



14th November, 2018

SEC/BM/REG 33/2018

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

Dear Sir/Madam,

Sub: Submission of Unaudited Financial Results for the Quarter and Half year ended September 30, 2018.

As required in terms of Pursuant to Regulation 33 of SEBI (Listing Obligations & Disclosure Requirement) Regulation, 2015 for Publication of Audited Financial Results for the Quarter and Half year ended September 30, 2018, please find enclosed herewith:


- Standalone Unaudited Financial Results for the Quarter and Half year ended September 30, 2018;
- Limited Review Report issued by the Statutory Auditor, M/s VK Shastri & Company, Chartered Accountants.

Results also available on the Company's website: www.sanghiviforge.com.

Please find the same in order and kindly take them on your records.

Thanking you,

Yours faithfully,
For Sanghvi Forging and Engineering Limited


Deepika Agrawal
Company Secretary & Compliance Officer
Email Id: cs@sanghiviforge.com



Encl: As above

Head Office: A-8, Pärwati Chamber, Opp. Ansari Cinema, Pratapnagar Road, Vadodara – 390 004. Ph:0265-2580644 / 2581658 Fax: 0265-2581126

Regd. Office:244/6-7, G.I.D.C. Ind. Estate, Waghodia – 391 760, Dist. Vadodara, India. Ph: 02668-673100 Fax : 02668-673135

CIN :L28910GJ198PLC012015 E-mail : contact@sanghiviforge.com; Website : www.sanghiviforge.com

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER 2018

Sr. No.	Particulars	₹ in Lakhs					
		Quarter Ended			Half year Ended		Year Ended
		30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	31.03.2018
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	a) Revenue From Operations	1004.34	1329.57	1369.10	2333.91	2761.06	1542.47
	b) Other Income	32.60	9.74	52.29	42.34	69.03	27.29
	Total Revenue (Net)	1036.94	1339.31	1421.39	2376.25	2830.09	1569.76
2	Total Expenditure						
	a) Cost of Material Consumed	569.02	796.91	678.22	1365.93	1412.36	806.62
	b) Change in Stock (Increase./Decrease) In Stock	(59.01)	(15.49)	(6.82)	(74.50)	5.30	(2.91)
	c) Excise Duty On Sales	-	-	-	-	89.97	89.97
	d) Employees Benefit Expense	148.20	152.12	165.98	300.32	325.62	177.75
	e) Depreciation	216.64	214.89	222.86	431.53	443.50	217.15
	f) Finance Cost	49.42	21.18	406.70	70.60	802.09	485.59
	g) Other Expenses	456.37	365.08	340.70	821.45	803.63	442.23
	Total Expenses	1380.64	1534.69	1807.64	2915.33	3882.47	2216.40
3	Profit / (Loss) from Operations before Exceptional Items & Tax (1-2)	(343.70)	(195.38)	(386.25)	(539.08)	(1052.38)	(646.64)
4	Exceptional Items	-	-	-	-	-	-
5	Profit / (Loss) before tax (3-4)	(343.70)	(195.38)	(386.25)	(539.08)	(1052.38)	(646.64)
6	Tax Expense	-	-	-	-	-	-
7	Net Profit / (Loss) for the Period (5-6)	(343.70)	(195.38)	(386.25)	(539.08)	(1052.38)	(646.64)
8	Other Comprehensive Income (Net of Tax)	-	-	0.29	-	0.58	(14.74)
9	Total Comprehensive Income for the Period (7+8)	(343.70)	(195.38)	(385.96)	(539.08)	(1051.80)	(661.38)
10	Paid up Equity Share Capital (Face Value of ₹10/- each)	1489.23	1489.23	1489.23	1489.23	1489.23	1489.23
11	Earning per Share (EPS) (₹10 per Share) (Not Annualized)						
	Basic EPS	(2.31)	(1.31)	(2.59)	(3.62)	(7.07)	(4.44)
	Diluted EPS	(2.31)	(1.31)	(2.59)	(3.62)	(7.07)	(4.44)



STATEMENT OF ASSETS AND LIABILITIES

(₹ in Lakhs)

Particulars		Standalone	
		30.09.2018 (Unaudited)	31.03.2018 (Audited)
	ASSETS		
(1)	<u>Non - Current Assets:</u>		
	(a) Property, Plant and Equipment	13569.43	13981.52
	(b) Intangible Assets	19.98	22.10
	(c) Investments (in the nature of equity in subsidiaries)	0.07	0.07
	(d) Financial Assets :		
	(i) Other Financial Assets	182.75	44.61
	(e) Other non- current assets	105.71	160.69
	Total Non-Current Assets	13877.94	14208.99
(2)	<u>Current Assets:</u>		
	(a) Inventories	2221.89	2251.75
	(b) Financial Assets :		
	(i) Trade Receivables	1683.62	1942.98
	(ii) Cash & Cash Equivalents	3.89	23.85
	(iii) Bank Balance other than above(ii)	120.59	115.71
	(iv) Other financial assets	2.95	4.04
	(c) Other Current Assets	162.74	290.46
	Total Current Assets	4195.68	4628.79
		18073.62	18837.78
	EQUITY AND LIABILITIES		
	<u>Shareholder's Fund :</u>		
	(a) Equity Share Capital	1489.23	1489.23
	(b) Other Equity	(2204.69)	(1665.63)
	Total Equity	(715.46)	(176.40)
	<u>Liabilities :</u>		
(1)	<u>Non-Current Liabilities:</u>		
	(a) Financial Liabilities		
	(i) Borrowings	3655.64	5782.38
	(b) Provisions	29.11	30.14
	Total Non-Current Liabilities	3684.75	5812.52
(2)	<u>Current Liabilities:</u>		
	(a) Financial Liabilities :		
	(i) Borrowings	3844.67	3844.88
	(ii) Trade Payables		
	-Trade Payables for Others	2201.03	2433.44
	-Trade Payables for Micro, Small and Medium Enterprises	5.62	4.54
	(iii) Other Financial Liabilities	8182.00	6077.94
	(b) Other Current Liabilities	582.71	599.94
	(c) Provisions	288.30	240.92
	Total Current Liabilities	15104.33	13201.66
		18073.62	18837.78



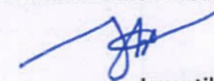
Notes:

- 1 The above unaudited financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company in their meeting held on November 14, 2018.
- 2 The Statutory Auditor of the company have carried out a Limited Review of the Unaudited Financial Results for the quarter ended September 30, 2018 as required under Regulation 33 of SEBI (Listing Obligations & Disclosures Requirement) Regulations, 2015.
- 3 The Company has availed financial assistance from Banks; the loan accounts has become NPA since November, 2016. Consequent to Accounts classified as NPA; bank has not charged interest in respective loan accounts of the company. The Company has not provided quarterly interest of ₹ 349 lakh and ₹ 698 lakh for half year ended 30.09.2018 on credit facilities granted by banks based on present contracted rate of interest. The company is under process for settlement of outstanding dues of banks.
- 4 In AS 115 "Revenue from Contracts with Customers", mandatory for reporting periods beginning on or after April 01, 2018, replaces existing revenue recognition requirements. The application of In AS 115 did not have any significant impact on recognition and measurement of revenue and related items in the financial results of the Company. Further, there were no significant adjustments required to the retained earnings as at April 01, 2018 under the modified retrospective approach.
- 5 In accordance with the requirements of IND AS 18, Revenue from Operations for the quarter / half year ended September 30, 2018 is shown net of Goods and Service Tax (GST). The figures of the revenue from operation for the half year ended September 30, 2018 are not comparable with the corresponding previous period after applicability of Goods and Service Tax (GST) - w.e.f. July 01, 2017. For comparison purpose revenue excluding excise duty is given below :

Particulars	Quarter Ended			Half year Ended		Year Ended
	30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	31.03.2018
Revenue excluding excise duty (₹ In Lakh)	1036.94	1339.31	1421.39	2376.25	2740.12	1479.79

- 6 The Company has opted to published consolidated financial results on annual basis pursuant to the requirement of Regulation 33(3)(b) of the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015
- 7 The company has only one reportable segment i.e. Forging & Fittings.
- 8 Figures of the previous periods have been regrouped, restated, rearranged, wherever necessary, to confirm to the current period's classification.

For and on behalf of the Board of Directors


Jayantilal B Sanghvi
Managing Director

Vadodara
14th November, 2018





Limited Review Report

Review Report to
The Board of Directors
Sanghvi Forging & Engineering Limited

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **Sanghvi Forging & Engineering Limited** ("the Company") for the Quarter and half year ended September 30, 2018 (hereinafter referred to as "the Statement" and initialed for the purpose of identification), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. 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 applicable Indian Accounting Standards ("Ind AS") specified under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
3. 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. A review is limited primarily to inquiries of company personnel and analytical procedures 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. Basis of Qualified Conclusion:

As mentioned in Note No. 3 to the statement the company, for the quarter ended 30th September, 2018 has not accounted for the Interest expenditure of Rs. 349.00 Lacs for the quarter end and Rs. 648.00 lacs for the half year ended on 30.09.18 resulting in loss for the quarter end and half year end and also current liabilities being understated to that extent.



5. Qualified Conclusion:

Based on our review conducted as above, *except for the possible effects of our observation described in the "Basis of Qualified Conclusion" para 4 above*, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable Indian Accounting Standards prescribed under section 133 of the companies Act, 2013 read with relevant Rules and other recognized accounting practices and principals 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 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 **VK SHASTRI & CO.**

Chartered Accountants

FRN: 113325W



(CA V. K. Shastri)

Proprietor

M.No.: 042774



Dated: 14th November, 2018 at Vadodara