



SANGHVI
FORGING & ENGINEERING LTD.

2nd March, 2021

SEC/REG33/SEBI/LODR/2020-21

The Manager BSE Ltd. Corporate Relationship Department, 1st Floor, New Trading Ring, Rotunda Building, P.J. Towers, Dalal Street, Fort, Mumbai 400 001 Code No. 533411	The Manager Listing Department, National Stock Exchange of India Ltd., Exchange Plaza, 5 th Floor, C/1, Block G, Bandra-Kurla Complex, Bandra (E), Mumbai 400 051 Symbol "SANGHVIFOR"
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Dear Sir/Madam,

Sub: Unaudited Financial Results (Standalone and Consolidated) for the Quarter ended 31st December, 2020 under regulation 29 of SEBI (LODR) Regulations, 2015

As earlier Intimated dated 6th February, 2021, February 12, 2021, February 15, 2021, February 17, 2021, February 18, 2021, February 20, 2021, February 24, 2021, February 26, 2021 & February 27, 2021 to consider & approve financial results for the Quarter ended 31st December, 2020.

The Company is under Corporate Insolvency Resolution Process (CIRP) in terms of the Order of Hon'ble NCLT Ahmedabad dated 30th August, 2019 and the powers of the Board of Directors have been suspended and vested with Mr. Parthiv Parikh, the Resolution Professional, under Insolvency and Bankruptcy Code, 2016.

In terms of Regulation 30, 33 and other applicable regulations of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (the Regulations), we are Submitting herewith

- Unaudited Financial Results (Standalone and Consolidated) for the Quarter ended 31st December, 2020
- Limited Review Report of Statutory Auditors M/s V. K. Shastri, Chartered Accountants.

The results are also being published in the newspapers and placed on Company's website.

Thanking you,

Yours Faithfully,

For Sanghvi Forging and Engineering Limited


Deepika Agrawal

Company Secretary & Compliance officer

Encl: As above





SANGHVI FORGING & ENGINEERING LTD.

Regd. Office: 244/6-7, G.I.D.C. Ind. Estate, Waghodia – 391 760, Dist. Vadodra, India. Ph: 02668-673100 Fax : 02668-673135
CIN : L28910GJ1989PLC012015 E-mail : contact@sanghiviforge.com; Website : www.sanghiviforge.com

(in Lakhs)

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2020

Sr. No.	Particulars	Standalone					
		Quarter Ended		Nine Months Ended		Year Ended	
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	a) Revenue From Operations	2,009.71	1,337.29	1,374.73	4,014.18	5,010.62	5,956.37
	b) Other Income	7.16	(8.26)	(30.95)	14.45	15.40	64.30
	Total Revenue (Net)	2,016.87	1,329.03	1,343.78	4,028.63	5,026.02	6,020.67
2	Total Expenditure						
	a) Cost of Material Consumed	1,122.68	732.93	610.76	2,223.31	1,797.94	2,658.39
	b) Purchase of Stock in Trade	-	-	-	-	-	-
	c) Change in Stock (Increase./Decrease) In Stock	263.18	(138.64)	127.69	198.30	166.78	248.55
	d) Employees Benefit Expense	164.72	156.23	168.03	439.48	506.31	645.95
	e) Depreciation	212.34	212.97	213.37	635.63	640.54	851.84
	f) Finance Cost	(3.46)	34.46	54.73	60.41	202.94	249.06
	g) Other Expenses	478.33	531.43	389.03	1,249.05	1,490.60	1,882.99
	Total Expenses	2,237.79	1,529.38	1,563.61	4,806.18	4,805.11	6,536.78
3	Profit / (Loss) from Operations before Exceptional Items & Tax (1-2)	(220.92)	(200.35)	(219.83)	(777.55)	220.91	(516.11)
4	Exceptional Items						
5	Profit / (Loss) before tax (3-4)	(220.92)	(200.35)	(219.83)	(777.55)	220.91	(516.11)
6	Tax Expense	-	-	-	-	-	-
7	Net Profit / (Loss) for the Period (5-6)	(220.92)	(200.35)	(219.83)	(777.55)	220.91	(516.11)
8	Other Comprehensive Income (Net of Tax)	-	-	-	-	-	(24.82)
9	Total Comprehensive Income for the Period (7+8)	(220.92)	(200.35)	(219.83)	(777.55)	220.91	(540.93)
10	Paid up Equity Share Capital (Face Value of `10/- each)	1,489.23	1,489.23	1,489.23	1,489.23	1,489.23	1,489.23
11	Earning per Share (EPS) (`10 per Share) (Not Annualized)						
	Basic EPS	(1.48)	(1.35)	(1.48)	(5.22)	1.48	(3.47)
	Diluted EPS	(1.48)	(1.35)	(1.48)	(5.22)	1.48	(3.47)



Parikh

Notes:

- 1 The Statutory Auditor of the Company have carried out a "Limited Review" of the results for the Quarter and Nine Months ended December 31, 2020.
- 2 Bank of Baroda has filed application before NCLT, Ahmedabad under section 7 of the Insolvency and Bankruptcy code, 2016 on 26th April, 2018. Corporate Insolvency Resolution Process (CIRP) has been initiated in respect of Sanghvi Forging & Engineering Limited ("Corporate Debtor") under the provisions of the Insolvency and Bankruptcy Code, 2016 ('the Code') by an order of the Hon'ble National Company Law Tribunal ('NCLT'), Ahmedabad Bench dated 30th August, 2019. This is to inform you that the NCLT, Ahmedabad Bench has by order dated 26th May, 2020, which was published and made available on 29th May, 2020 admitted the application filed by the members of Committee of Creditors lead by State Bank of India under Section 22 of the Insolvency Bankruptcy Code 2016 for replacement of Interim Resolution professional (IRP) by the Resolution Professional (RP). The NCLT has appointed Mr. Parthiv Parikh, Registration no. IBBI/IPA-002/IP-N00369/2017-18/11063, as the Resolution Professional for Sanghvi Forging & Engineering Limited.
- 3 Post commencement of the CIRP process, the Company is continuing to operate as a going concern in terms of the code.
- 4 The Company is under CIRP as per Sec. 7 of Insolvency & Bankruptcy Code, 2016 and thereby the Company has not provided the interest of Rs.358.89 Lakhs for Q1, Rs 358.89 Lakhs for Q2 and Rs 358.89 Lakhs for Q3, aggregating of Rs 1076.67 Lakhs relevant to F.Y. 2020-21.
- 5 One of the members of the suspended management entered into one "arrangement/agreement" purportedly on behalf of the Corporate Debtor with M/s Gautam Stainless Private Limited for raising an unsecured loan to the tune of Rs. 7.5 Crores without the approval of IRP. In the previous reporting periods, the Corporate Debtor had recognised this Unsecured Loan from M/s Gautam Stainless Private Limited as a liability and the Corresponding "Escrow Account/No lien account" as an Asset. On the basis of the legal opinion, the RP believes the recognition of the same in the books of the Corporate Debtor company to be an incorrect representation of the financial affairs, for which the necessary reversal accounting treatment was done in the books of accounts for the quarter ended 31st December 2020 based on the opinion sought from Accounting firms in this respect. Also, the Company has reversed Interest of Rs. 24 lacs (Approx) during this quarter which was provided upto 30.09.2020 being interest on this unsecured loan taken by the erstwhile management during the CIRP
- 6 An amount of INR 1.16 Crores has been recovered by the bank during the month of December 2019 which is during the Corporate Insolvency Resolution Period and the same may be subject to reversal by the bank by virtue of moratorium imposed under section 14 of the Insolvency and Bankruptcy Code, 2016 and thereby, recognized as an asset.
- 7 Ind AS 116 having become effective from 1st April 2019 and the impact of the same is negligible for the company.
- 8 The company has only one reportable segment i.e. Forging & Fittings.
- 9 Figures of the previous periods have been regrouped / reclassified / rearranged, wherever necessary, to confirm to the current period's classification.
- 10 The statements has been taken on record by RP and affixing of signature on these statements by the RP should not be construed as endorsement or certification by the RP of any facts or figures provided herein.
- 11 With respect to the financial results for the quarter and Nine months ended December 31, 2020 ("the financial results"), the RP has taken the same on record solely for the purpose of ensuring compliance by the Corporate Debtor with the applicable laws, and subject to the following:

In the financial results, there have been reversal of some mis-representation(s) reported in the Financial Statements for the period ended on 31st March 2020, 30th June 2020 and 30th September 2020 as more particularly depicted in note No. 5. While signing/certifying the Financial Results, the CFO and CEO (part of the suspended management and the promoter group) inserted a new note offering their comments/opinions upon the treatment of this loan which according to RP does not form the part of the assets and liabilities of the Corporate debtor. And hence Note 5 is to be inserted in the financial results of company. This is not comfortable to CEO and CFO of the company and due to this dis-agreement, the present financial results were not signed/certified by the CEO and CFO of the company.

Resultantly, the present financial results has been taken on record by the RP for the limited purpose of ensuring compliance with the SEBI(LODR) Regulations, 2015 by relying solely upon the representations and statements as forwarded to him by the officers and suspended management of the Corporate Debtor and by the other stakeholders. The RP has taken the financial results on record as per the powers vested with him under the Insolvency and Bankruptcy Code, 2016. Moreover, since companies are required to conduct limited review through the Statutory Auditors, the RP is not making any representations regarding accuracy, veracity or completeness of the data or information in the financial results.;

II. The RP has signed the financial results and intimating the same to the Stock Exchanges in good faith and accordingly, no suit, prosecution or other legal proceedings shall lie against the RP in terms of Section 233 of the Insolvency and Bankruptcy Code, 2016."

- 12 Remuneration payable to KMPs has been pending since the commencement of the CIRP. However, since KMPs are the related parties to the Corporate Debtor, approval of the CoC is mandatorily requirement under section 28 of the Insolvency and Bankruptcy Code, 2016. This agenda was put before the CoC for approval for couple of times, however, CoC has approved remuneration payable to KMPs only with effect from October 2020. Accordingly, as also communicated to the successful Resolution Applicant, the remuneration payable to KMPs till 30th September, 2020 has been treated as disputed CIRP costs under the provisions of the IBC, 2016

For Sanghvi Forging & Engineering Ltd.

Jayantilal B. Sanghvi
Chief Executive Officer

Vikram B. Sanghvi
Chief Financial Officer



[Signature]

Taken on Record By
Parthiv Parikh
Resolution Professional



SANGHVI
FORGING & ENGINEERING LTD.

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CIN : L28910GJ1989PLC012015 E-mail : contact@sanghiviforge.com; Website : www.sanghiviforge.com

(in Lakhs)

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2020

Sr. No.	Particulars	Consolidated					
		Quarter Ended			Nine Months Ended		Year Ended
		31.12.2020 (Unaudited)	30.09.2020 (Unaudited)	31.12.2019 (Unaudited)	31.12.2020 (Unaudited)	31.12.2019 (Unaudited)	31.03.2020 (Audited)
1	a) Revenue From Operations	2,009.71	1,337.29	1,404.98	4,014.18	5,100.33	5,981.00
	b) Other Income	7.16	(8.26)	(30.95)	14.45	15.40	64.30
	Total Revenue (Net)	2,016.87	1,329.03	1,374.03	4,028.63	5,115.73	6,045.30
2	Total Expenditure	-	-	-	-	-	-
	a) Cost of Material Consumed	1,122.68	732.93	610.76	2,223.31	1,797.94	2,622.82
	b) Purchase of Stock in Trade	-	-	89.00	-	88.90	-
	c) Change in Stock (Increase)/(Decrease) In Stock	263.18	(138.64)	78.61	198.30	166.70	318.24
	d) Employees Benefit Expense	164.72	156.23	168.03	439.48	506.31	645.95
	e) Depreciation	212.34	212.97	213.37	635.63	640.54	851.84
	f) Finance Cost	(3.46)	34.46	54.73	60.41	202.94	249.06
	g) Other Expenses	478.33	531.43	394.74	1,249.05	1,507.34	1,889.88
	Total Expenses	2,237.79	1,529.38	1,609.24	4,806.18	4,910.67	6,577.79
3	Profit / (Loss) from Operations before Exceptional Items & Tax (1-2)	(220.92)	(200.35)	(235.21)	(777.55)	205.06	(532.49)
4	Exceptional Items	-	-	-	-	-	-
5	Profit / (Loss) before tax (3-4)	(220.92)	(200.35)	(235.21)	(777.55)	205.06	(532.49)
6	Tax Expense	-	-	-	-	-	-
7	Net Profit / (Loss) for the Period (5-6)	(220.92)	(200.35)	(235.21)	(777.55)	205.06	(532.49)
8	Other Comprehensive Income (Net of Tax)	-	-	-	-	-	(24.82)
9	Total Comprehensive Income for the Period (7+8)	(220.92)	(200.35)	(235.21)	(777.55)	205.06	(557.31)
10	Paid up Equity Share Capital (Face Value of `10/- each)	1,489.23	1,489.23	1,489.23	1,489.23	1,489.23	1,489.23
11	Earning per Share (EPS) (`10 per Share) (Not Annualized)	-	-	-	-	-	-
	Basic EPS	(1.48)	(1.35)	(1.58)	(5.22)	1.38	(3.58)
	Diluted EPS	(1.48)	(1.35)	(1.58)	(5.22)	1.38	(3.58)



Notes:

- 1 The Statutory Auditor of the Company have carried out a "Limited Review" of the results for the Quarter and Nine Months ended December 31, 2020.
- 2 Bank of Baroda has filed application before NCLT, Ahmedabad under section 7 of the Insolvency and Bankruptcy Code, 2016 on 26th April, 2018. Corporate Insolvency Resolution Process (CIRP) has been initiated in respect of Sanghvi Forging & Engineering Limited ("Corporate Debtor") under the provisions of the Insolvency and Bankruptcy Code, 2016 ('the Code') by an order of the Hon'ble National Company Law Tribunal ('NCLT'), Ahmedabad Bench dated 30th August, 2019. This is to inform you that the NCLT, Ahmedabad Bench has by order dated 26th May, 2020, which was published and made available on 29th May, 2020 admitted the application filed by the members of Committee of Creditors lead by State Bank of India under Section 22 of the Insolvency Bankruptcy Code 2016 for replacement of Interim Resolution Professional (IRP) by the Resolution Professional (RP). The NCLT has appointed Mr. Parthiv Parikh, Registration no. IBB/PA-002/IP-N00369/2017-18/11063, as the Resolution Professional for Sanghvi Forging & Engineering Limited.
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- 5 One of the members of the suspended management entered into one "arrangement/agreement" purportedly on behalf of the Corporate Debtor with M/s Gautam Stainless Private Limited for raising an unsecured loan to the tune of Rs. 7.5 Crores without the approval of IRP. In the previous reporting periods, the Corporate Debtor had recognised this Unsecured Loan from M/s Gautam Stainless Private Limited as a liability and the Corresponding "Escrow Account/No lien account" as an Asset. On the basis of the legal opinion, the RP believes the recognition of the same in the books of the Corporate Debtor company to be an incorrect representation of the financial affairs, for which the necessary reversal accounting treatment was done in the books of accounts for the quarter ended 31st December 2020 based on the opinion sought from Accounting firms in this respect. Also, the Company has reversed Interest of Rs. 24 lacs (Approx) during this quarter which was provided upto 30.09.2020 being interest on this unsecured loan taken by the erstwhile management during the CIRP
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- 7 Ind AS 116 having become effective from 1st April 2019 and the impact of the same is negligible for the company.
- 8 The company has only one reportable segment i.e. Forging & Fittings.
- 9 Figures of the previous periods have been regrouped / reclassified / rearranged, wherever necessary, to confirm to the current period's classification.
- 10 The statements has been taken on record by RP and affixing of signature on these statements by the RP should not be construed as endorsement or certification by the RP of any facts or figures provided herein.
- 11 With respect to the financial results for the quarter and Nine months ended December 31, 2020 ("the financial results"), the RP has taken the same on record solely for the purpose of ensuring compliance by the Corporate Debtor with the applicable laws, and subject to the following:

In the financial results, there have been reversal of some mis-representation(s) reported in the Financial Statements for the period ended on 31st March 2020, 30th June 2020 and 30th September 2020 as more particularly depicted in note No. 5. While signing/certifying the Financial Results, the CFO and CEO (part of the suspended management and the promoter group) inserted a new note offering their comments/opinions upon the treatment of this loan which according to RP does not form the part of the assets and liabilities of the Corporate debtor. And hence Note 5 is to be inserted in the financial results of company. This is not comfortable to CEO and CFO of the company and due to this dis-agreement, the present financial results were not signed/certified by the CEO and CFO of the company.

Resultantly, the present financial results has been taken on record by the RP for the limited purpose of ensuring compliance with the SEBI(LODR) Regulations, 2015 by relying solely upon the representations and statements as forwarded to him by the officers and suspended management of the Corporate Debtor and by the other stakeholders. The RP has taken the financial results on record as per the powers vested with him under the Insolvency and Bankruptcy Code, 2016. Moreover, since companies are required to conduct limited review through the Statutory Auditors, the RP is not making any representations regarding accuracy, veracity or completeness of the data or information in the financial results.;

II. The RP has signed the financial results and intimating the same to the Stock Exchanges in good faith and accordingly, no suit, prosecution or other legal proceedings shall lie against the RP in terms of Section 233 of the Insolvency and Bankruptcy Code, 2016."

- 12 Remuneration payable to KMPs has been pending since the commencement of the CIRP. However, since KMPs are the related parties to the Corporate Debtor, approval of the CoC is mandatory requirement under section 28 of the Insolvency and Bankruptcy Code, 2016. This agenda was put before the CoC for approval for couple of times, however, CoC has approved remuneration payable to KMPs only with effect from October 2020. Accordingly, as also communicated to the successful Resolution Applicant, the remuneration payable to KMPs till 30th September, 2020 has been treated as disputed CIRP costs under the provisions of the IBC, 2016

For Sanghvi Forging & Engineering Ltd.

Jayantilal B. Sanghvi
Chief Executive Officer

Vikram B. Sanghvi
Chief Financial Officer


Taken on Record By
Parthiv Parikh
Resolution Professional

Vadodara
2nd March, 2021



V. K. SHASTRI & CO.

Chartered Accountants

CA Venugopal K. Shastri
M.Com., L.L.B., F.C.A., I.S.A.

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**INDEPENDENT AUDITOR'S REVIEW REPORT ON
REVIEW OF STANDALONE UNAUDITED FINANCIAL RESULTS**

To
The Resolution Professional of
SANGHVI FORGING AND ENGINEERING LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **SANGHVI FORGING AND ENGINEERING LIMITED** ("the Company"), for the quarter ended December 31st, 2020 and the year to date results for 9 months period April 1st 2020 to December 31st, 2020 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management, but the same are not authenticated by the Company's Chief Financial Officer and Chief Executive Office who are working under authority given by Resolution Professional appointed by NCLT, Ahmedabad, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review. *This Statement is only signed and taken on record by Resolution Professional (RP) in good faith for intimating to stock exchange as stated in Note 10 and Note 11 for which no authenticity is subscribed by Resolution Professional (RP) who had given disclaimer regarding the accuracy, veracity or completeness of Data or information in the financial results.*
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 (ICAI). 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 of interim financial information consists of making inquiries, primarily of the Company's personnel 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 specified under section 143(10) of the Companies Act, 2013 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. Further, in view of the Note No 10 and Note No 11 where in Resolution Professional (RP) signing the statement has given disclaimer regarding the accuracy, veracity or completeness of Data or information in the financial results. We cannot give our opinion on the this figures reported in the statement, as the same have been prepared by the Company's Management and taken on record by Resolution Professional (RP) who has given the disclaimer and hence we cannot accept the accuracy of data given*
4. Based on our review conducted as stated in Paragraph 3 above, **subject to Note 4 and 5 of the Unaudited Standalone Financial Results for the Quarter ended 31.12.2020 and nine month period ended 31.12.2020, regarding non-provision of Interest of Rs. 358.89 lacs each for all three quarters aggregating to Rs..1076.67 lacs, resulting in Loss of Quarter ended 31.12.2020 and nine month period ended 31.12.2020 being under stated to that extent ; and also considering Note 10 and Note 11 for which no authenticity is subscribed by Resolution Professional (RP) who had given**



disclaimer regarding the accuracy, veracity or completeness of Data or information in the financial results, We cannot give our opinion on the accompanying Statement, as to whether they are prepared in accordance with the recognition and measurement principles laid down in the 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.

5. Emphasis of Matter :

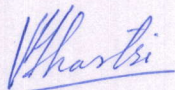
We draw attention to Note No. 2 and 3 of the Statement wherein the Corporate Insolvency Resolution Process (CIRP) has been initiated and now Resolution Professional has been appointed by NCLT, due to it's default in repayments of the obligations to it's lenders. The Losses, erosion of net worth and inability to repay it's lenders, this year and also in previous year, indicates that Company cannot be categorised as a "Going Concern" in view of the Accounting Standards generally accepted in India. However, considering the Ongoing Operations, the Management has prepared Financial Statements on a "Going Concern" basis. Our Conclusion on statement is not modified in respect of this matter.

We also draw attention to Note No 10 and Note No 11 where in Resolution Professional (RP) signing the statement has given disclaimer regarding the accuracy, veracity or completeness of Data or information in the financial results and also stated that affixing of signature on these statements by Resolution Professional (RP) should not be construed as endorsement or certification by the RP of the facts or figures provided therein. *In view of this Notes we do not express any opinion on accuracy of results*

We also draw attention to Note No 5 are regards dispute with suspended management regarding treatment of unsecured loan of Rs. 7.50 crores for which different opinions were taken and Resolution Professional (RP) signing the statement has implemented the *opinion they received from accounting firm but is not accepted and disputed by the suspended management who are the acting CFO and CEO of the Company and hence we do not express any opinion in this matter*

UDIN No: 21042774AAAABS3287

For **V.K.SHASTRI & CO.**
Chartered Accountants
(Firm's Registration No. 113325W)


(CA V.K.SHASTRI)
Proprietor/ M.No.042774



Date : 02.03.2021
Place - Vadodara



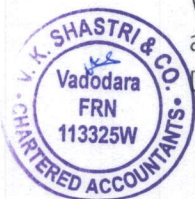
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**INDEPENDENT AUDITOR'S REVIEW REPORT ON
REVIEW OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS**

To
The Resolution Professional of
SANGHVI FORGING AND ENGINEERING LIMITED

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **SANGHVI FORGING AND ENGINEERING LIMITED** ("the Holding Company") and its subsidiary (the Holding Company and its subsidiary collectively referred as "the Group") for the quarter ended December 31st, 2020 and nine month period April 1st 2020 to December 31st, 2020 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management, but the same are not authenticated by the Company's Chief Financial Officer and Chief Executive Office who are working under authority given by Resolution Professional appointed by NCLT, Ahmedabad, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review. *This Statement is only signed and taken on record by Resolution Professional (RP) in good faith for intimating to stock exchange as stated in Note 10 and Note 11 for which no authenticity is subscribed by Resolution Professional (RP) who had given disclaimer regarding the accuracy, veracity or completeness of Data or information in the financial results.*
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 (ICAI). 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 of interim financial information consists of making inquiries, primarily of the Company's personnel 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 specified under section 143(10) of the Companies Act, 2013 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. Further, in view of the Note No 10 and Note No 11 where in Resolution Professional (RP) signing the statement has given disclaimer regarding the accuracy, veracity or completeness of Data or information in the financial results. We cannot give our opinion on the this figures reported in the statement, as the same have been prepared by the Company's Management and taken on record by Resolution Professional (RP) who has given the disclaimer and hence we cannot accept the accuracy of data given*

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



4. The Statement Includes the results of the following entity:

Sr.No.	Name of the Subsidiary
1.	Sanghvi Europe BV

5. Based on our review conducted as stated in Paragraph 3 above, **subject to Note 4 and 5 of the Unaudited Standalone Financial Results for the Quarter ended 31.12.2020 and nine month period ended 31.12.2020**, regarding non-provision of Interest of Rs. 358.89 lacs each for all three quarters aggregating to Rs..1076.67 lacs, resulting in Loss of Quarter ended 31.12.2020 and nine month period ended 31.12.2020 being under stated to that extent ; and also considering Note 10 and Note 11 for which no authenticity is subscribed by Resolution Professional (RP) who had given disclaimer regarding the accuracy, veracity or completeness of Data or information in the financial results, We cannot give our opinion on the accompanying Statement, as to whether they are prepared in accordance with the recognition and measurement principles laid down in the 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. Emphasis of Matter :

We draw attention to Note No. 2 and 3 of the Statement wherein the Corporate Insolvency Resolution Process (CIRP) has been initiated and now Resolution Professional has been appointed by NCLT, due to it's default in repayments of the obligations to it's lenders. The Losses, erosion of net worth and inability to repay it's lenders, this year and also in previous year, indicates that Company cannot be categorised as a "Going Concern" in view of the Accounting Standards generally accepted in India. However, considering the ongoing operations with improved business prospects, Orders on hand, the management is positive about the viability of the Company's Operation. Hence, considering this, Management has prepared Financial Statements on a "Going Concern" basis. Our Conclusion on statement is not modified in respect of this matter.

We also draw attention to Note No 10 and Note No 11 where in Resolution Professional (RP) signing the statement has given disclaimer regarding the accuracy, veracity or completeness of Data or information in the financial results and also stated that affixing of signature on these statements by Resolution Professional (RP) should not be construed as endorsement or certification by the RP of the facts or figures provided therein. *In view of this Notes we do not express any opinion on accuracy of results*

We also draw attention to Note No 5 are regards dispute with suspended management regarding treatment of unsecured loan of Rs. 7.50 crores for which different opinions were taken and Resolution Professional (RP) signing the statement has implemented the *opinion they received from accounting firm but is not accepted and disputed by the suspended management who are the acting CFO and CEO of the Company and hence we do not express any opinion in this matter*

7. We did not review the interim financial results of the above mentioned Subsidiary included in the consolidated unaudited financial results, whose interim financial results reflects total revenues, total net profit after tax and total comprehensive income for the quarter ended December 31st, 2020 and nine month period April 1st 2020 to December 31st, 2020 as under :



Particulars	Quarter Ended 31 st December, 2020 (Rs. In Lacs)	Nine months ended 31 st December, 2020 (Rs. In Lacs)
Total Revenues	NIL	NIL
Total Net profit/(Loss)	NIL	NIL
Total Comprehensive Income	NIL	NIL
Total Assets	2.40	2.40

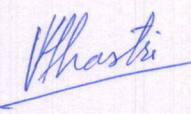
This interim financial results have not been reviewed/audited by their auditors and we have relied on the information and explanations given to us by the management and our conclusion on the statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on statements and information given by management and procedure performed by us as stated above

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

UDIN No: 21042774AAAABT1647

For **V.K.SHASTRI & CO.**
Chartered Accountants
(Firm's Registration No. 113325W)

Date : 02.03.2021
Place - Vadodara


(CA V.K.SHASTRI)
Proprietor/ M.No.042774

