

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 ended 30th June, 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 by the management, due to a recessionary trend and slackness in demand by user industries, the Company was not able to utilize the capacity optimally along with price volatility; it was incurring the losses in past few years. In order to boost the economy, the government has declared several revival packages, resulting into spur in demand allowing the Company to step up its capacity utilization.

In accordance with the latest Amendment, 2020 to the insolvency law, the Company as per Note No 4 expects to convince the lender bank, financial institution and other unsecured lenders for the settlement of their dues reasonably. Accordingly, the management believes that it is appropriate to prepare the financial results on a going concern basis. Therefore, the financial results do not include any adjustments relating to the recoverability and classification of recorded assets and to the amounts of liabilities that might be necessary should the Company be unable to continue its operations as a going concern.

4. Emphasis of Matter

- (i) Earlier the lender bank issued notice under section 13(2) of the SARFAESI Act, 2002 for their recovery of dues and also continues to have symbolic possession of the manufacturing facility. Further in May 2021 another financial institution has approached NCLT for the recovery of their dues. The Management expects to arrive at a settlement in due course of time with the lender bank, financial institution and other unsecured lenders.
- (ii) The Company's recoverable includes 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.



- (iii) We draw your attention to the Note 5 of the financial results with regard to management's assessment of realizability of 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 financial results, expects to recover the carrying amount of the assets. Considering the continuing uncertainties, the management will continue to closely monitor any material changes to future economic conditions and does not anticipate any material financial or operational issues in the short term as well as on a long-term basis.

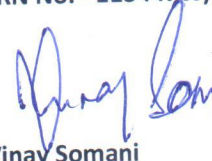
Our opinion is not modified in respect of matters stated in Para 3 and 4 above.

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.

Place: Mumbai
Date : 14th August, 2021

For Bagaria and CO. LLP
Chartered Accountants
FRN No. -113447W/W-

100019



Vinay Somani
Partner

Membership No. 143503
UDIN : 21143503AAAALZ5428



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.

Statement of Unaudited Financial Results for the Quarter Ended 30.06.2021

(Rs. in Lakhs)

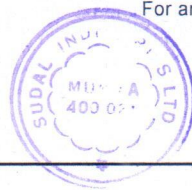
Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2021	31.03.2021	30.06.2020	31.03.2021
		Unaudited	Audited *	Unaudited	Audited
1	Income:				
	(a) Revenue from operations	2,523.36	2,919.15	791.36	8,176.01
	(b) Other Income	2.54	11.83	-	46.72
	Total Income	2,525.90	2,930.98	791.36	8,222.73
2	Expenses :				
	(a) Cost of materials consumed	1,871.08	2,287.55	488.77	6,106.81
	(b) Change in Inventories of finished goods, work-in-progress and stock-in-trade	23.20	(163.10)	182.91	(137.37)
	(c) Employee benefits expense	98.60	98.41	62.88	347.00
	(d) Finance Costs	463.72	434.15	417.25	1,739.04
	(e) Depreciation and amortization expense	71.25	73.25	72.45	291.39
	(f) Other expenses	342.91	404.72	145.33	1,236.82
	Total expenses	2,870.76	3,134.98	1,369.59	9,583.70
4	Profit /(Loss) before tax (1-2)	(344.86)	(204.00)	(578.23)	(1,360.97)
5	Tax expense	-	21.82	-	21.82
6	Net Profit/ (Loss) for the period (4-5)	(344.86)	(225.82)	(578.23)	(1,382.79)
7	Other Comprehensive Income (OCI)				
	Items that will not be reclassified to profit or loss	-	0.72	-	0.72
	Other Comprehensive Income	-	0.72	-	0.72
8	Total comprehensive income for the period (6+7)	(344.86)	(225.10)	(578.23)	(1,382.07)
9	Paid-up Equity Share Capital (Face Value Rs.10 per share)	736.78	736.78	736.78	736.78
10	Other equity				(6,746.56)
11	Equity per Share before exceptional items (Basic and diluted) (Rs.)	(4.68)	(3.06)	(7.85)	(18.47)

Notes :

- The above results were reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 14th August 2021
- The operations of the Company relate to only one segment viz. Manufacturing of Aluminium Extrusions and down stream/ value added
- The Company has been continuously incurring losses over last several years and its net worth stands fully eroded. Due to a recessionary trend and slackness in demand by user industries, the Company was not able to utilize the capacity optimally along with price volatility; it was incurring the losses in past few years. In order to boost the economy, the government has declared and implemented several revival packages, resulting into spur in demand allowing the Company to step up its capacity utilization. In accordance with the latest Amendment, 2020 to the insolvency law, the Company as per Note No 4 expects to convince the lender bank, financial institution and other unsecured lenders for the settlement of their dues reasonably. Accordingly the Management believes that it is appropriate the financial statements on a going concern basis.
- Earlier the lender bank issued notice under section 13(2) of the SARFAESI Act, 2002 for their recovery of dues and also continues to have symbolic possession of the manufacturing facility. Further in May 2021 another financial institution has approached NCLT for the recovery of their dues. The Management expects to arrive at a settlement in due course of time with the lender bank, financial institution and other unsecured lenders.
- The Company has considered the possible impact of COVID-19 in preparation of the above results. The impact of the global health pandemic may be different from that estimated as at the date of approval of results. Considering the continuing uncertainties, the Company will continue to closely monitor any material changes to future economic conditions.
- The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits 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 recognise the same when the Code becomes effective.
- a) Figures for the previous periods have been regrouped, wherever necessary to conform to the current period's classification.
*b) The figures of the last quarter of the previous year are the balancing figures between audited figures for the full financial year and unaudited published year to date figures up to the third quarter of the previous financial year

For and on behalf of Board of Directors

Place : Mumbai
Date : 14.08.2021



Mukesh V. Ashar
CFO & Director
DIN.: 06929024