

SARTHAK INDUSTRIES LIMITED

CIN: L99999MH1982PLC136834

Regd. Office: ROOM NO. 4, ANNA BHUVAN, 3RD FLOOR, 87C DEVJI RATANSI MARG, DANA BUNDER, MUMBAI, (Maharashtra)
400009, Phone: 022 23486740, Email: sarthakindustries@yahoo.in, website: www.sarthakindustries.com

31.07.2020

To,
The BSE Limited
25th Floor, Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai-400 001

Dear Sir/ Madam,

Sub: Audited Financial Results for the Quarter and Year ended 31st March, 2020 with Auditor's Report.

Dear Sir/ Madam,

Please find attached the copy of the Audited Financial Results for the Quarter and Year ended 31st March, 2020 with Auditor's Report and Declaration on Un-modified opinion. The results were approved and taken on records by the Board of Directors of the Company at their meeting held on 31st July, 2020.

The Board Meeting commenced at 5.30 pm and concluded at 6.30 pm.

You are requested to take the same on your records and oblige.

Thanking You,

Yours Sincerely,

For Sarthak Industries Limited

Amit

Amit Jain
Company Secretary





SARTHAK INDUSTRIES LIMITED

Regd. Office: Room No. 4, Anna Bhuvan, 3rd Floor, 87C Devji Ratansi Marg,
Dana Bunder, MUMBAI - 400009. Phone : 022-23480110



(As ISO 9001 Company)

Audited Financial Results for the quarter and year ended 31st March, 2020

S. No.	Particulars (Refer Notes Below)	Quarter ended			Year ended	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
		Audited	Unaudited	Audited	Audited	Audited
1	Income from operations					
	(a) Revenue From Operations	2700.76	1844.29	2690.22	9556.04	11195.67
	(b) Other Income	5.16	329.17	39.83	618.71	144.56
	Total Revenue	2705.92	2173.46	2730.05	10174.75	11340.23
2	Expenses					
	a) Cost of materials consumed	336.01	60.49	495.76	1000.97	2200.20
	b) Purchase of stock in trade	2002.98	1714.45	1986.40	7555.66	8403.66
	c) Changes in inventories of finished goods, work in progress & stock in trade	78.38	(81.48)	(119.81)	161.26	(390.82)
	d) Employee benefit expense	66.64	51.30	99.12	255.12	278.33
	e) Finance Costs	26.62	22.36	46.06	119.02	160.42
	f) Depreciation & Amortisation Expense	14.45	10.89	18.48	44.94	71.32
	g) Other Expenditure	145.60	175.33	180.28	528.74	498.61
	Total expenses (a) to (g)	2670.68	1953.34	2706.29	9665.71	11221.72
3	Profit/(Loss) before exceptional items and tax (1-2)	35.24	220.12	23.76	509.04	118.51
4	Exceptional items (net)	-	-	-	108.09	-
5	Profit/(Loss) Before extraordinary items and tax (3-4)	35.24	220.12	23.76	400.95	118.51
6	Extraordinary items	-	-	-	-	-
7	Profit/(Loss) Before tax (5-6)	35.24	220.12	23.76	400.95	118.51
8	Tax Expense					
	- Current Tax	10.60	(51.50)	53.32	112.58	86.82
	- Deferred Tax	5.82	(0.33)	(4.78)	6.04	(6.62)
	- Income Tax for earlier years	11.34	-	(6.60)	11.34	(6.60)
9	Net Profit/(Loss) after tax (7-8)	7.48	271.95	(18.18)	270.99	44.91
10	Other comprehensive income					
	A. (i) Items that will not to be reclassified to Profit or Loss	2.71	(65.68)	(21.61)	(78.21)	(8.08)
	(ii) Income Tax relating to items that will not be reclassified to Profit or Loss	(0.55)	7.39	2.91	10.02	1.54
	B. (i) Items that will be reclassified to Profit or Loss	-	-	-	-	-
	(ii) Income Tax relating to items that will be reclassified to Profit or Loss	-	-	-	-	-
		2.16	(58.29)	(18.70)	(68.19)	(6.54)
11	Total Comprehensive Income for the Period (9+10)	9.64	213.66	(36.88)	202.80	38.37
12	Paid up equity share capital (FV of Rs. 10/- each)	696.89	696.89	696.89	696.89	696.89
13	Reserves excluding revaluation Reserves				2758.23	2555.42
14	Earnings per share (in Rs.)					
	(a) Basic (not annualised)	0.11	3.90	(0.26)	3.89	0.64
	(b) Diluted (not annualised)	0.11	3.90	(0.26)	3.89	0.64

Note -

- The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at their meeting held on July 31,
- The company has adopted Ind AS 116 'Leases' effective from April 1, 2019 and elect not to apply the requirements of Ind AS 116 since leases are short-term leases.
- Exceptional item of Rs. 108.09 lacs is pertaining to old sales tax demand in appeal, settled by the Company under amnesty scheme.
- The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year.
- In view of the Covid-19 pandemic, there have been several restrictions imposed by governments across the globe on the travel, goods movement and transportation considering public health and safety measures. The Company is primarily engaged in business of manufacturing of LPG Cylinders and trading of Agri and Non Agri Commodities. This COVID-19 pandemic has surely impacted the operations of the Company in many ways. Accordingly as of 31 March 2020, based on the facts and circumstances existing as of that date, the Company does not anticipate any material uncertainties which affects its liquidity position and also ability to continue as a going concern. However, the impact assessment of Covid-19 is a continuing process given the uncertainties associated with its nature and duration. The management will continue to closely monitor the evolving situation and assess its impact on the business of the Company.
- Previous period/year figures have been regrouped/recasted wherever necessary.
- The above financial results are available on Company's website www.sarthakindustries.com and also on the website of BSE.



For SARTHAK INDUSTRIES LIMITED

Y. M. SHARMA
WHOLE TIME DIRECTOR
DIN: 03644480

Dated : 31st July, 2020
* Place : Indore



SARTHAK INDUSTRIES LIMITED

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Segment wise Revenue, Results, Assets and Liabilities (for the quarter and year ended 31st March, 2020)

(Rs. in lacs)

S. No.	Particulars	Quarter Ended			Year ended	Year ended
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
		Audited	Unaudited	Audited	Audited	Audited
1	Segment Revenue (Sales/ Income)					
a.	Cylinders Business	418.94	156.4	711.03	1271.13	3044.22
b.	Merchant Trading	2307.94	1692.06	1979.29	8334.14	8152.90
c.	Unallocated-Others	(20.96)	325.00	39.73	569.48	143.11
	Sales / Income from Operations	2705.92	2173.46	2730.05	10174.75	11340.23
2	Segment Results (Profit (+)/ Loss (-) before Tax and Interest)					
a.	Cylinders Business	10.86	2.13	17.47	21.56	221.25
b.	Merchant Trading	87.82	29.26	37.68	230.15	47.90
c.	Unallocated-Others	(36.82)	211.09	14.67	268.26	9.78
	Total	61.86	242.48	69.82	519.97	278.93
	Less : -					
i)	Finance Cost	26.62	22.36	46.06	119.02	160.42
ii)	Other Un-allocable expenditure net off	0.00	0.00	0.00	0.00	0.00
iii)	Un-allocable income	0.00	0.00	0.00	0.00	0.00
	Total Profit before Tax	35.24	220.12	23.76	400.95	118.51
3	Segment Assets					
a.	Cylinders Business	1419.89	1003.48	1216.36	1419.89	1216.36
b.	Merchant Trading	2126.85	2949.29	2426.11	2126.85	2426.11
c.	Unallocated-Others	2592.87	2670.31	4341.62	2592.87	4341.62
	Total	6139.61	6623.08	7984.09	6139.61	7984.09
4	Segment Liabilities					
a.	Cylinders Business	541.25	196.81	533.02	541.25	533.02
b.	Merchant Trading	914.11	1769.46	1858.26	914.11	1858.26
c.	Unallocated-Others	1229.14	1211.34	2340.50	1229.14	2340.50
	Total	2684.50	3177.61	4731.78	2684.50	4731.78

Note -

1 Previous period/year figures have been regrouped/recasted wherever necessary.

For SARTHAK INDUSTRIES LIMITED

Dated : 31st July, 2020

Place: Indore



Y. M. SHARMA
WHOLE TIME DIRECTOR
DIN: 03644480



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(As ISO 9001 Company)

STATEMENT OF ASSETS AND LIABILITIES

(Rs. in lacs)

Particulars		Period ended 31.03.2020 (Audited)	Year ended 31.03.2019 (Audited)
A	ASSETS		
1	NON-CURRENT ASSETS		
(a)	Property, plant and equipment	335.75	880.93
(b)	Right-of-use assets	2.04	-
(c)	Capital work-in-progress	172.85	504.35
(d)	Other Intangible Assets	0.76	1.40
(e)	Financial assets		
(i)	- Investments	201.73	279.94
(ii)	- Loans	56.18	201.20
(ii)	- Other financial assets	12.88	15.28
	Total non-current financial assets	270.79	496.42
(f)	Deferred tax assets (net)	17.28	31.48
(g)	Other non-current assets	196.45	50.00
	Total non-current assets	995.92	1,964.58
2	CURRENT ASSETS		
(a)	Inventories	667.79	817.84
(b)	Financial assets		
(i)	- Trade receivables	2,049.30	2,081.90
(ii)	- Cash and cash equivalents	247.49	121.51
(iii)	- Bank balances other than cash and cash equivalents	276.05	227.46
(iv)	- Loans	829.44	722.35
(v)	- Other financial assets	395.00	417.85
	Total current financial assets	3,797.28	3,571.07
(c)	Other current assets	678.64	181.59
	Total current assets	5,143.71	4,570.50
3	Non current assets held for sale	-	1,457.32
	TOTAL ASSETS	6,139.63	7,992.40
B	EQUITY AND LIABILITIES		
1	EQUITY		
	Equity attributable to owners of parent		
(a)	Equity share capital	696.89	696.89
(b)	Other equity	2,758.23	2,555.42
	Total equity	3,455.12	3,252.31
	LIABILITIES		
2	NON-CURRENT LIABILITIES		
(a)	Financial liabilities		
(i)	- Borrowings	28.92	11.37
	Total non-current financial liabilities	28.92	11.37
(b)	Provisions	3.38	5.63
	Total non-current liabilities	32.30	17.00



For Sarthak Industries Ltd.


Director.



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3	CURRENT LIABILITIES		
(a)	Financial liabilities		
	Borrowings, current	-	267.84
(i)	- Trade payables, current	1,353.42	2,431.27
(ii)	- Other financial liabilities	455.93	356.46
	Total current financial liabilities	1,809.35	3,055.57
(b)	Other current liabilities	775.57	620.92
(c)	Provisions	1.65	2.16
(d)	Current tax liabilities (Net)	65.64	8.31
	Total current liabilities	2,652.21	3,686.96
3	Liabilities directly associated with assets in disposal group	-	1,036.13
	Total liabilities	2,684.51	4,740.09
	TOTAL EQUITY AND LIABILITIES	6,139.63	7,992.40

Note -

1 Previous period/year figures have been regrouped/recasted wherever necessary.

Dated : 31st July, 2020

Place : Indore



For and Behalf of Board of Directors

Y. M. SHARMA
WHOLE TIME DIRECTOR
DIN: 03644480



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SARTHAK INDUSTRIES LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

(Amount Rs. in lacs)

Particulars	Year ended 31.03.2020 (Audited)	Year ended 31.03.2019 (Audited)
A. Cash flow from Operating activities		
a. Net Profit/ (Loss) before Tax & Exceptional item	400.95	118.50
Adjustment for :		
Depreciation	44.94	71.32
Finance costs	119.02	160.42
Interest Received	(113.41)	(96.76)
Loss / (Profit) on sale of property, plant and equipment	(453.29)	50.39
Provision for doubtful debts written back	(27.28)	7.80
Ind AS Impact of Remeasurment Directly considered in OCI	0.00	(2.20)
Unrealised (gain)/loss on foreign currency exchange rate	33.76	(29.29)
b. Operating profit/(loss) before working capital changes	4.69	280.18
Adjustment for :		
Trade and Other receivables	(380.44)	(420.84)
Inventories	150.05	(493.90)
Trade and other payables	(1906.33)	1765.50
c. Cash generated from Operations	(2132.03)	1130.94
Direct Taxes (paid)/Refund	(194.85)	(55.73)
Net Cash Flow from Operating activities	(2326.88)	1075.21
B. Cash flow from investing activities		
Purchase of property, plant and equipment	(234.82)	(543.03)
Sale of Tangible property, plant and equipment	2975.77	659.33
Sale of Investments	0.00	0.00
Interest Received	117.85	94.28
Change in Bank balances not considered as cash and cash Equivalent	(42.29)	(78.24)
Net Cash Flow from Investing activities	2816.51	132.34
C. Cash flow from Financing activities		
Proceeds from Borrowings	30.00	20.27
Repayment of Borrowings	(274.63)	(1302.24)
Finance costs	(119.02)	(160.42)
Net Cash flow from Financing activities	(363.65)	(1442.39)
D. Net Increase / (Decrease) in Cash and Cash Equivalent	125.98	(234.84)
Cash and Cash Equivalent at the beginning of the year	121.51	356.35
Cash and Cash Equivalent at the end of the year	247.49	121.51
Cash and Cash Equivalent comprises of		
i. Balances with Banks		
in Current Accounts	145.23	6.96
in Deposit Accounts	99.15	105.00
ii. Cash on hand	3.11	9.55
	247.49	121.51

Note -

1 Previous period/year figures have been regrouped/recasted wherever necessary.

Dated : 31st July, 2020

Place : Indore



For SARTHAK INDUSTRIES LIMITED

Y. M. SHARMA
WHOLE TIME DIRECTOR
DIN: 03644480

SARTHAK INDUSTRIES LIMITED

CIN: L99999MH1982PLC136834

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Date: 31st July, 2020

To,

The BSE Limited
25th Floor, Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai-400 001 (MH)

Sub: Declaration for unmodified opinion

BSE Scrip Code: 531930

Pursuant to SEBI Circular CIR/CFD/CMD/56/2016 dated 27th May, 2016 and Regulation 33(30) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended by SEBI from time to time, I hereby declare that Audit Report on audited financial results of the Company for the year ended 31st March, 2020 submitted by Auditors of the Company M/s SMAK & Co., Chartered Accountants is with un-modified opinion.

You are requested to take the same on your records and oblige.

Yours Sincerely,
For Sarthak Industries Limited


Yogender Mohan Sharma
Whole-time Director
DIN: 03644480





Independent Auditors Report on the Quarterly and Year to Date Audited Financial Results of the Company pursuant to the Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

To
The Board of Directors of
Sarthak Industries Limited

Report on the audit of the Financial Results

Opinion

We have audited the accompanying quarterly and year to date financial results of Sarthak Industries Limited (the Company) for the quarter and year ended 31stMarch, 2020 attached herewith being submitted by the company pursuant to the Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the explanations given to us these financial results:

(i) are presented in accordance with the requirements of the Listing Regulations 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 in this regards and

(ii) give a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India of the net profit, other comprehensive income and other financial information for the quarter and year ended March 31,2020.

Basis of Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Emphasis of Matter

We draw attention to the note 5 of the financial results for the quarter and year ending 31st March 2020 which describes the impact of the outbreak of COVID 19 pandemic on the business operations of the company. In view of the highly uncertain economic environment, a definitive assessment of the impact on the subsequent period is highly dependent on circumstances as they evolve.

Our report is not modified in respect of this matter.

Management's Responsibility for the Financial Results

These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial results. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

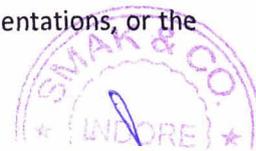
The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

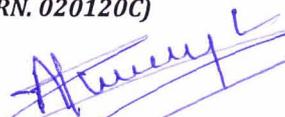
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards

Other Matter

These financial results include result for the quarter ending March 31,2020 and corresponding quarter ending of previous year being the balancing figure between audited figures in respect of the full financial year and the published un audited year to date figures up to the third quarter of the respective financial year, which were subjected to a limited review as required under the listing regulations.

For SMAK & Co.
Chartered Accountants
(FRN. 020120C)


CA Atishay Khasgiwala
Partner
M.No - 417866



Place Indore
Date: 31.07.2020
UDIN : 20417866AAAABZ7774