

Date : 4th August, 2020

To,

The Listing Department
BSE Limited
P. J. Towers,
Dalal Street,
Mumbai – 400 001
Fax : 02222722037
Email : corp.relations@bseindia.comp

Scrip Code: 533301

The Listing Department
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
BandraKurla 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 4th August, 2020

With reference to the above subject the Board of Directors meeting was held on 4th August, 2020 at 2.00 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 conclude at 4.30 P.M.

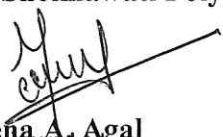
The Board of Directors has discussed the following matters and resolved in the meeting:

1. The Board has approved the Un-audited Financial Results for the Quarter ended on 30th June, 2020 along with Limited Review Report are enclosed herewith.
2. The Board has approved the resolution for adoption of the Directors' Reports and Corporate Governance Report thereon for the financial year ended 31st March, 2020.
3. The Board has approved and fixed the date of 29th Annual General Meeting of the Company to be held on Wednesday, 30th September, 2020 at 2:00 P.M through video conference/other audio visual means in accordance with the Ministry of Corporate Affairs Circular No.20/2020 dated 5th May, 2020 and Securities and Exchange Board of India Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020. The procedure for participation in the Annual General Meeting will be intimated separately.
4. The Board has appointed Mr. **Prabhat Maheshwari**, GMJ & Associates, Practicing Company Secretaries as a scrutinizer for the process of E-voting and poll at the ensuing 29th AGM.

Please take the above information on your records.

Thanking you,
Yours truly,

For Shekhawati Poly-Yarn Limited


Megha A. 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

Shekhawati Poly-Yarn Limited

CIN: L17120DN1990PLC000440

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

Statement of Unaudited Financial Results for the Quarter ended June 30, 2020

		(Rs. In Lakhs)		
Particulars	Quarter ended			Year ended
	30.06.2020 (Unaudited)	31.03.2020 (Audited)*	30.06.2019 (Unaudited)	31.03.2020 (Audited)
1	INCOME			
	a. Revenue from Operations	285.80	2,523.23	3,428.26
	b. Other Income	10.45	18.48	16.90
	Total Income	296.26	2,541.71	3,445.16
2	Expenses			
	(a) Cost of materials consumed	76.86	865.37	2,790.10
	(b) Purchases of Stock-in-Trade	83.07	12.61	-
	(c) Change in inventories of finished goods, work-in-progress and stock-in-trade	0.74	790.39	106.62
	(d) Employees benefits expenses	124.16	262.83	180.77
	(e) Finance Costs	3.97	8.03	3.87
	(f) Depreciation and amortization expenses	237.89	240.96	242.83
	(g) Power and Fuel	156.91	392.81	248.82
	(h) Provision for expected credit loss	-	447.07	-
	(i) Other expenses	79.43	328.65	184.48
	Total Expenses	763.03	3,348.72	3,757.49
3	Profit/(Loss) before exceptional items and tax (1) - (2)	(466.77)	(807.01)	(312.33)
4	Exceptional Items	-	-	-
5	Profit/(Loss) from ordinary activities before tax (3)-(4)	(466.77)	(807.01)	(312.33)
6	Tax Expense:			
	Current Tax	-	-	-
	Deferred Tax	-	-	-
7	Net Profit/(loss) after tax (5) - (6)	(466.77)	(807.01)	(312.33)
8	Other Comprehensive Income / (Loss)			
	<u>Items That will not be reclassified into Profit or loss</u>			
	Remeasurements of Defined Benefits Plan	2.39	11.84	(0.59)
9	Total Comprehensive Income / (Loss) (7+8)	(464.39)	(795.17)	(312.92)
10	Paid-up equity share capital (Face Value - Rs. 1/- each)	3,447.00	3,447.00	3,447.00
11	Reserve (excluding revaluation reserves) as per balance sheet of previous accounting year			(10,323.73)
12	Earnings per share (of Rs. 1/- each)			
	(a) Basic	(0.14)	(0.23)	(0.09)
	(b) Diluted	(0.14)	(0.23)	(0.09)
	(EPS for interim period is not annualised)			

* Refer note 7

Notes:

- The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 4th August, 2020 and have undergone 'Limited Review' by the Statutory Auditors of the Company.
- 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.
- 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.
- During the quarter ended June 30, 2020, the company has not provided for interest amounting to Rs 532.08 lakhs (Rs. 9,679.61 lakhs till June 30, 2020) 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 ascertainable.



Shekhawati Poly-Yarn Limited

CIN: L17120DN1990PLC000440

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Statement of Unaudited Financial Results for the Quarter ended June 30, 2020

- 5 Since, the outbreak of COVID-19 pandemic has impacted most of the countries, including India and is causing disturbance and slowdown of economic activity. Accordingly, the operation of the Company significantly impacted. The impact is dependent on the spread of Covid-19, steps taken by the government to mitigate the economic impact, and the time it takes for economic activities to resume at normal levels. The Company will continue to efforts towards achieving normalized level of operation, depending upon prevailing situation and government directions.
- 6 The Company has suffered heavy losses during the current and previous years, its net worth has been completely eroded and the credit facilities of the company has also been classified as "Non-performing assets" (NPA) by its banks. However, the company has prepared its financials on going concern basis, 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 The figures for the quarter ended on 31st March, 2020 were the balancing figures between the audited figures in respect of full financial year ended 31st March, 2020 and the published year to date figures up to the third quarter ended December 31, 2019.
- 8 Figures of the previous period has been reclassified/ regrouped wherever necessary.

For and on behalf of board



Mukesh Ruia
Mukesh Ruia
(Chairman and Managing Director)
(DIN : 00372083)

Place : Mumbai
Date : 4th August, 2020



Ajay Shobha & Co.
Chartered Accountants

L - 2, Haridwar - 1,
Evershine Nagar,
Malad (W), Mumbai - 400064.
Mobile: 99870 06258 / 9821056258
Email: ajayshobha.co@gmail.com

Limited Review Report on the Unaudited Financial Results of Shekhawati Poly- Yarn Limited for the quarter ended 30th June, 2020 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 reviewed the accompanying statement of unaudited Financial Results of Shekhawati Poly-Yarn Limited ("the Company") for the quarter ended 30th June, 2020 ("the statement"). 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 the 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 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.
3. A review is limited primarily to inquiries of company personnel and analytical procedure 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.
4. As described in Note 4 of the result, the company has not provided for interest for quarter amounting Rs. 532.08 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 quarter and debit balance of Other Equity would have been higher by Rs. 532.08 lakhs and Rs. 9,679.61 lakhs.
5. Based on our review conducted as above, *except for the observations as stated in para (4) above*, nothing has come to our attention that causes us to believe that the Statement of unaudited financial results has not been prepared in all material respect in accordance with Ind AS and other recognized accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.






Ajay Shobha & Co.
Chartered Accountants

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Evershine Nagar,
Malad (W), Mumbai - 400064
Mobile: 99870 06258 / 9821056258
Email: ajayshobha.co@gmail.com

6. Other Matters

- a. We draw attention to Note 5 to the unaudited financial results, which states that there is reduction in the business activities of the organization due to impact of Covid – 19. The extent to which the Covid – 19 Pandemic will continue to impact the organization's results will depend on the future developments, which are highly uncertain. Our opinion is not modified in respect of these matter.
- b. We draw attention to Note 6 of the financial results regarding preparation of the financial results on going concern basis for the reasons stated therein. Our opinion is not modified in respect of these matter.

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


Ajay Gupta
Partner

Membership Number : 053071
UDIN : 20053071AAAADX9437



Date : 4th August, 2020
Place : Mumbai