SHEKHAWATI™
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Date: 5th December, 2017

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, 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 5th December, 2017

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 5th December, 2017 commenced at 12.00 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 4 p.m. :-

1. The Board has approved the Un-audited Financial Results for the Quarter and Half Year ended on 30th September, 2017 along with Limited Review Report are enclosed herewith.

Please take the above information on your records.

Thanking you,

For Shekhawati Poly-Yarn Limited

SHEKHAWATI POLY YARN LTD. MUMBAI

Meena 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 E-mail : info@shekhawatiyarn.com CIN : L17120DN1990PLC000440
Corporate Office :
Express Zone, 'A' Wing, Unit No. 1102/1103, 11th Floor, Near Patel Vatika, Off W. E. Highway, Malad (E), Mumbai - 400 097, India.
+91 22 6116 2500 / 6694 0626 E-mail : ho@shekhawatiyarn.com www.shekhawatiyarn.com

EXPORT HOUSE

ISO certified company

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 Unaudited Financial Results for the Quarter and Half year ended 30th September, 2017

(Rs. In Lakhs)

	Particulars	Quarter Ended			Half Year Ended	
		30-Sep-17	30-Jun-17	30-Sep-16	30-Sep-17	30-Sep-16
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited
1	**Income**					
	Revenue from operations	3,376.13	2,864.50	2,514.64	6,240.63	4,503.61
	Other Income	14.69	8.13	79.27	22.82	104.78
	Total income	**3,390.82**	**2,872.63**	**2,593.91**	**6,263.46**	**4,608.39**
2	**Expenses**					
	(a) Cost of materials consumed	3,005.48	1,786.35	1,426.89	4,791.83	2,901.13
	(b) Change in inventories of finished goods, work-in-progress and stock-in-trade	(459.38)	216.65	235.87	(242.73)	73.18
	(c) Excise Duty on sales	-	183.21	133.05	183.21	307.93
	(d) Employees benefits expenses	157.89	170.12	192.81	328.00	330.31
	(e)Finance Costs	1.09	8.61	596.60	9.71	1,204.11
	(f) Depreciation and amortization expenses	252.91	250.86	243.77	503.78	506.97
	(g) Other expenses	745.02	437.43	1,226.10	1,182.46	1,573.63
	Total Expenses	**3,703.02**	**3,053.23**	**4,055.08**	**6,756.25**	**6,897.25**
3	**Profit/(Loss) before tax (1) - (2)**	**(312.20)**	**(180.60)**	**(1,461.18)**	**(492.80)**	**(2,288.87)**
4	**Tax Expense:**					
	Current Tax	-	-	-	-	-
	Deferred Tax Liability / (Assets)	-	-	11.88	-	39.13
5	**Net Profit/(loss) after tax (3) - (4)**	**(312.20)**	**(180.60)**	**(1,473.06)**	**(492.80)**	**(2,328.00)**
6	**Other Comprehensive Income**					
	Items That will not be reclassified into Profit or loss					
	Remeasurements of Defined Benefits Plan (Net of Tax)	(1.45)	(1.45)	(0.21)	(2.91)	(0.43)
7	**Total Comprehensive income for the period (After tax) (5) + (6)**	**(313.65)**	**(182.05)**	**(1,473.27)**	**(495.70)**	**(2,328.43)**
8	**Earnings per share (of Rs. 1/- each)**					
	(not annualised)					
	(a) Basic	(0.09)	(0.05)	(0.43)	(0.14)	(0.68)
	(b) Diluted	(0.09)	(0.05)	(0.43)	(0.14)	(0.68)

Notes:

1 The above Unaudited Financial Results of the Company for the quarter ended 30th September, 2017 have been reviewed by the Audit Committee and taken on record by the Board of Directors at its meetings held on 5th December, 2017.

2 The Ind-AS compliant corresponding figures in the previous quarter/half year ended 30th September, 2016 have not been subjected to review/ audit. However, the Company's management has exercised due diligence to ensure that the financial results provide fair view of its affairs. The statement does not include Ind-AS compliant results for the preceding quarter and previous year ended March 31, 2017 as it is not mandatory as per SEBI Circular dated July 05, 2016.

3 The Company adopted Indian Accounting Standards ("Ind-AS") and accordingly the financial results of all periods presented have been prepared in accordance with the recognition and measurement principles laid down in the Ind-AS-34 Interim Financial Reporting prescribed under Section 133 of the Companies Act,2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India. There is a possibility that these quarterly financial results may require adjustment before constituting the final Ind-AS financial statements as of and for the year ending 31st March, 2018 due to changes in financial reporting requirement arising from new or revised standards or interpretations issued by Ministry of Corporate Affairs to changes in the use of one or more optional exemptions from full retrospective application of certain Ind-AS permitted under Ind-AS 101.

SHEKHAWATI POLY YARN LTD. MUMBAI

4 The Statutory Auditors have carried out Limited Review of the Financial Results and of the Company for the quarter ended September 30, 2017.

5 Consequent to the introduction of Goods and Services Tax (GST) with effect from July 1, 2017, Central Excise Duty, Value Added Tax (VAT), etc, have been replaced by GST. In accordance with Ind AS-18 "Revenue" and Schedule-III of Companies Act, 2013, GST is not included in total income from operation for quarter ended September 30th, 2017. However, for the quarter ended June 30th, 2017 and earlier comparative periods, excise duty is included in revenue from operations, hence not comaprable.

6 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 reagrd are not applicable.

7 During the quarter/half year ended 30th September, 2017, the company has not provided for interest amounting to Rs 561.57/- lakhs/ 1,149.51/- lakhs (Previous Quarter Rs.579.95/- lakhs) on the borrowings outstanding which have been classified as "Non-Performing Assets" (NPA) by the banks.

8 During the quarter, the company has prepared its financials on going concern basis though the company has suffered losses and its net worth has been completely eroded as the Company is in the process of negotiation with its bankers that the facilities will be rescheduled/restructured/settled by the bank .

9 Reconciliation of Net Profit and Total Comprehensive Income on account of transition from the previous Indian GAAP to Ind-AS for the quarter/half year ended September 30, 2016 is as under:

(Rs. In Lakhs)

Sr.	Particular	For the Quarter Ended September 30, 2016	For the Half Year ended September 30, 2016
	Net Profit as per Indian GAAP	**(794.90)**	**(1,650.06)**
	Benefit / (Charge)		
I	Acturial Loss on Defined Benefit Plans reclassified to other comprehensive Income	0.32	0.64
II	Effective credit loss provided on financial assets	(678.37)	(678.37)
II	Deffered tax impacts on above Adjustments	(0.11)	(0.21)
	Net Profit for Quarter (as per Ind-AS)	**(1,473.06)**	**(2,328.00)**
	Other Comprehensive Income		
	Acturial Loss on Defined Benefit Plans (net of tax)	(0.21)	(0.43)
	Total Comprehensive Income	**(1,473.27)**	**(2,328.43)**

10 Comparative financial information of the previous quarter have been regrouped and reclassified, wherever necessary, to correspond to the figures of the current quarter.

Place : Mumbai
Date : 5th December, 2017

SHEKHAWATI POLY YARN LTD. MUMBAI

For and on Behalf of Board
Mukesh R
Mukesh R. Ruia
Chairman & Managing Director
(DIN : 00372083)

Shekhawati Poly-Yarn Limited
Statement of Assets and Liabilities

(Rs. In Lakhs)

Particulars	As on 30th September 2017
ASSETS	
Property, Plant and Equipment	12,021.12
Intangible Assets	123.90
Capital work-in-progress	636.60
Financial Assets	
Other Financial Assets	2.98
Other Non Current Assets	147.74
Total Non - Current Assets	**12,932.34**
Current assets	
Inventories	641.80
Financial Assets	
Trade receivables	2,048.86
Cash and Cash Equivalents	18.68
Bank Balances other than Cash and Cash Equivalents	195.28
Other Financial Assets	871.13
Other Current Assets	440.71
Current Tax Assets	40.41
Total Current Assets	**4,256.86**
TOTAL ASSETS	**17,189.20**
EQUITY AND LIABILITIES	
Equity	
Equity Share Capital	3,447.00
Other Equity	(8,238.74)
Total Equity	**(4,791.74)**
Liabilities	
Non-current liabilities	
Financial Liabilities	
Borrowings	94.42
Provisions	28.79
Deferred tax liabilities (Net)	-
Other non-current liabilties	48.49
Total Non - Current Liabilities	**171.70**
Current liabilities	
Financial Liabilities	
Borrowings	19,279.21
Trade payables	1,226.92
Other Financial liabilities	1,292.51
Other current liabilities	10.11
Provisions	0.48
Total Current Liabilities	**21,809.24**
TOTAL EQUITY AND LIABILITIES	**17,189.20**

Place : Mumbai
Date : 5th December, 2017

For and on Behalf of Board

Mukesh R. Ruia
Chairman & Managing Director
(DIN : 00372083)

SHEKHAWATI POLY YARN LTD. MUMBAI

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 Review Report on Interim Financial Results

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 September 30, 2017 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

   This Statement which is the responsibility of the Company's management and approved by the Board of Directors, 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 rule issued thereunder and other accounting principles generally accepted in India. Further, the Management is also responsible to ensure that the accounting policies used in preparation of this Statement are consistent with those used in the preparation of the Company's opening unaudited Balance Sheet as at April 01, 2016 prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies. 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. The company has not provided for Interest Expenses amounting to Rs.11,49,50,925/- (derived on simple interest basis) which should have been provided as per the principle of prudence on the borrowings which have been classified as "Non-performing assets" (NPA) by the banks. Had these Interest Expenses been debited to the Statement of Profit and Loss Account, loss for the half year ended and debit balance of reserves and surplus would have been higher by that aforesaid amount.

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 has not been prepared in all material respects 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. FRN 317031E CHARTERED ACCOUNTANTS

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

6. Emphasis of Matters

During the period, the company has suffered losses and its net worth has been completely eroded. These conditions, along with other matters set forth in Note 8, 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 in the aforesaid Note. Our opinion is not Qualified in respect of these matter.

7. We draw attention to the following matters :

a. Note 3 to the Statement which states that the Company has adopted Ind AS for the financial year commencing from April 01, 2017, and accordingly, the Statement has prepared by the Company's Management in compliance with Ind AS.

b. We were neither engaged to review, nor have we reviewed the comparative figures including the reconciliation to the Total Comprehensive Income for the quarter ended September 30, 2016 and half year ended September 30, 2016. Accordingly, we do not express any conclusion on the results in the Statement for the quarter ended June 30, 2016. As set out in Note 2 to the Statement, these figures have been furnished by the Management.

Our conclusion is not qualified in respect of these matters.

For Ajay Shobha & Co.
Chartered Accountants
Firm Reg. No : 317031E

AJAY SHOBHA & CO. • CHARTERED ACCOUNTANTS • FRN 317031E

Ajaykumar Gupta
Partner
Membership No.: 53071

Place : Mumbai
Date :5th December, 2017.