

SANCO®

PIPES & PROFILES, WIRE & CABLES



Ref. No.: NSE/SIL/2017-18/

14.02.2018

Department of Corporate Services
National Stock Exchange of India
Exchange Plaza
Plot No. C/1, G Block
Bandra- Kurla Complex
Bandra (E)
Mumbai- 400 051

Company Symbol: SANCO
Sub: Outcome of Board Meeting


Dear Sir,

This is in reference to Board Meeting of M/s. Sanco Industries Limited held on Wednesday, February 14, 2018 at 12:30 P.M. to 1:45 P.M. The Board has taken following decisions:

1. Approved and adopted un-audited Quarterly Accounts of the Company for the period from 1st October, 2017 to 31st December, 2017.

We request you to please take the above on record.

Thanking you,
For ~~Sanco Industries Limited~~


Sanjay Gupta
(Managing Director)
DIN - 00726005
Address - C-56, Block-C,
Surajmal Vihar, Delhi - 110092



Sanco Industries Limited

Corp. office :- D-161 Suraj Mal Vihar,
(Near Karkardooma Court) New Delhi-110092 (INDIA)

Phone :- 011-47315500 (100 lines),

Fax. :- 91-11-47315555

e-mail - sancos86@sancopipes.com

web site - www.sancopipes.com

Regd. office :- 9/51, Bazar Gali, Vishwas Nagar,
New Delhi-110032 (INDIA)

Works :- Village Satiwala, Tehsil
Paonta Sahib-173025 (H.P.) India
Ph. 09318970197

**Independent Auditor's Review Report on
Review of Interim Standalone Financial Results to Board of Directors of M/s Sanco Industries
Limited**

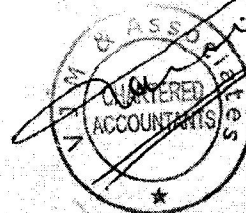
1. We have audited the accompanying statement of standalone unaudited financial results of M/s **Sanco Industries Limited** ('the Company') for the Quarter ended on December 31, 2017 ('the Statement'), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS) 34 'Interim Financial Reporting' prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the statement 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 Statement is 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 stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in term of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) 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 V J M & Associates
Chartered Accountants

FRN: 027535N


Kavir Vijay
(Partner)
M.No.:- 517014

Date: 14/02/2018
Place: Delhi



Sanco Industries Limited
COMPANY NO:-L74899DL1989PLC035549
Standalone Financial Statements Balance Sheet as at 31st December 2017

| | | ₹ in Lakh | |
|-------------------------------------|-----------------------------------|-----------------------------------|-----------------|
| Particular | Unaudited As at 31st Dec' 2017 | Unaudited As at 31st Dec' 2016 | |
| I EQUITY AND LIABILITIES | | | |
| (1) Shareholders' funds | | | |
| (a) Share Capital | 1,028.40 | 1,028.40 | |
| (b) Reserves and Surplus | 2,274.73 | 1,927.30 | |
| | 3,303.13 | | 2,955.70 |
| (2) Non-current liabilities | | | |
| (a) Long-Term Borrowings | 1,261.83 | 429.89 | |
| (b) Deferred Tax Liability | - | 0.58 | |
| (c) Trade Payables | 5,083.67 | - | |
| (d) Long-Term Provisions | 16.81 | 12.30 | |
| | 6,362.31 | | 442.77 |
| (3) Current liabilities | | | |
| (a) Short-Term Borrowings | 3,321.16 | 3,451.95 | |
| (b) Trade Payables | - | 1,195.35 | |
| (c) Other Current Liabilities | 505.44 | 497.04 | |
| (d) Short-Term Provisions | 148.54 | 113.84 | |
| | 3,975.14 | | 5,258.18 |
| Total | 13,640.58 | | 8,656.65 |
| II ASSETS | | | |
| (1) Non-Current assets | | | |
| (a) Fixed Assets | | | |
| (i) Tangible Assets | 388.96 | 379.90 | |
| (ii) Intangible Assets | 0.06 | 0.06 | |
| (iii) Capital Work-in-Progress | - | 2.99 | |
| (b) Non-Current Investments | 398.77 | 343.19 | |
| (c) Deferred Tax Assets (Net) | 17.10 | - | |
| (d) Long - Term Loans and Advances | 0.10 | - | |
| (e) Trade Receivables | 880.96 | 2,447.85 | |
| (f) Other Non- Current Assets | 22.56 | 91.32 | |
| | 1,708.51 | | 3,265.31 |
| (2) Current assets | | | |
| (a) Inventories | 3,508.26 | 1,212.56 | |
| (b) Trade Receivables | 7,290.75 | 3,229.03 | |
| (c) Cash and Bank balances | 133.67 | 158.59 | |
| (d) Short - Term Loans and Advances | 989.87 | 573.25 | |
| (e) Other Current Assets | 9.52 | 217.91 | |
| | 11,932.07 | | 5,391.34 |
| Total | 13,640.58 | | 8,656.65 |

For and on behalf of the Board

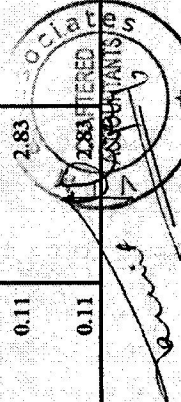
Sanjay Gupta
 Managing Director
 DIN: 00726005
 Date: 14/02/2018
 Place: Delhi



[Signature]

Statement of Standalone Unaudited Financial Results for the Quarter Ended on December 31, 2017

| Particular | Quarter Ended | | Nine Month Ended | | Year Ended |
|--|---------------|---------------|------------------|---------------|------------|
| | 31st Dec 2017 | 30th Sep 2017 | 31st Dec 2016 | 31st Dec 2016 | |
| | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1. (a) Gross Sales/Income from Operations | 5,693.88 | 3,011.34 | 1,190.40 | 13,904.21 | 11,076.74 |
| Less: Taxes | 902.85 | 493.94 | 60.34 | 1,794.36 | 293.70 |
| (b) Other Operating Income | 4,791.03 | 2,517.40 | 1,130.06 | 12,109.85 | 10,783.04 |
| Total | 4,791.03 | 2,517.40 | 1,130.06 | 12,109.85 | 10,783.04 |
| 2. Expenditure | | | | | |
| a. (+/-) Increase/Decrease in stock in trade and work in progress | 278.56 | (517.89) | (520.06) | 436.50 | (291.15) |
| b. Consumption of Raw Materials | 3,115.85 | 1,835.33 | 341.81 | 8,626.30 | 3,037.67 |
| c. Purchase of traded goods | 944.57 | 719.20 | 957.89 | 1,669.48 | 6,503.22 |
| d. Employee cost | 45.27 | 48.11 | 44.71 | 154.50 | 202.41 |
| e. Depreciation and Amortisation of kpens | 23.62 | 21.56 | 24.61 | 66.21 | 98.78 |
| f. Other expenditure | 62.98 | 78.15 | 77.89 | 257.93 | 329.57 |
| Total | 4,470.85 | 2,184.46 | 926.85 | 11,210.92 | 9,880.50 |
| 3. Profit from Operations before Other Income, Finance Cost & Exceptional Items (1-2) | 320.18 | 332.94 | 203.21 | 898.93 | 902.54 |
| 4. Other Income | 3.57 | 1.16 | 2.01 | 13.43 | 22.15 |
| 5. Profit before Finance Cost & Exceptional Items (3+4) | 323.75 | 334.10 | 205.22 | 912.36 | 924.69 |
| 6. Finance Cost | 157.22 | 144.48 | 188.22 | 482.53 | 637.57 |
| 7. Profit after Finance Cost but before Exceptional Items (5-6) | 166.53 | 189.62 | 17.00 | 429.83 | 287.12 |
| 8. Exceptional Items and Prior Period Expenses | (50.23) | - | - | - | 131.38 |
| 9. Profit/(+)/Loss(-) from Ordinary Activities before tax (7+8) | 116.30 | 189.62 | 17.00 | 429.83 | 418.50 |
| 10. Tax expenses | 38.63 | 62.99 | 5.25 | 142.80 | 106.70 |
| 11. Profit/(+)/Loss(-) from Ordinary Activities after tax (9-10) | 77.67 | 126.63 | 11.75 | 287.03 | 311.80 |
| 12. Extraordinary Item (net of tax expenses) | - | - | - | - | - |
| 13. Net Profit/(+)/Loss(-) for the period (11-12) | 77.67 | 126.63 | 11.75 | 287.03 | 311.80 |
| 14. Add: Other Comprehensive Income | (0.36) | 1.73 | (0.41) | 3.65 | (1.61) |
| Total Comprehensive Income (13+14) | 77.31 | 128.36 | 11.34 | 290.68 | 310.19 |
| 15. Paid-up equity share capital (Face Value of the Share shall be indicated) | 102.84 | 102.84 | 102.84 | 102.84 | 102.84 |
| 16. Earning Per Share (EPS) | 0.75 | 1.25 | 0.11 | 2.83 | 3.02 |
| (a) Basic and Diluted EPS before Extraordinary Items for the period, for the year to date and for the previous year (not to be annualized) | 0.75 | 1.25 | 0.11 | 2.83 | 3.02 |
| (b) Basic and Diluted EPS after Extraordinary Items for the period, for the year to date and for the previous year (not to be annualized) | 0.75 | 1.25 | 0.11 | 2.43 | 3.02 |



 Chartered Accountant

Notes

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 14, 2018. The Statutory Auditors of the Company have conducted a "limited Review" of the above Unaudited Financial Results for the quarter ended December 31, 2017.
2. On April 1, 2017 the Company has adopted the India Accounting Standard (Ind AS) notified by the Ministry of Corporate Affairs with effect from April 1, 2016. Accordingly, the financial results for the quarter ended December 31, 2017 have been prepared in accordance with Ind AS and other accounting principles generally accepted in India and the results for the comparative quarter ended December 31, 2016 have been restated in accordance with Ind AS. The financial results for the quarter ended December 31, 2017 have been reviewed by auditor and are compiled by the management after exercising necessary due diligence to ensure that these give a true and fair view of the Company's affairs.
3. Considering the nature of the Company's business and operations, as well as based on reviews performed by chief operating decision maker regarding resource allocation and performance management, the Company has reorganized its operating segments and has classified Trading and Manufacturing as separate operating segments, in addition to earlier reported segments. During the quarter, after considering the above reorganization, the Company has identified Trading and Manufacturing as reportable segments in accordance with the requirements of Ind AS-108 "Operating Segments".
4. Reconciliation of results between previous reported (referred to previous GAAP) and Ind AS for the quarter ended December 31, 2016 is presented as below:

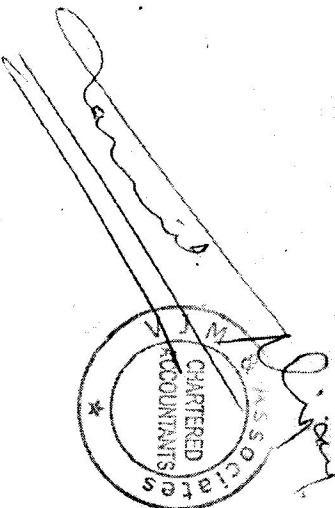
| | Rs. in Lakhs |
|---|--------------|
| Profit/(Loss) for the quarter ended Dec 31, 2016 as per Previous GAAP | 11.75 |
| Re-measurement of Revenue | 0.51 |
| Re-measurement of Employee benefit cost | 0.10 |
| Tax Effects | (0.20) |
| Total Comprehensive Income for the Period | 11.34 |

5. The statement does not include Ind AS Compliant results for the preceding previous year ended March 31, 2017 as the same is not mandatory as per SEBI's circular dated July 5, 2016.

For and on behalf of the Board



Sanjay Gupta
Managing Director
DIN: 00726005
Date: 14/02/2018
Place: Delhi

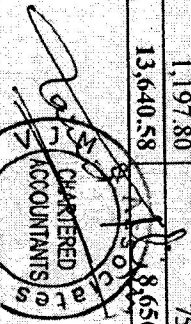



SANCO INDUSTRIES LIMITED
COMPANY NO:-L74899DL1989PLC035549

Reporting of Segment wise Revenue, Results and Capital Employed along with the quarterly results- Primary
 Reportable Segments

₹ in Lakh

| Particular | Quarter Ended | | | Nine Month Ended | | | Year Ended |
|----------------------------------|------------------|------------------|-----------------|------------------|-----------------|------------------|------------|
| | 31st Dec 2017 | 30th Sep 2017 | 31st Dec 2016 | 31st Dec 2017 | 31st Dec 2016 | 31st Mar 2017 | |
| 1. Segment Revenue | | | | | | | |
| (a) Manufacturing | 4,255.44 | 1,767.08 | 603.75 | 9,496.96 | 2,880.15 | 4,599.99 | 6,183.05 |
| (b) Trading | 535.59 | 750.32 | 526.31 | 2,612.89 | 5593.75 | 6183.05 | |
| (C) Unallocable | | | | | | | |
| Net Sale | 4,791.03 | 2,517.40 | 1,130.06 | 12,109.85 | 8,473.90 | 10,783.04 | |
| Other Operative Income | | | | | | | |
| Net Sales from Operations | 4,791.03 | 2,517.40 | 1,130.06 | 12,109.85 | 8,473.90 | 10,783.04 | |
| 2. Segment Results (PBIT) | | | | | | | |
| (a) Manufacturing | 381.61 | 431.98 | 130.48 | 1,286.30 | 479.32 | 1,079.24 | (45.32) |
| (b) Trading | (111.66) | (99.04) | 72.73 | (387.57) | 248.83 | | |
| (C) Unallocable | | | | | | | |
| Operating profit | 269.95 | 332.94 | 203.21 | 898.93 | 728.15 | 1,033.92 | |
| Finance costs | (157.22) | (144.48) | (188.22) | (482.53) | (500.20) | (637.57) | 22.15 |
| Add: Other Income | 3.57 | 1.16 | 2.01 | 13.43 | 140.47 | 106.70 | (1.61) |
| Profit before tax | 116.30 | 189.62 | 17.00 | 429.83 | 368.42 | 418.50 | |
| Less: Income taxes | 38.63 | 62.99 | 5.25 | 142.80 | 119.38 | 106.70 | |
| Add: Other Comprehensive Income | (0.36) | 1.73 | (0.41) | 3.65 | 0.44 | | |
| Net Profit | 77.31 | 128.36 | 11.34 | 290.68 | 249.48 | 310.19 | |
| Segment Assets | | | | | | | |
| (a) Manufacturing | 10,442.70 | 7,182.60 | 3578.87 | 10,442.70 | 3578.87 | 6723.92 | |
| (b) Trading | 2,000.08 | 2,274.43 | 4326.20 | 2,000.08 | 4326.20 | 3045.98 | |
| (C) Unallocable | 1,197.80 | 1,407.63 | 751.58 | 1,197.80 | 751.58 | | |
| Total Assets | 13,640.58 | 10,864.66 | 8,656.65 | 13,640.58 | 8,656.65 | 9,769.90 | |


 CHARTERED ACCOUNTANTS

| | | | | | | | | |
|----------------------------|--|--|-----------------|-----------------|------------------|------------------|-----------------|-----------------|
| Segment Liabilities | | | | | | | | |
| (a) Manufacturing | | | | 1,304.85 | 685.94 | 5,083.67 | 685.94 | 2036.91 |
| (b) Trading | | | 1,117.48 | 1307.72 | 1307.72 | - | 1307.72 | 1243.70 |
| (C) Unallocable | | | 5,222.62 | 3707.29 | 5,253.78 | 5,253.78 | 3707.29 | 3476.82 |
| Total Liabilities | | | 7,644.95 | 5,700.95 | 10,337.45 | 10,337.45 | 5,700.95 | 6,757.43 |
| Capital Employed | | | | | | | | |
| (a) Manufacturing | | | 5,877.75 | 2,892.93 | 5,359.03 | 5,359.03 | 2,892.93 | 4,687.01 |
| (b) Trading | | | 1,156.95 | 3,018.48 | 2,000.08 | 2,000.08 | 3,018.48 | 1,802.28 |
| (C) Unallocable | | | (3,814.99) | (2,955.71) | (4,055.98) | (4,055.98) | (2,955.71) | (3,476.82) |

Secondary Segment Reporting (by Geographic Segments) - Business Segments and Geographical segments are same.

