



SANGHVI
FORGING & ENGINEERING LTD.

30th May, 2019

SEC/BM/REG 33/2019-20

<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>
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Dear Sir/Madam,

Sub: Submission of Audited Financial Results for the year ended on 31st March, 2019 under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015.

As required in terms of the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, please find enclosed herewith:

1. Standalone and Consolidated Financial Results for the year ended on 31st March, 2019;
2. Independent Auditor's Report with unmodified opinion submitted by the Statutory Auditors, M/s V. K. Shastri & Co, Chartered Accountants, Vadodara (Standalone and Consolidated).
3. Declaration by the Company as to the unmodified opinion expressed by the Statutory Auditors on Audited Financial Results.
4. Re-appointment of Independent Director of the Company- Mrs. Aruna S. Khasgiwala for the second term of five years (from 29/05/2020).

The meeting started at 15.00 p.m. and concluded at 17.25 p.m. Please find the same in order and kindly take them on your records.

Thanking you,

Yours faithfully,

For Sanghvi Forging and Engineering Limited

Deepika

Deepika Agrawal
Company Secretary & Compliance Officer

Encl: As above



AUDITED STANDALONE & CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH 2019

(₹ in Lakhs)

Sr. No.	Particulars	Standalone					Consolidated	
		Quarter Ended			Year Ended		Year Ended	
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018	31.03.2019	31.03.2018
		(Audited)*	(Unaudited)	(Audited)*	(Audited)	(Audited)	(Audited)	(Audited)
1	a) Revenue From Operations	1943.68	1840.57	1542.57	6118.16	5561.22	6368.53	6013.96
	b) Other Income	12.42	(28.88)	27.29	25.88	102.08	25.88	102.08
	Total Revenue (Net)	1956.10	1811.69	1569.86	6144.04	5663.30	6394.41	6116.04
2	Total Expenditure							
	a) Cost of Material Consumed	994.46	851.43	806.62	3211.82	2962.74	3211.82	2962.74
	b) Purchase of Stock in Trade	0.00	0.00	0.00	0.00	0.00	78.21	256.08
	c) Change in Stock (Increase)/(Decrease) In Stock	(4.49)	36.23	(2.91)	(42.76)	25.15	65.67	99.10
	d) Excise Duty On Sales	0.00	0.00	89.97	0.00	89.97	0.00	89.97
	e) Employees Benefit Expense	161.71	136.40	177.75	598.43	666.01	638.84	715.06
	f) Depreciation	211.10	216.46	217.15	859.09	883.31	859.09	883.31
	g) Finance Cost	1482.45	19.43	485.59	1572.48	1689.93	1572.48	1689.93
	h) Other Expense	613.97	504.92	442.23	1940.34	1656.27	1974.47	1734.49
	Total Expenses	3459.20	1764.87	2216.40	8139.40	7973.38	8400.58	8430.68
3	Profit / (Loss) from Operations before Exceptional Items & Tax (1-2)	(1503.10)	46.82	(646.54)	(1995.36)	(2310.08)	(2006.17)	(2314.64)
4	Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00	0.00
5	Profit / (Loss) before tax (3-4)	(1503.10)	46.82	(646.54)	(1995.36)	(2310.08)	(2006.17)	(2314.64)
6	Tax Expense	0.00	0.00	0.00	0.00	0.10	0.00	0.10
7	Net Profit / (Loss) for the Period (5-6)	(1503.10)	46.82	(646.54)	(1995.36)	(2310.18)	(2006.17)	(2314.74)
8	Other Comprehensive Income (Net of Tax)	2.41	0.00	(15.60)	2.41	(14.74)	2.41	(14.74)
9	Total Comprehensive Income for the Period (7+8)	(1500.69)	46.82	(662.14)	(1992.95)	(2324.92)	(2003.76)	(2329.48)
10	Paid up Equity Share Capital (Face Value of ₹10/- each)	1489.23	1489.23	1489.23	1489.23	1489.23	1489.23	1489.23
11	Earning per Share (EPS) (₹10 per Share) (Not Annualized)							
	Basic EPS	(10.09)	0.31	(4.34)	(13.40)	(15.51)	(13.47)	(15.54)
	Diluted EPS	(10.09)	0.31	(4.34)	(13.40)	(15.51)	(13.47)	(15.54)



STATEMENT OF ASSETS AND LIABILITIES

(₹ in Lakhs)

Particulars	Standalone		Consolidated	
	31.03.2019 (Audited)	31.03.2018 (Audited)	31.03.2019 (Audited)	31.03.2018 (Audited)
ASSETS				
(1) Non - Current Assets:				
(a) Property, Plant and Equipment	13229.90	13981.53	13229.91	13981.53
(b) Capital Work-in-Progress	2.41	0.00	2.41	0.00
(c) Intangible Assets	18.08	22.10	18.08	22.10
(d) Investments (in the nature of equity in subsidiaries)	0.07	0.07	0.00	0.00
(e) Financial Assets :				
(i) Other Financial Assets	144.04	44.61	144.04	46.49
(f) Other non- current assets	96.06	160.69	96.06	160.69
Total Non-Current Assets	13490.56	14209.00	13490.50	14210.81
(2) Current Assets:				
(a) Inventories	2136.79	2251.76	2185.78	2409.18
(b) Financial Assets :				
(i) Trade Receivables	1962.96	1942.98	1833.44	1873.86
(ii) Cash & Cash Equivalents	52.39	23.85	56.82	25.14
(iii) Bank Balance other than above(ii)	54.43	115.71	54.43	115.71
(iv) Other financial assets	14.21	4.04	14.21	4.47
(c) Other Current Assets	410.83	290.44	410.83	290.45
Total Current Assets	4631.61	4628.78	4555.51	4718.81
	18122.17	18837.78	18046.01	18929.62
EQUITY AND LIABILITIES				
Shareholder's Fund :				
(a) Equity Share Capital	1489.23	1489.23	1489.23	1489.23
(b) Other Equity	-3658.58	-1665.63	-3737.24	-1735.28
Total Equity	-2169.35	-176.40	-2248.01	-246.05
Liabilities :				
(1) Non-Current Liabilities:				
(a) Financial Liabilities				
(i) Borrowings	4481.70	5715.67	4481.70	5715.67
(b) Provisions	34.46	30.14	34.46	30.14
Total Non-Current Liabilities	4516.16	5745.81	4516.16	5745.81
(2) Current Liabilities:				
(a) Financial Liabilities :				
(i) Borrowings	3937.17	3844.88	3937.02	3845.25
(ii) Trade Payables				
-Trade Payables for Others	2247.12	2433.44	2245.37	2565.22
-Trade Payables for Micro, Small and Medium Enterprises	9.31	4.54	9.31	4.54
(iii) Other Financial Liabilities	8537.90	6077.94	8541.01	6078.58
(b) Other Current Liabilities	758.29	666.65	759.58	691.62
(c) Provisions	285.57	240.92	285.57	244.65
Total Current Liabilities	15775.36	13268.37	15777.86	13429.86
	18122.17	18837.78	18046.01	18929.62



Notes:

- 1 The above audited financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company in their meeting held on May 30, 2019.
- 2 The figures for quarter ended 31st March 2019 and 31st March 2018 are the balance figures between the audited figures of the years ended 31st March 2019 and 31st March 2018 respectively and published financial result of nine months ended 31st December 2018 and 31st December 2017 respectively
- 3 The company has adopted Indian Accounting Standard ("Ind AS") prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, from April 01,2017 and accordingly these audited financial results have been prepared in accordance with recognition and measurement principles laid down in Ind AS. Financial results for all the period presented have been prepared in accordance with Ind AS.
- 4 Interest on Bank Term Loans and Working capital Loans amounting to Rs.14.35crs for the year 2018-19 has been provided in the books in the 4th Quarter ended 31st March 2019.
- 5 After applicability of Goods & service Tax (GST) w.e.f. 1st July 2017, Sales are required to be disclosed net off GST. Accordingly figures of Revenue from Operations for the year ended 31st March 2019 are not comparable with the corresponding year ended 31st March 2018.
- 6 The company has only one reportable segment i.e. Forging & Fittings.
- 7 Figures of the previous periods have been regrouped / reclassified / rearranged, wherever necessary, to confirm to the current period's classification.

Vadodara
30th May,2019

For and on behalf of the Board of Directors



J.B.
Jayantilal B. Sanghvi
Chairman & Managing Director



INDEPENDENT AUDITOR'S REPORT

(on Quarterly financial results and year to date results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.)

To,
The Board Of Directors Of
Sanghvi Forging & Engineering Limited

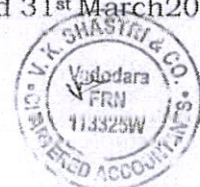
We have audited the Statements of Standalone financial results of **Sanghvi Forging & Engineering Limited** ("the Company") for the quarter and year ended 31st March 2019 attached herewith, being submitted by the company, (pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016('the Circular').

The financial results for the quarter ended March 31, 2019 have been prepared on the basis of the financial results for the nine month period ended December 31, 2018 and the audited annual financial statements as at and for the year ended March 31, 2019, and the relevant requirements of the Regulation and the Circular, which are the responsibility of the company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these financial results based on our review of the financial results for the nine months period ended on December 31, 2018 which was prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) for Interim Financial Reporting, prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued there under; and other accounting principles generally accepted in India, and our audit of the annual Standalone financial statement as at and for the year ended 31st March 2019; and the relevant requirement of the Regulation and the Circular.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the standalone financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

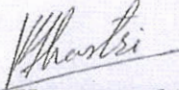
In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

- i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- ii) give a true and fair view of the net Loss, Other comprehensive income and other financial information for the quarter and year ended 31st March 2019.



Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2019 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2019 and the published year-to-date figures up to December 31, 2018, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under the Regulation and the Circular.

For, **V. K SHASTRI & Co.**
Chartered Accountants
FRN: 113325W



CA. Venugopal K Shastri
(Sole Proprietor)
M.No: 042774



Date : 30.05.2019
Place : Vadodara



504, "Citadel" Windsor Plaza-Citadel Complex, R. C. Dutt Road, Vadodara -390 007. Ph. : (0265) 2335669
Fax : 2325088, E-mail : vkshastri@yahoo.co.in

INDEPENDENT AUDITOR'S REPORT

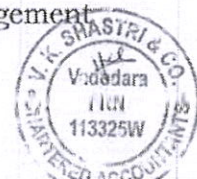
To,
The Board Of Directors Of
Sanghvi Forging & Engineering Limited

We have audited the Statements of Consolidated annual financial results of **Sanghvi Forging & Engineering Limited** ("the Holding Company") and it's subsidiary (the Holding Company and it's subsidiary collectively referred as "the Group) for the year ended 31st March 2019 attached herewith, 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 ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016("the Circular").

The Consolidated annual financial results for the year ended March 31, 2019 have been prepared and compiled from related consolidated annual financial statements as at and for the year ended March 31, 2019, which are the responsibility of the Holding company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these consolidated annual financial results based on our audit of such consolidated annual financial results which was prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) for Interim Financial Reporting, prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued there under; and other accounting principles generally accepted in India, and the relevant requirement of the Regulation and the Circular.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated annual financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion

We have not audited the financial statements of the only subsidiary company located outside India and included in the consolidated annual financial results, whose annual financial statements reflect total assets of Rs. 87.65 Lakhs as at 31st March, 2019 as well as the total revenue of Rs. 304.20 Lakhs for the year ended on 31st March, 2019. These annual financial statements and other financial information of the subsidiary being out of India, have been prepared in accordance with accounting principles generally accepted in that country and have not been audited by any auditor and information is submitted by the management, hence our opinion on consolidated annual financial results, to the extent they have been derived from such unaudited annual financial statement is based solely on report of management.

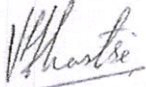


Our Opinion on the Statement is not modified in respect of the above matter with respect to our reliance on the work done and information given

In our opinion and to the best of our information and according to the explanations given to us the statement of consolidated annual financial results

- i) Include the results of the following entity so far as they relate to the Consolidated financial results in the statement
 - a. Sanghvi Europe B.V.
- ii) Is presented in accordance with the requirements of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, and
- iii) give a true and fair view of the net Loss, Other comprehensive income and other financial information for the year ended 31st March 2019.

For, **V. K SHASTRI & Co.**
Chartered Accountants
FRN: 113325W



CA. Venugopal K Shastri
(Sole Proprietor)
M.No: 042774



Date : 30.05.2019
Place : Vadodara



SANGHVI
FORGING & ENGINEERING LTD.

30th May, 2019

SEC/BM/REG 33/2019-20

<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>
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Dear Sir/Madam,

Sub: Declaration with respect to Audit Report with unmodified opinion to the Audited Financial Results for the F.Y. ended 31st March, 2019

Pursuant to Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, we do hereby confirm that the Statutory Auditors of the Company M/s V. K. Shastri & Co., Chartered Accountants have not expressed any modified opinion(s) in its Audit Report pertaining to the Audited Financial Results for the year ended 31st March, 2019.

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

Thanking you,

Yours faithfully,
For Sanghvi Forging and Engineering Limited

Vikram B. Sanghvi
Executive Director & CFO



Mrs. Aruna Sunil Khasgiwala (DIN: 07197210)

A Profile

BUSINESS ACTIVITIES

- Nonexecutive Independent Director of Sanghvi Forging and Engineering Limited; an ISO 9001:2000 Company which is promoted in 1989, manufacturing unit.
- She holds degree o, M.A. (Social Work) specialization, Medical & Psychiatric Social Work, Delhi University, Ph.d. (Social Work) M.S. University of Baroda.
- She is Retd. Professor, former DEAN (2003-2010), former head (2003-2008) faculty of Social Work in the M. S. University of Baroda. She has over 41 years of experience in teaching and field.
- She was appointed on our Board as an Independent Director on May 29, 2015.
- She is currently the Independent Director of the company and provides guidance to the Board of Directors.
- The Board has approved Reappointment of Independent Director of the Company- Mrs. Aruna S. Khasgiwala for the next term of five years (from 01-04-2020), subject to approval of Shareholder's Meeting.