

SKY/SE/20-21/16

February 12, 2021

To  
BSE Limited  
P. J. Towers, Dalal Street,  
Mumbai- 400 001  
Scrip Code: 526479

Dear Sir/Madam

**Sub: Sky Industries Limited: Outcome of the Board Meeting held on February 12, 2021**

In terms of the provision of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we wish to inform that the Board of Directors of the Sky Industries Limited ("Company") at its Meeting held today i.e. February 12, 2021, *inter-alia*:

- a) Considered & approved the Unaudited Financial Results (Standalone) of the Company for the Third Quarter and Nine months ended on December 31, 2020. The said Unaudited Financial Results along with the Limited Review Report of the Statutory Auditors of the Company for the said period are enclosed herewith in terms of Regulation 30 & 33 of Listing Regulations.
- b) Approved the allotment of following Securities pursuant to Special Resolution passed by the Members of the Company through Postal Ballot Notice on January 09, 2021 and in-principle approval received from BSE Limited Letter Ref. No. DCS/PREF/JR/PRE/988/2020-21 dated February 01, 2021, to respective allottees:
- (i) 4,00,000 Equity Shares of face value of Rs. 10 (Rupees Ten only) each at a price of Rs. 30 (Rupees Thirty only) per Equity Share aggregating to an amount of Rs. 1,20,00,000 (Rupees One Crore and Twenty Lakh only), on Preferential basis to following person:

SN	Name	Category	No. of Shares	Amount per share	Total Aggregate Amount
1.	Ramnik Lalji Sangoi	Non-Promoter	2,00,000	Rs. 30 each	Rs. 60,00,000
2.	Nirav Ramnik Sangoi	Non-Promoter	2,00,000	Rs. 30 each	Rs. 60,00,000

- (ii) 20,00,000 Convertible Warrants into Equity Shares of having face value of Rs. 10 (Rupees Ten only) each at a price of Rs. 30 (Rupees Thirty only) each aggregating to an amount of Rs. 6,00,00,000 (Rupees Six Crore only), on preferential basis to following person:

SN	Name	Category	No. of Shares	Amount per share	Total Aggregate Amount
1.	Shailesh S. Shah	Promoter	7,00,000	Rs. 30 each	Rs. 2,10,00,000
2.	Sharad S. Shah	Promoter	3,00,000	Rs. 30 each	Rs. 90,00,000
3.	Saloni Dedhia	Promoter	4,70,000	Rs. 30 each	Rs. 1,41,00,000
4.	Harini Dedhia	Non-Promoter	5,30,000	Rs. 30 each	Rs. 1,59,00,000

# SKY INDUSTRIES LIMITED



CIN No.: L17120MH1989PLC052645

Corp Off.: 1101, Universal Majestic, Behind RBK Intl School, Ghatkopar Mankhurd Link Road, Chembur (West), Mumbai - 400043  
Tel.: +91 22 67137900, Website.: www.skycorp.in

Pursuant to allotment of aforesaid Equity Shares, the paid up Equity Share Capital stands increased from Rs. 5,10,79,690 to Rs. 5,50,79,690.

- c) Approved the appointment of Mr. Swapnil Soni, Associate Member of Institute of Company Secretaries of India (Membership No.: A64139) as Company Secretary & Compliance officer of the Company also Designated as Key Managerial Personnel in terms of Section 203 of Companies Act, 2013 and rules made thereunder read with Regulation 6 of Listing Regulations.

The Meeting of Board of Directors of the Company commenced at 12.30 P.M. and concluded at 02.00 P.M.

We request you to take the above information on record.

Yours faithfully

For SKY INDUSTRIES LIMITED

**MAIKAL RAORANI**  
**WHOLE TIME DIRECTOR & CFO**  
**DIN: 00037831**



Encl.: a/a

**SKY INDUSTRIES LIMITED**  
Registered Office : C-58, TTC Industrial Area, Thane Belapur Road, Navi Mumbai - 400 705  
CIN : L17120MH1989PLC052645

Unaudited Financial Results for the quarter and period ended 31st December 2020

(Rs. In Lacs)

Sr. No.	Particulars	Quarter ended			Period Ended		Year Ended
		31.12.2020 (Unaudited)	30.09.2020 (Unaudited)	31.12.2019 (Unaudited)	31.12.2020 (Unaudited)	31.12.2019 (Unaudited)	31.03.2020 (Audited)
1	Revenue from Operations	1,733.90	1,304.95	1,432.25	3,513.96	4,358.21	5,932.46
2	Other Income	15.51	7.69	7.46	33.29	28.52	3.31
	<b>Total Income (1+2)</b>	<b>1,749.41</b>	<b>1,312.63</b>	<b>1,439.71</b>	<b>3,547.25</b>	<b>4,386.73</b>	<b>5,935.77</b>
3	Expenses						
	Cost of materials consumed	1,030.00	570.28	765.10	1,887.69	2,530.09	3,169.06
	Purchases of Stock in trade	142.47	75.93	234.42	315.47	581.57	1,080.44
	Changes in inventories of finished goods, work-in-progress and stock in trade	8.13	273.13	10.90	244.69	15.70	(8.88)
	Employee Benefit Expenses	124.95	96.63	119.13	308.14	331.49	474.80
	Finance Costs	25.93	28.38	34.34	82.31	88.18	115.83
	Depreciation	52.15	51.48	75.19	154.69	158.27	209.90
	Other Expenses	198.68	145.34	171.93	434.07	573.62	776.75
	<b>Total Expenses</b>	<b>1,582.31</b>	<b>1,241.16</b>	<b>1,411.01</b>	<b>3,427.05</b>	<b>4,278.93</b>	<b>5,817.90</b>
	Profit from operations before exceptional items and tax (1+2-3)	167.10	71.48	28.71	120.19	107.80	117.87
5	Exceptional Items	(92.05)	-	-	(92.05)	-	85.89
6	<b>Profit/Loss before tax (4-5)</b>	<b>75.05</b>	<b>71.48</b>	<b>28.71</b>	<b>212.24</b>	<b>107.80</b>	<b>31.97</b>
7	Tax Expense						
	1. Current Tax	26.50	-	10.00	26.50	32.00	17.00
	2. Short Provision of Tax of previous year	0.54	-	-	(2.09)	-	3.23
	3. Deferred Tax	13.58	15.55	(3.09)	0.54	(16.60)	(17.02)
8	<b>Net Profit / (Loss) after tax (7-8)</b>	<b>34.43</b>	<b>55.92</b>	<b>21.80</b>	<b>187.29</b>	<b>92.40</b>	<b>31.99</b>
9	Other Comprehensive Income	-	-	-	-	-	-
10	<b>Comprehensive Income for period</b>	<b>34.43</b>	<b>55.92</b>	<b>21.80</b>	<b>187.29</b>	<b>92.40</b>	<b>31.99</b>
11	Paid up Equity Share Capital ( Face value of Rs. 10/- each)	51,07,969	48,67,969	46,06,400	51,07,969	46,06,400	46,06,400
12	Earnings per equity share						
	1. Basic	0.71	1.15	0.47	3.81	2.01	0.62
	2. Diluted	0.71	1.15	0.47	3.81	2.01	0.61

**NOTES:**

- The above results have been reviewed by the Audit Committee of the Board and approved by the Board of Directors of the Company at its meeting held on 12th February, 2021
- The financial results have been prepared in accordance with the applicable accounting standards, as modified by the Companies (Indian Accounting Standards) Rules, 2015 and as specified in section 133 of the Companies Act, 2013.
- The Company mainly operates in a single primary business segment comprising of manufacture and trading of narrow fabrics, therefore disclosure requirements as per Ind AS 108, "Operating Segments" are not applicable to the Company.
- During the quarter ended, the company has allotted 2,40,000 equity shares to one of its promoter, pursuant to conversion of warrants.
- Exceptional Item includes Net Loss on sale of land

Period	Loss (in Rs.)
Quarter ended 31st December, 2020	92,04,929

- The Company has granted 1,72,462 options on February 14, 2019, to the eligible employees as the company's Employee Stock Option Plan (ESOP 2018). During the period eligible employees have exercised 31,569 options and accordingly the company has allotted 31,569 shares at Rs 10 each. As per Ind AS 102- "Share Based Payment" total charge of ESOP will be apportioned over the vesting period, accordingly the Employee Benefit Expenses includes ESOP Charge under respective period as under:

	Quarter ended			Period Ended		Year ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
ESOP Charge	2,58,161	2,58,161	5,11,484	7,74,483	15,34,453	20,45,936

- With easing of lockdown restrictions, the Company's performance for the quarter has improved over the quarter ended 30th September, 2020. Further, the Company has made detailed assessment of the recoverability and carrying value of its assets comprising property, plant and equipment, inventories, receivables and other current assets as at the period end and on the basis of evaluation, has concluded that no material adjustments are required in the financial results. Given the uncertainties associated with the nature, condition and duration of COVID-19, the impact assessment on the Company's financial statements will be continuously made and provided for as and when required.
- The Indian Parliament has approved the Code of Social Security, 2020 which would impact the contributions by the Company towards Provident Fund and Gratuity. The effective date from which the changes are applicable is yet to be notified and the rules for quantifying the financial impact are yet to be framed. Based on initial assessment by the Company, the additional impact on Provident Fund contributions by the Company is not expected to be material, whereas, the likely additional impact on Gratuity liability / contributions by the Company could be material. The Company will complete their evaluation and will give appropriate impact in its financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.
- The previous financial period/year figures have been regrouped/rearranged wherever necessary to make them comparable.

Place : Mumbai  
Dated : 12.02.2021



For and on behalf of Board of directors of  
SKY INDUSTRIES LTD

*Sharad S. Shah*

SHARAD S. SHAH  
WHOLE TIME DIRECTOR  
DIN: 00006114



**UKG & ASSOCIATES**

CHARTERED ACCOUNTANTS

**Champak K. Dedhia** B.Com., FCA

**Gautam R. Mota** B.Com., LLB, FCA


LIMITED REVIEW REPORT

To,  
The Board of Directors,  
Sky Industries Limited  
Mumbai

**Independent Auditor's report on standalone unaudited 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)**

1. We have reviewed the accompanying statement of unaudited financial results ("Statement") of **Sky Industries Limited** (the 'Company') for the quarter ended 31<sup>st</sup> December, 2020 and year to date from April 01, 2020 to December 31, 2020 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the regulation), as amended, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. These financial statements are the responsibility of the Company's management and have been approved by the Board of Directors of the Company, and have been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on these standalone financial statements based on our review.
3. We conducted our review in accordance with the standard on Review Engagements (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 provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with applicable Indian Accounting Standards ("Ind AS") specified under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements), 2015 as modified by SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For UKG & Associates  
Chartered Accountants  
Firm Reg. No.: 123393W

  
**Champak K. Dedhia**  
Partner  
Membership No. 101769  
Mumbai, 12<sup>th</sup> February, 2021  
UDIN: 21101769AAAAGG9506

