



RASOOL SINGHAL &CO. CHARTERED ACCOUNTANTS

Independent Auditor's Limited Review Report on

Interim Standalone Financials Results to Board of Directors of M/S Sanco Industries Limited

We have reviewed the accompanying statement of standalone unaudited financial results of M/s **Sanco Industries Limited** ('the Company') for the Quarter ended September 30, 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 ('Listing Regulation')..

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 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 have conducted our review of the statement in accordance with the Standard of 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 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 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 CC Accounts (South Indian and UBI) has become Non-Performing Assets (NPA) as per banking rules and regulations.

The company is also irregular while paying its undisputed and disputed statutory liabilities. We observed that undisputed and disputed statutory liabilities which is pending for more than 6 months with respect to Income Tax, ESIC and EPF and it has also not been paid till the date of review.

Long-term outstanding Balances in some of the personal and impersonal accounts are subject to confirmation and reconciliation.

Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in term of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Rasool Singhal & Company
Chartered Accountants
FRN: 500015N



CA Rajat Banga
Partner
M.No. 542089
Date: 13/11/2020
Place: Delhi
UDIN: 20542089AAAABL4048

Sanco Industries Limited
COMPANY NO:-L74899DL1989PLC035549
Statement of Unaudited Standalone Assets and Liabilities as at 30.09.2020

(Rs. In Lakhs)

Particulars	Standalone Unaudited	Standalone Audited
	As at 30th Sep' 2020	As at 31st March' 2020
I ASSETS		
(1) Non-Current Assets		
a) Property, Plant and Equipment	204.28	224.13
b) Capital Work-in-Progress	2.99	2.99
c) Financial Assets		
Investments	344.50	338.50
Trade receivables	2,544.68	2,544.68
d) Deferred Tax Assets (Net)	15.48	15.48
e) Other Non-Current Assets	0.10	0.10
Total Non-Current Assets	3,112.03	3,125.88
(2) Current assets		
a) Inventories	4,089.49	4,113.61
b) Financial Assets		
Trade receivables	2780.21	3,493.56
Cash and cash equivalents	95.15	73.97
Bank balances	2.35	32.35
Other financial assets	1,307.99	1,350.42
Current tax assets (Net)	-	-
c) Other Current Assets	36.31	58.67
Total Current Assets	8,311.50	9,122.57
TOTAL ASSETS	11,423.53	12,248.45
II EQUITY AND LIABILITIES		
Equity		
a) Equity Share Capital	1,028.40	1,028.40
b) Other Equity	2,467.03	2,518.91
Total Equity	3,495.43	3,547.31
Liabilities		
Non-Current Liabilities		
a) Financial Liabilities		
Borrowings	1,195.12	1,205.50
Other Financial Liabilities	11.44	13.54
b) Provisions	15.19	16.30
c) Other Non-Current Liabilities	317.64	274.30
Total Non-Current Liabilities	1,539.40	1,509.64
Current Liabilities		
a) Financial Liabilities		
Borrowings	4,560.53	4,579.84
Trade payables		
-Total Outstanding dues of MSME Creditor	693.66	1,326.10
-Total Outstanding dues of creditors other than MSME	898.45	884.77
Enterprises		
Other Financial Liabilities	131.77	215.50
b) Current tax Liabilities (Net)	-	4.31
c) Other current Liabilities	104.27	179.77
d) Provisions		1.21
Total Current Liabilities	6,388.69	7,191.50
TOTAL EQUITY AND LIABILITIES	11,423.53	12,248.45

For and on behalf of the Board

Sanjay Gupta
Managing Director
DIN: 00726005
Date:13/11/2020
Place: Delhi



SANCO INDUSTRIES LIMITED
COMPANY NO:-L74899DL1989PLC035549
Statement of Unaudited Standalone Financial Results for the Quarter ended on 30th Sep,2020

(Rs. In Lakhs)

Particulars	Quarter ended			Half year ended		Year ended
	30th Sep 2020	30th June 2020	30th Sep 2019	30th Sep 2020	30th Sep 2019	31st March 2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Income						
1. Revenue from Operations	147.95	37.63	1,098.21	185.58	3,215.48	3,576.65
2. Other Income	1.53	0.47	3.30	2.00	3.30	165.14
3. Total Income (1+2)	149.49	38.10	1,101.51	187.59	3,218.78	3,741.79
4. Expenditure						
Cost of Materials Consumed	111.59	24.80	1,183.70	136.39	3,052.89	3,310.16
Purchase of stock-in-trade	-	0.00	1.35	0.00	12.27	13.25
Change in Inventories of Finished Goods, Stock in trade and WIP	(29.41)	37.42	(209.18)	8.01	(193.77)	(178.51)
Employee benefits expenses	24.19	13.38	37.51	37.57	73.64	139.75
Finance cost	2.78	0.27	33.62	3.05	195.12	193.07
Depreciation and Amortization expense	9.93	9.93	12.56	19.86	25.12	50.36
Other expenses	27.35	7.23	72.42	34.58	121.07	184.39
Total (4)	146.43	93.03	1,131.98	239.46	3,286.34	3,712.46
5. Profit Before Tax (3-4)	3.06	(54.93)	(30.47)	(51.87)	(67.56)	29.32
Current Tax/MAT payable	-	-	-	-	-	-
Less- Mat Credit Entitlement	-	-	-	-	-	-
Net Current Tax	-	-	-	-	-	-
Deferred Tax	-	-	-	-	-	-
6. Total tax Expenses	-	-	-	-	-	0.48
7. Profit for the period (5-6)	3.06	(54.93)	(30.47)	(51.87)	(67.56)	28.85
8. Other Comprehensive Income	-	-	-	-	-	0.65
9. Total Comprehensive Income (7+8)	3.06	(54.93)	(30.47)	(51.87)	(67.56)	29.50
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	0.03	(0.53)	(0.30)	(0.50)	(0.66)	0.28
(b) Diluted EPS ordinary activities after tax for the period, for the year to date	0.03	(0.53)	(0.30)	(0.50)	(0.56)	0.28

The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on Nov 13, 2020. The

Statutory Auditors of the Company have conducted a "Limited Review" of the above Audited Financial Results for the quarter ended Sept 30, 2020.

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 IndAS 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.

The SARS-COV-2 virus responsible for covid-19, which has been declared a pandemic by the World Health Organisation, continuous to spread across the globe and has contributed to a significant decrease in global and economic activities and most of the governments including the indian government, had announced the strict lockdown across the respective countries as one of the strongest measures to contain the spread of the virus. The company keeping in view the said situation, has assessed its future cash flow projections, recoverability of its assets including trade receivables, investments and inventories etc., and also held impairment testing of its non-monetary assets including the property, plant and equipment, using the various internal and external information. Based on this evaluation, The Company expects to recover the carrying amount of theses assets and does not anticipate any impairment to theses financial and non-financial assets as at the date of approval of theses financial results. However, the extent to which the COVID-19 pandemic will impact the Company's future activities and financial results will depend on future developments which are highly uncertain, therefore the impact of COVID-19 on the financial results may differ from that estimate as at the date of approval of these financial results.

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: 13/11/2020

Place: Delhi

