

SKY INDUSTRIES LIMITED



CIN No.: L17120MH1989PLC052645

Corp Off.: 1101, Universal Majestic, Ghatkopar Mankhurd Link Road, Chembur (W), Mumbai 400 043
Phone: 022 67137900 ∪ E-mail : corporate@skycorp.in ∪ Website : www.skycorp.in

November 13, 2019

To,
The Secretary,
The Bombay Stock Exchange,
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400001

Subject: Un-audited Financial Results and Limited Review Report for the quarter and half-year ended September 30, 2019.

BSE CODE: 526479

Dear Sir,

This is to inform you that the meeting of Board of Directors of the Company was held today i.e. Wednesday, 13th November, 2019 at 1101, Universal Majestic, Ghatkopar Mankhurd link road, Chembur (W), at 10.00 a.m wherein, the Board:

- 1) Pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosures Requirements) Regulations, 2015 approved the Un-audited Financial Results of the Company for the quarter and half-year ended September 30, 2019;
- 2) Considered and took on record Limited Review Report for the quarter and half-year ended September 30, 2019

The same is attached herewith.

Kindly acknowledge and take on record the same.

Thanking you,

For Sky Industries Ltd

Arushi Singhal
Company Secretary



SKY INDUSTRIES LIMITED



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November 13, 2019

To,
The General Manager,
Corporate Services/Listing Department,
The BSE Limited,
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400001

SUBJECT: Declaration pursuant to Regulation 33 (3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

BSE CODE: 526479

Dear Sir,

With reference to the above cited subject, we hereby declare that the Statutory Auditors of the Company, M/s. UKG & Associates (FRN : 123393W), Mumbai, have issued the Limited Review Report with Unmodified Opinion in respect of the Un-audited Financial Results of the Company for the quarter and half-year ended September 30, 2019.

Please acknowledge and take on record the same.

Thanking You,
Yours sincerely,

For Sky Industries Limited,



Maikal Raorani
Whole-time Director & Chief Financial Officer

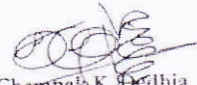


LIMITED REVIEW REPORT

To,
The Board of Directors,
Sky Industries Limited
Mumbai

1. We have reviewed the accompanying statement of unaudited financial results ("Statement") of Sky Industries Limited (the "Company") for the quarter ended 30th September, 2019 and year to date from April 01, 2019 to September 30, 2019 (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. Attention is drawn to the fact that the Cash flow figures for the corresponding six month period ended 30 September 2018 have been approved by the Company's Board of Directors, but have not been subjected to audit or review.
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 5th 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, 13th November, 2019
UDIN: 19101769 AAAAT41520

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 half year ended September 30, 2019

(Rs. In Lacs)

Sr. No.	Particulars	Quarter ended			Period Ended		Year Ended
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue from Operations	1,364.78	1,552.32	1,526.84	2,917.10	2,943.67	5,797.91
2	Other Income	5.48	24.44	5.52	29.92	16.94	56.61
	Total Income (1+2)	1,370.26	1,576.76	1,532.36	2,947.02	2,960.61	5,834.52
3	Expenses						
	Cost of materials consumed	877.15	887.84	877.25	1,764.99	1,750.40	3,577.70
	Purchases of Stock in trade	211.38	135.77	142.43	347.15	214.95	357.26
	Changes in inventories of finished goods, work-in-progress and stock in trade	(124.90)	129.70	15.07	4.80	18.16	(191.64)
	Employee Benefit Expenses	108.68	105.68	96.57	212.56	194.20	390.59
	Finance Costs	27.56	26.28	27.15	53.84	48.73	106.87
	Depreciation	38.10	44.92	26.29	83.08	51.38	129.56
	Other Expenses	199.09	202.60	257.81	401.69	482.07	957.73
	Total Expenses	1,337.07	1,530.86	1,442.56	2,867.93	2,759.88	5,528.07
	Profit from operations before exceptional items and tax (1+2-3)	33.19	45.90	89.80	79.09	200.73	306.45
4	Exceptional Items	-	-	-	-	27.68	49.76
6	Profit/Loss before tax (4-5)	33.19	45.90	89.80	79.09	173.05	256.70
7	Tax Expense						
	1. Current Tax	7.79	14.21	13.00	22.00	38.00	57.06
	2. Deferred Tax	(12.59)	(0.92)	9.02	(13.51)	7.48	7.96
8	Net Profit / (Loss) after tax (7-8)	37.99	32.61	67.78	70.60	127.57	191.68
9	Other Comprehensive Income	-	-	-	-	-	(2.75)
	Total Comprehensive Income for period & other Comprehensive Income for period	37.99	32.61	67.78	70.60	127.57	188.93
10	Comprehensive Income for period	37.99	32.61	67.78	70.60	127.57	188.93
11	Paid up Equity Share Capital (Face value of Rs. 10/- each)	46,06,400	46,06,400	46,06,400	46,06,400	46,06,400	46,06,400
12	Earnings per equity share						
	1. Basic	0.82	0.71	1.47	1.53	2.77	4.16
	2. Diluted	0.82	0.71	1.47	1.53	2.77	4.11

NOTES:

- The above financial results have been prepared in accordance with Indian Accounting Standards ("IND AS-34" "Interim Financial Reporting") as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016, as amended thereafter.
- The above financial results have been reviewed and recommended by the Audit Committee and have been approved and taken on record by the Board of Directors at its meeting held on 13th November 2019.
- 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.
- The Limited Review as required under Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 has been completed by the Auditors of the Company.
- On March 30, 2019, MCA notified Ind AS 116 'Leases' (the Standard) which replaced Ind AS 17 'Leases', including appendices thereto. Ind AS 116 is effective for annual periods beginning on or after April 01, 2019. Ind AS 116 sets out the principles for the recognition, measurement, presentation and disclosure of leases and require lessors to account for all the leases under a single balance sheet model similar to the accounting for finance lease under Ind AS 17. The Company has adopted Ind AS 116, effective from April 01, 2019 using modified retrospective approach. Accordingly, the comparatives have not been restated. On the date of transition, the Company has recognised Right of Use (ROU) asset amounting to Rs 75.38 lakhs. The ROU asset measured at amount equal to the lease liability in the Balance Sheet on the date of initial application.

In the statement of profit and loss, operating lease expenses were recognised as rent/other expenses in the previous period. Pursuant to adoption of Ind AS 116, amounts are recognised as depreciation expense for the right-of-use asset and finance cost for interest accrued on lease liability in the current period. The adoption of this standard did not have any significant impact on the profits for the period and earnings per share.
- The Company has elected to exercise the option permitted under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognised the provision for income tax for the half year ended September 30, 2019 and remeasured its deferred tax basis at the rate prescribed in the aforesaid section. The consequent impact of remeasurement of Deferred Tax amounting to Rs 13.50 lakhs is accounted in the quarter ended September 30, 2019.
- Statement of Unaudited standalone cash flow for the half year ended September 30, 2019 and September 30, 2018 is given in Annexure I
- No investors complaints were received as of Quarter ended 30th September 2019
- Previous year / quarter's figures have been regrouped wherever considered necessary.

Place : Mumbai
Dated : 13.11.2019



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

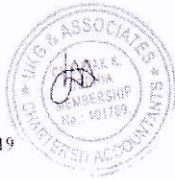
Shailesh Shah
SHAILESH SHAH
MANAGING DIRECTOR

Statement of Assets and Liabilities

(Rs. In Lacs)

Sr. No.	Particulars	As at September	As at March 31,
		30, 2019	2019
		(Unaudited)	(Audited)
1	ASSETS		
A	Non-current assets		
(a)	Property, Plant & Equipment	1,498.35	1,479.51
(b)	Intangible Assets	0.29	0.51
(c)	Capital Work in Progress	33.13	31.83
(d)	Right of Use	54.82	-
(e)	Financial Assets		
(i)	Investments	-	-
(ii)	Loans	0.40	0.38
(iii)	Others	65.11	46.17
(f)	Other Non Current assets	14.26	58.10
		1,666.36	1,616.50
B	Current assets		
(a)	Inventories	1,309.71	1,301.43
(b)	Financial Assets		
(i)	Investments	47.76	35.39
(ii)	Trade Receivables	1,003.29	985.94
(iii)	Cash and cash equivalents	17.36	6.16
(c)	Bank Balance Other than above	37.85	36.72
(d)	Current Tax Assets (Net)	2.45	13.06
(e)	Other Current Assets	281.71	244.22
		2,700.13	2,622.92
		4,366.49	4,239.42
2	EQUITY AND LIABILITIES		
A	EQUITY		
(a)	Equity Share capital	460.64	460.64
(b)	Other Equity	1,602.91	1,587.84
	Total Equity	2,063.55	2,048.48
B	LIABILITIES		
	Non-current liabilities		
(a)	Financial Liabilities		
(i)	Borrowings	34.60	13.45
(ii)	Other financial liabilities	282.81	243.83
(b)	Provisions	21.18	19.83
(c)	Deferred tax liabilities (net)	96.77	110.27
		435.36	387.38
C	Current liabilities		
(a)	Financial Liabilities		
(i)	Short-term borrowings	996.63	893.08
(ii)	Trade payables	730.60	759.16
(iii)	Other financial liabilities	1.90	1.90
(b)	Other Current Liabilities	83.13	129.62
(c)	Provisions	55.33	19.80
		1,867.58	1,803.56
		4,366.49	4,239.42

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

SHAILESH SHAH
MANAGING DIRECTOR
Place : Mumbai
Dated : 13.11.2019

Annexure 1 - Statement Of Unaudited Cash Flow For The Half Year Ended September 30, 2019

Particulars	Half year ended 30.09.2019 (Unaudited)	Half year ended 30.09.2018 (Unaudited)
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit / (Loss) Before Tax	79.09	173.45
Add / (Less):- Adjustments for Non-Cash / Non-Operating Items:		
Depreciation & Amortization	83.08	51.38
Finance Cost	51.89	48.73
Interest Income	(1.06)	(2.33)
Advances written off	-	27.68
Loss on sale of Assets/ Assets written off	-	1.50
Operating Profit Before Changes in Working Capital	213.00	300.41
Adjustment for Changes in Working Capital		
(Increase) / Decrease in Trade Receivables	(17.30)	(221.51)
(Increase) / Decrease in Inventories	(8.28)	153.09
(Increase) / Decrease in Loans & Advances	(0.02)	(0.71)
(Increase) / Decrease in Other Non - Current Financial Assets	(6.28)	(6.70)
(Increase) / Decrease in Other Non - Current Assets	43.84	(14.26)
(Increase) / Decrease in Other Current Assets	(52.49)	(13.10)
Increase / (Decrease) in Trade Payables	(28.56)	(174.53)
Increase / (Decrease) in Other Current Financial Liabilities	-	1.10
Increase / (Decrease) in Other Current Liabilities	(46.50)	(8.49)
Increase / (Decrease) of Non current Financial liabilities	(34.06)	(6.42)
Increase / (Decrease) in Non Current Provisions	1.35	2.46
Increase / (Decrease) in Current Provisions	35.53	29.41
Cash Generated from Operations	100.18	40.76
Less: Taxes Paid (Net of refund received)	(11.39)	(32.06)
NET CASH FLOW FROM OPERATING ACTIVITY (A)	88.80	8.70
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant & Equipment & Intangible Assets	(82.44)	(78.64)
Proceeds from Sale of Property, Plant & Equipment	-	3.30
Investment in Mutual Funds	(12.36)	(12.00)
Proceeds from Sale of Investments	0.00	5.00
Investment in / (Redemption of) Fixed Deposits & Margin Money (Net)	(1.13)	0.13
Interest Received	1.06	2.33
NET CASH FLOW FROM INVESTING ACTIVITY (B)	(94.87)	(79.88)
C CASH FLOW FROM FINANCING ACTIVITY		
Dividend Paid	(46.06)	(23.03)
Dividend Distribution Tax Paid	(9.47)	(4.73)
Proceeds from Bank borrowing	21.15	-
Repayment of Bank borrowing	-	(7.39)
(Decrease) / Increase in Other Financial Liabilities	103.55	42.70
Proceeds from Issue of Share Capital	0.00	37.95
Finance Cost	(51.89)	(48.73)
NET CASH FLOW FROM FINANCING ACTIVITY (C)	17.27	(3.24)
NET CASH FLOW FOR THE YEAR (A + B + C)	11.20	(74.43)
Add: Opening Balance of Cash & Cash Equivalents	6.16	86.32
CLOSING BALANCE OF CASH & CASH EQUIVALENTS	17.36	11.89
RECONCILIATION OF CASH AND CASH EQUIVALENT		
TOTAL CASH AND BANK BALANCE AS PER BALANCE SHEET		
CASH AND CASH EQUIVALENT COMPRISES AS UNDER:		
Balance with banks in current accounts	15.50	10.40
Cash on Hand	1.86	1.49
CASH AND CASH EQUIVALENT	17.36	11.89
CASH AND CASH EQUIVALENT AT THE END OF THE YEAR	17.36	11.89

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

Place : Mumbai
Dated : 13.11.2019



Shailesh Shah
SHAILESH SHAH
MANAGING DIRECTOR