profit/(Loss) after taxes | (924.22) | (3197.37) |
| | 4. | Earnings Per Share | (0.27) | (0.93) |
| | 5. | Total Assets | 14040.17 | 14040.17 |
| | 6. | Total Liabilities | 20916.86 | 27820.73 |
| | 7. | Net Worth | (6876.69) | (13780.56) |
| | 8. | Any other financial item(s) (as felt appropriate by the management) | NA | NA |

II. **Audit Qualification (each audit qualification separately):**

a. **Details of Audit Qualification:**

As described in Note 5 of the result, the company has not provided for interest amounting to Rs 571.40 lakhs / Rs. 2,273.15 lakhs (PY Rs. 2256.99 lakhs) on the borrowings outstanding which have been classified as "Non-Performing Assets" (NPA) by the banks. 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 year ended and debit balance of Other Equity would have been higher by Rs. 2,273.15 lakhs and Rs. 6903.87 lakhs.

b. **Type of Audit Qualification :**

Qualified Opinion / Disclaimer of Opinion / Adverse Opinion

c. **Frequency of qualification:**

Whether appeared first-time/ repetitive / since how long continuing

d. **For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:**

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 and accordingly, the company has not recognised the Interest Expense.

e. **For Audit Qualification(s) where the impact is not quantified by the auditor:**

(i) **Management's estimation on the impact of audit qualification:**
NA

(ii) **If management is unable to estimate the impact, reasons for the same:** NA

(iii) **Auditors' Comments on (i) or (ii) above:** NA





Ajay Shobha & Co.
Chartered Accountants

A-701, La-Chapelle,
Evershine Nagar, Malad (W),
Mumbai - 400 064.
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E-mail : ajayshobha.co@gmail.com

| | | |
|-----|--|---|
| III | Signatories: | |
| | Mr. MukeshRuia Chairman & Managing Director | |
| | Mr Suresh Gattani Chief Financial Officer | |
| | Mr. Vikas Damodardas Rathi Audit Committee Chairman | |
| | Statutory Auditor | For Ajay Shobha & Co. Chartered Accountants Firm's Registration No. 317031E Ajay Gupta Partner Mem. No. 053071 |

Date : 30th May, 2019.

Place: Mumbai