

12.11.2020

Scrip Code No. 526901

Dept. of Corporate Service
Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers
Dalal Street,
Mumbai 400 001

Sub: Outcome of the Board Meeting held on 12th November, 2020

Dear Sir,

This is to inform you that pursuant to Regulation 30 and 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015, the Board of Directors of the Company at their Meeting held on today i.e. Thursday, the 12th November, 2020 have approved and taken on record the Un-Audited Financial Results of the Company for the 2nd Quarter and half year ended 30th September, 2020 along with Limited Review Report.

The meeting of the Board of Directors commenced at 4:00p.m. and concluded at 4.30 p.m.

Kindly take the same on record and acknowledge the receipt.

Thanking you

Yours faithfully

For **Sonal Adhesives Limited**


Sandeep Arora
Managing Director
DIN: 00176939



Encl: As Above

SONAL ADHESIVES LIMITED

Regd.Address: Plot no.28/1A, Village Dheku, Takai Adoshi Road. Off. Khopoli-Pen Road, Taluka – Khalapur, Dist.- Raigad, P.O. Khopoli – 410 203.

Tel: 02192 262622/ 262620 . Email Id : info@sonal.co.in

Tel. 022- 61316131 Fax : 022 - 61316132 CIN NO. : L02004MH1991PLC064045

www.sonal.co.in



ROHAN AGRAWAL & CO.
CHARTERED ACCOUNTANTS

Rohan Agrawal
B.Com, F.C.A.
M.No. 123127
Tel. : 2766699
Cell : 9967606687

304, Mahalaxmi Apartments, Next to Hyundai Service Centre, Shastri Nagar, Nagpur-440 008.
Ph. : 0712-2766699 E-mail : agr.rohan@gmail.com

Date: 12th November, 2020

Review Report to the Board of Directors of Sonal Adhesives Limited

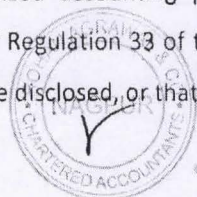
I have reviewed the accompanying Statement of Unaudited Financial Results of Sonal Adhesives Limited (Name of the Company) for the quarter ended 30th September, 2020 and year to date results for the period from 1st April, 2020 to 30th September, 2020 ("theStatement") being submitted by the Company pursuant 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.CIRICFD/CMD1/44/2019 dated March 29, 2019 ('the Circular').

This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Director, has been prepared 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, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, read with the Circular. My responsibility is to express a conclusion on the Statement based on my review.

I conducted my 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 I plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

The Company has incurred loss during the period ended 30th September, 2020.


Based on my review conducted as above, except for the matter referred above, nothing has come to my attention that causes me to believe that the accompanying statement of unaudited financial results prepared in all material respects in accordance with Ind AS and other recognized accounting practices and policies and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulation, 2015 read with SEBI circular dated July 5, 2016 including the manner it is to be disclosed, or that it contains any material misstatement.



I draw attention to the following Matters:

- a. The financial statement of the Company for the year ended March 31, 2020 prepared in accordance with Companies (Accounting Standards) Rules, 2006, under the Companies Act, 2013 expressed a Qualified Opinion on those financial statements.

For
Rohan Agrawal & Co.
Chartered Accountants
Firm Registration No: 137136W



Rohan Agrawal
Proprietor
Membership No: 123127
Place: Khopoli

VDIN: 20123127AAAABP5297

SONAL ADHESIVES LIMITED

CIN L02004MH1991PLC064045

REG. OFFICE: Plot No.28/1A, Village Dheku, Takai Adoshi Road, Off. Khopoli Pen Road, Tal. Khalapur, Dist.Raigad - 410203 Maharashtra
Phone: +912192262620 Email:info@sonal.co.in Web: www.sonal.co.in

PART I STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER & HALF YEAR ENDED 30TH SEPTEMBER, 2020

(Rs. In Lakhs)

S. No.	Particulars	Quarter ended	Quarter ended	Quarter ended	Half Year ended	Half Year ended	Year Ended
		30th September 2020	30th June, 2020	30th September 2019	30th September, 2020	30th September, 2019	31st March 2020
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue from Operations	427.87	243.30	833.45	671.17	1,799.16	3214.64
2	Other Income	8.78	0.96	21.02	9.74	23.09	74.04
3	Total income (1+2)	436.65	244.26	854.47	680.91	1,822.25	3,288.68
4	Expenses						
	(a) Cost of Materials consumed	377.56	151.98	708.09	529.54	1,566.87	2,907.97
	(b) Purchase of stock-in-trade	-	-	-	-	-	71.19
	(c) Changes in inventories of Finish Goods, work-in-progress and Stock	6.52	48.29	38.91	54.81	111.04	105.49
	(d) Employee benefits expense	8.15	4.09	10.77	12.24	19.97	39.30
	(e) Finance Cost	(38.81)	0.33	(0.44)	(38.48)	0.39	39.29
	(f) Depreciation and amortisation expense	17.26	17.26	18.69	34.52	37.36	75.30
	(g) Other expenses	91.01	26.25	104.63	117.26	156.46	304.11
	Total expenses	461.69	248.20	880.64	709.89	1,892.08	3,542.64
5	Profit before Tax (3-4)	(25.04)	(3.94)	(26.17)	(28.98)	(69.83)	(253.96)
6	Tax Expenses						
	(a) Current Tax	-	-	-	-	-	-
	(b) Short/ (Excess) provision of Taxation for previous periods	-	-	-	-	-	-
	(c) Deferred Tax	11.26	(4.73)	15.07	6.53	3.10	(66.28)
7	Net Profit/ (Loss) for the Period (5-6)	(36.30)	0.79	(41.24)	(35.51)	(72.93)	(187.68)
8	Other Comprehensive Income						
	(a) (i) Item that will not be reclassified to Profit or Loss	(0.25)	(0.25)	0.17	(0.50)	0.50	(0.64)
	(a) (ii) Income tax related to item that will not be reclassified to Profit or Loss	0.26	(0.02)	0.01	0.24	(0.08)	(0.17)
	(b) (i) Item that will be reclassified to Profit or Loss	-	-	-	-	-	-
	(b) (ii) Income tax related to item that will be reclassified to Profit or Loss	-	-	-	-	-	-
	Total Other Comprehensive Income, net of Income Tax	0.01	(0.27)	0.18	(0.26)	0.42	(0.80)
9	Total Comprehensive Income (7+8)	(36.29)	0.52	(41.06)	(35.77)	(72.51)	(188.48)
10	Paid-up Equity Share Capital (Face Value Rs. 10/-)	606.10	606.10	606.10	606.10	606.10	606.10
11	Earnings per share (of Rs.10/- each) (not annualised)						
	(a) Basic	(0.60)	0.01	(0.68)	(0.59)	(1.20)	(3.10)
	(b) Diluted	(0.60)	0.01	(0.68)	(0.59)	(1.20)	(3.10)

Notes :

- The above Results for the year ended 30th September ,2020 have been reviewed by the Auditor & taken on record by the Board of Directors at its meeting held on 12th November, 2020.
- This Statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- In the opinion of the Board Of Directors, there is only one Major segment, therefore, has only one reportable segment in accordance with Ind AS 108"Operating Segments".
- The Ind AS compliant financial results, pertaining to the period September 30, 2020 have not been subject to limited review or audit. However, the management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.
- As intimated by the company's Registrars, the investor's complaints pending as on 30 September 2020 and as on 30 June 2020 were Nil.
- The Company has considered the possible effects that may arise out of the still unfolding Covid-19 pandemic on the carrying amount of property, plant and equipment including intangible assets, inventories, trade receivables, other financial assets, other assets etc. For this purpose the Company has considered internal and external sources of information up to the date of approval of the standalone financial results including economic forecasts, market value of certain assets etc. Based on the current estimates, the company does not expect any significant impact on such carrying values. The Company will continue to closely monitor for any material changes to future economic condition.
- The outbreak of COVID-19 pandemic across the globe and in India and consequential nationwide lockdown since March 24, 2020 has caused a slowdown in economic activities. The management has assessed the potential impact of COVID-19 on the company and based on its review there is no significant impact on its financial results on a medium and long term basis. Sales during the Quarter ended June, 2020 was majorly impacted due to the national lockdown and consequently production / sales were badly hit. However, the same has improved in the Second Quarter. The Company is closely monitoring any material changes to future economic conditions.
- Previous quarter's / year's figures have been regrouped / reclassified and rearranged necessary to correspond with the quarter's / year's classification / disclosure.

Place : Khopoli

Date : 12th November 2020

For SONAL ADHESIVES LIMITED

Sandeep Arora
Managing Director
DIN :- 00176939



SONAL ADHESIVES LIMITED
Standalone Statement of Assets and Liabilities

(Amount in Lakhs)

Particulars	As at Current Period End 30 Sep 2020 (Unaudited)	As at Previous Year End 31 Mar 2020 (Audited)
A ASSETS		
1 Non-current assets		
(a) Property, Plant and Equipment	454.57	488.75
(b) Capital work in progress	-	-
(c) Financial Assets		
(i) Trade Receivables	670.87	198.05
(ii) Other financial assets	3.01	3.38
(d) Other Non Current Assets	19.48	19.48
(e) Non Current Tax	1.79	1.79
(f) Deffered Tax Assets (Net)	242.88	249.17
Total Non - Current Assets	1,392.61	960.61
2 Current assets		
(a) Inventories	94.03	137.11
(b) Financial Assets		
(i) Cash and cash equivalents	6.79	-1.12
(ii) Other Bank Balance	64.34	64.24
(iii) Other financial assets	900.59	900.69
(iv) Trade Receivable	376.82	853.20
(c) Other current assets	127.14	106.65
Total Current Assets	1,569.71	2,060.77
Total Assets (1+2)	2,962.32	3,021.38
B EQUITY AND LIABILITIES		
1 Equity		
(a) Equity Share capital	606.10	606.10
(b) Other Equity	-914.15	-878.88
Total Equity	-308.05	-272.78
LIABILITIES		
2 Non-current liabilities		
(a) Borrowings	-	-
(b) Provisions	12.27	10.63
Total Non - Current Liabilities	12.27	10.63
3 Current liabilities		
(a) Financial Liabilities		
(i) Trade payables	529.96	547.86
(ii) Other financial liabilities	102.02	99.56
(ii) Borrowings	2,623.20	2,633.58
(b) Provisions	2.92	2.53
Total Current Liabilities	3,258.09	3,283.53
Total Equity and Liabilities (1+2+3)	2,962.32	3,021.38



SONAL ADHESIVES LIMITED
Cash flow statement for the Period ended September 30, 2020
(Amount in Lakhs)

Particulars	For the year ended September 30, 2020	For the year ended March 31, 2020
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Profit before Tax	(28.98)	(253.96)
Adjusted for:		
Depreciation	34.52	75.30
Interest Income	-	(0.26)
Finance costs	(38.48)	39.29
	(3.96)	114.34
Operating Profit before Working Capital Changes	(32.94)	(139.62)
Changes in working capital:		
Decrease/(Increase) in trade receivables	3.56	396.86
Decrease/(Increase) in inventories	43.08	147.49
Decrease/(Increase) in Other financial assets - Non Current	0.36	0.52
Decrease/(Increase) in Other Assets - Non Current	-	2.02
Decrease/(Increase) in Other Assets - Current	(20.49)	424.91
Decrease/(Increase) in Other Financial Assets - Current	0.10	(796.76)
(Decrease)/Increase in Trade Payables	(17.90)	(120.74)
(Decrease)/Increase in other financial liabilities - current	2.46	(47.52)
(Decrease)/Increase in provision for Provision - non current	1.64	(0.07)
(Decrease)/Increase in provision for Provision - current	0.39	0.04
	13.21	6.74
Cash generated from operations	(19.74)	(132.88)
Income tax paid (Net of refund)	-	0.33
Net Cash used in Operating Activities	(19.74)	(132.55)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure on fixed assets	(0.35)	(50.55)
Deposits Matured	-	5.30
Invested in FD	-	-
Interest received	-	0.26
Net Cash used in Investing Activities	(0.35)	(45.00)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Increase/Decrease in Borrowings - Short Term	(10.39)	227.05
Decrease in Borrowings - Long Term	-	(0.88)
Finance Cost	38.48	(39.29)
Dividend Paid	-	(5.34)
Net Cash from Financing Activities	28.09	181.55
Net decrease in cash and cash equivalents	8.01	4.00
Cash and cash equivalents at beginning of the year	(1.12)	(5.12)
Cash and cash equivalents at end of the year	6.89	(1.12)

