

V J M & Associates LLP

Chartered Accountants

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To
Board of Directors of
M/s Sanco Industries Limited

We have review the accompanying Statement of unaudited standalone financial results of M/s Sanco Industries Limited ("the Company") for the year quarter September 30, 2019 and year to date from April 1, 2019 to September 30, 2019 ("the Statement") attached herewith, being submitted by the Company pursuant to the regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulation"). Attention is drawn to the fact that statement of cash flows for the corresponding period April 1, 2018 to September 30, 2018, as reported in these unaudited standalone financial results have been approved by the Board of Directors of the Company but not been subjected to review.

This statement, which is the responsibility of the Company's management and approved by the Company's Board of Director, 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 as amended, read with relevant rule issued there under and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.


We conducted our review of the statement 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 Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to the whether the statement is free of material misstatements. 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 an us to obtain assurance that we would become aware of all significant matter that might be identified in an audit. Accordingly, we do not express an audit opinion.

Based on our review conducted as above we observed that the company bank account has become non-performing assets (NPA) as per banking rules and regulation. The company is also irregular while paying its undisputed and disputed statutory liabilities. We observed that undisputed and disputed statutory liabilities pending as on March 31, 2019 is still have not paid till the date of review (for detail please refer 31st Mar, 2019 audit report). Further, undisputed and disputed statutory liabilities with respect to quarter ended September 30, 2019 has also not been paid till date of review.



Further, we have resigned from the post of statutory auditor of the company with effect from 20th August 2019 which was accepted by the company. But as per SEBI circular CIR/CFD/CMD1/114/2019 dated October 18, 2019 we are conducting this limited review.

For V J M & Associates LLP
Chartered Accountants
FRN: 027538N/N500093


Kavir Vijay
(Partner)
M.No.: 517014
UDIN: 19517014AAAACU1454

Date: 13/11/2019
Place: Delhi

Sanco Industries Limited

Cash Flow Statement for the Period ended September 30, 2019

Rs. Lakhs

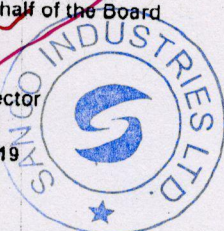
Particular	Sep-19	Sep-18
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) before Tax	(67.56)	108.81
Adjustments for:		
Depreciation and Amortization	25.12	33.13
(Profit) / Loss on Sale of PPE, Intangible Assets and Investment Property	(3.24)	
Interest Income	(0.06)	(2.35)
Interest Expenses	195.12	324.47
Cash Generated Before Working Capital Changes	149.38	464.06
Movement In Working Capital		
Increase / (Decrease) in Assets	(669.89)	2,271.59
Increase / (Decrease) in Liabilities	672.20	(3,585.05)
Cash Generated From Operations	151.69	(849.40)
Direct Taxes Paid		4.57
Net Cash Flow From / (Used In) Operating Activities	151.69	(853.97)
B. CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES		
Purchase of PPE, Intangible Assets and Investment Property	(0.17)	(0.92)
Proceeds from Investments	56.60	10.22
Interest Income Received	0.06	2.35
Net Cash Flow From / (Used in) Investing Activities	56.49	11.65
C. CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES		
Proceeds / (Repayment) of Long & Short Term Borrowings	13.41	884.95
Interest Paid	(195.12)	(324.47)
Net Cash Flow From / (Used in) Financing Activities	(181.71)	560.48
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	26.47	(281.84)
Cash and Cash Equivalents at the beginning of the Period	(4,465.42)	(3,512.10)
Cash and Cash Equivalents at the end of the Period	(4,438.95)	(3,793.94)
Components of Cash and Cash Equivalents		
Cash and cheques on Hand	62.32	21.14
Balances with Banks	12.08	16.90
Bank Overdraft	(4,513.35)	(3,831.98)
Cash and cash Equivalent	(4,438.95)	(3,793.94)

Notes

- The above results have been review by the Audit Committee and approved by the Board of Directors at their respective meetings held on November 13, 2019. The Statutory Auditors of the Company have conducted a "Limited Review" of the above Audited Financial Results for the quarter and year ended September 30, 2019
- The statutory auditor have expressed an unmodified audit opinion on theses results
- Financial results for all the periods presented have been prepared in accordance with the recognition and measurement principles of Ind-AS notified under the Companies (India Accounting Standards) Rules, 2015
- As the company business activity fall within one segment viz Manufacturing Business as per Ind AS 108, the disclosures requirements of Ind AS 108 of operating sigment is not applicable
- The company has not paid its disputed/undisputed statutory liability which is pending for more than 6 months with respect to Income Tax, ESIC and EPF.
- Previous periods figures have been regrouped/rearranged wherever considered necessary to make them comparable with current period.

For and on behalf of the Board

Sanjay Gupta
Managing Director
DIN: 00726005
Date: 13/11/2019
Place: Delhi



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Sanco Industries Limited
COMPANY NO:-L74899DL1989PLC035549
Statements Assets and Liabilities as at 30th September 2019

Particulars	Rs. Lakhs	
	Standalone Unaudited	
	As at 30th Sep' 2019	As at 31st Mar' 2019
I ASSETS		
(1) Non-Current Assets		
a) Property, Plant and Equipment	250.27	275.23
b) Capital Work-in-Progress	2.99	2.99
c) Financial Assets		
Investments		
Trade receivables	397.22	450.58
Bank balances	2,368.89	2041.91
d) Deferred Tax Assets (Net)		
e) Other Non-Current Assets	12.67	12.67
Total Non-Current Assets	0.10	0.10
(2) Current assets	3032.14	2783.48
a) Inventories		
b) Financial Assets	4,122.36	3861.16
Trade receivables		
Cash and cash equivalents	4,095.28	4447.95
Bank balances	72.17	23.08
Other financial assets	2.23	2.18
c) Current tax assets (Net)	1,666.94	1214.69
d) Other Current Assets	1.78	1.78
Total Current Assets	46.80	64.67
TOTAL ASSETS	10,007.56	9615.51
II EQUITY AND LIABILITIES	13,039.70	12398.99
Equity		
a) Equity Share Capital		
b) Other Equity	1,028.40	1028.40
Total Equity	2,424.54	2492.10
Liabilities	3,452.94	3520.50
Non-Current Liabilities		
a) Financial Liabilities		
Borrowings		
Other Financial Liabilities	1,227.01	1215.24
b) Provisions	12.60	22.99
c) Other Non-Current Liabilities	16.27	16.27
Total Non-Current Liabilities	274.30	274.30
Current Liabilities	1,530.18	1528.80
a) Financial Liabilities		
Borrowings		
Trade payables	4,694.17	4669.86
-Total Outstanding dues of MSME Creditor		
-Total Outstanding dues of creditors other than MSME Enterprises	1,809.50	501.76
Other Financial Liabilities	1,039.81	1720.83
b) Other current Liabilities	132.95	173.64
c) Provisions	375.53	278.25
Total Current Liabilities	4.62	5.35
TOTAL EQUITY AND LIABILITIES	8056.58	7349.69
	13,039.70	12398.99

For and on behalf of the Board

Sanjay Gupta
Managing Director
DIN: 00726005
Date: 13/11/2019
Place: Delhi



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SANCO INDUSTRIES LIMITED
COMPANY NO:-L74899DL1989PLC035549

Statement of Unaudited Standalone Ind AS Financial Results for the Quarter and Half Year ended on 30th September, 2019
Rs. Lakhs except as otherwise stated

Particular	Quarter ended			Half Year ended		Year ended
	Sep-19	Jun-19	Sep-18	Sep-19	Sep-18	Mar-19
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Income						
1. Revenue from Operations	1,098.21	2,117.27	2,732.12	3,215.48	4,988.22	11,185.10
2. Other Income	3.30	-	1.00	3.30	7.62	10.49
3. Total Income (1+2)	1,101.51	2,117.27	2,733.12	3,218.78	4,995.84	11,195.59
4. Expenditure						
Cost of Materials Consumed	1,183.70	1,869.19	2,818.00	3,052.89	4,798.70	9,015.26
Purchase of stock-in-trade	1.35	10.92	185.37	12.27	308.79	1,117.15
Change in Inventories of Finished Goods, Stock in trade and WIP	(209.18)	15.41	(597.41)	(193.77)	(793.63)	(246.14)
Employee benefits expenses	37.51	36.13	46.19	73.64	90.73	189.57
Finance cost	33.62	161.50	162.29	195.12	324.47	654.82
Depreciation and Amortization expense	12.56	12.56	16.61	25.12	33.13	65.82
Other expenses	72.42	48.65	51.54	121.07	124.84	263.25
Total	1,131.98	2,154.36	2,682.59	3,286.34	4,887.03	11,059.73
5. Profit Before Tax (3-4)	(30.47)	(37.09)	50.53	(67.56)	108.81	135.86
6. Tax expenses			20.77		49.77	42.89
7. Profit for the period (5-6)	(30.47)	(37.09)	29.76	(67.56)	59.04	92.97
8. Other Comprehensive Income			0.68		1.36	2.99
9. Total Comprehensive Income (7+8)	(30.47)	(37.09)	30.44	(67.56)	60.40	95.96
10. Paid-up equity share capital (Face Value of Rs. 10 per share)	102.84	102.84	102.84	102.84	102.84	102.84
11. Other Equity						
12. Earning Per Share (EPS)						
(a) Basic EPS ordinary activities after tax for the period, for the year to date	(0.30)	(0.36)	0.30	(0.66)	0.57	0.90
(b) Diluted EPS ordinary activities after tax for the period, for the year to date	(0.30)	(0.36)	0.25	(0.56)	0.49	0.90

For and on behalf of the Board

Sanjay Gupta
Managing Director
DIN: 00726005
Date: 13/11/2019
Place: Delhi



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