

INDEPENDENT AUDITOR'S REVIEW REPORT ON HALF YEARLY FINANCIAL RESULTS

To
The Board of Directors,
Sportking India Limited,
Ludhiana

Introduction

We have reviewed the accompanying statement of unaudited financial results of Sportking India Limited (the Company) for the quarter and six months period ended 30th Sept, 2018 (the Statement) being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This Statement, which is the responsibility of the company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" prescribed under section 133 of the Companies act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statement based on our review.

Scope of Review


We conducted our review in accordance with the Standard on Review Engagement (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.

Conclusion

Based on our review conducted as above, *subject to non- recognition of foreign exchange loss of Rs.5.93 crore arising on translation of packing credit loans in foreign currency outstanding as on 30th September, 2018 which is not in compliance with the Indian Accounting Standard 21 "The Effects of Changes in Foreign Exchange Rates"*, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Indian accounting standards (Ind AS) 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) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Dated: 03.11.2018
Place: Ludhiana

For SCV & Co. LLP
Chartered Accountants
FRN 000235N/N500089



(Sanjiv Mohan)
Partner
M. No. 086066

SPORTKING INDIA LIMITED
CIN: L17122DL1989PLC035050

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UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/HALF YEAR ENDED 30th SEPTEMBER 2018


SR/NO	PARTICULARS	QUARTER ENDED			SIX MONTHS ENDED		YEAR ENDED
		30.09.2018 (UNAUDITED)	30.06.2018 (UNAUDITED)	30.09.2017 (UNAUDITED)	30.09.2018 (UNAUDITED)	30.09.2017 (UNAUDITED)	31.03.2018 (AUDITED)
1	Revenue from Operations	27685.73	27661.01	26411.71	55346.74	54528.45	105467.42
2	Other Income	37.51	33.84	238.53	71.35	537.48	1287.83
3	Total Income (1+2)	27723.24	27694.85	26650.24	55418.09	55065.91	106755.25
4	Expenses						
a)	Cost of Material Consumed	17865.47	17372.04	17863.93	35237.51	36802.92	68199.12
b)	Purchase of Stock-in-trade	43.87	17.59	0.00	61.46	0.00	140.80
c)	Changes in Inventories of Finished Goods, Work In Progress and Stock in Trade	-1192.06	357.00	339.88	-835.06	316.02	1266.81
d)	Employees benefit expense	2144.50	2000.54	1881.42	4145.04	3718.57	7385.33
e)	Finance Cost	1067.02	870.00	724.92	1937.02	1552.94	2904.77
f)	Depreciation and amortisation expense	1360.94	1422.08	1411.66	2783.02	2827.33	5627.39
g)	Power & Fuel	2477.48	2253.07	2519.81	4730.55	5027.13	9447.03
h)	Other expenses	2788.47	2412.93	1720.02	5201.40	4136.84	8896.16
	Total Expenses	26556.69	26705.25	26461.44	53260.94	54381.76	103867.21
5	Profit before Exceptional Items & Tax (3-4)	1167.55	989.60	188.80	2157.15	684.16	2888.04
6	Exceptional Items	-	-	-	-	-	-
7	Profit from Ordinary Activities before tax (5-6)	1167.55	989.60	188.80	2157.15	684.16	2888.04
8	Tax expense						
a)	Current Tax	297.78	278.04	187.35	575.82	537.35	1097.20
b)	Deferred Tax	167.00	80.00	-168.00	247.00	-343.00	-825.00
9	Profit For the period from Continuing Operations (7-8)	702.77	631.56	169.45	1334.33	489.81	1915.84
10	Profit (+)/ Loss(-) from Discontinued Operations	-	-	-	-	-	-
11	Tax Expense of Discontinued Operations	-	-	-	-	-	-
12	Profit (+)/ Loss(-) from Discontinued Operations after tax (10-11)	-	-	-	-	-	-
13	Net Profit for the period (9+12)	702.77	631.56	169.45	1334.33	489.81	1915.84
14	Other Comprehensive Income						
a)	Items that will not be reclassified to Profit or Loss	26.67	-26.67	0.00	0.00	0.00	25.52
b)	Income tax relating to items that will not be reclassified to Profit or Loss	-9.23	9.23	0.00	0.00	0.00	-8.83
15	Total Comprehensive Income for the period (13+14)	720.21	614.12	169.45	1334.33	489.81	1932.53
16	Paid-up Equity Share Capital (Face value of Rs. 10/-each)	341.34	341.32	341.25	341.34	341.25	341.30
17	Earning Per Share (EPS) for Continuing Operations						
a)	Basic & Diluted EPS before Extraordinary Items (Not Annualised)	19.74	17.74	4.76	37.47	13.75	53.80
b)	Basic & Diluted EPS after Extraordinary Items (Not Annualised)	19.74	17.74	4.76	37.47	13.75	53.80
18	Earning Per Share (EPS) for Discontinued Operations						
a)	Basic & Diluted EPS before Extraordinary Items (Not Annualised)	-	-	-	-	-	-
b)	Basic & Diluted EPS after Extraordinary Items (Not Annualised)	-	-	-	-	-	-
19	Discontinued Operations						
a)	Basic & Diluted EPS before Extraordinary Items (Not Annualised)	19.74	17.74	4.76	37.47	13.75	53.80
b)	Basic & Diluted EPS after Extraordinary Items (Not Annualised)	19.74	17.74	4.76	37.47	13.75	53.80

Particulars		30.09.2018 (UNAUDITED)	31.03.2018 (AUDITED)
A	ASSETS		
1	Non-Current Assets		
(a)	Property, Plant & Equipment	26612.43	29219.83
(b)	Other Capital Work-in-Progress	7910.37	2389.56
(c)	Intangible Assets	64.24	79.80
(d)	Financial Assets	-	-
(e)	Other Non-Current Assets	2578.32	2386.86
	Sub-Total - Non Current Assets	37165.36	34055.85
2	Current Assets		
(a)	Inventories	14769.81	26134.57
(b)	Financial Assets		
-	Trade Receivables	19597.67	13169.56
-	Cash and cash equivalents	70.47	80.89
-	Bank Balances Other than above	1,700.55	-
-	Other Financial Asset	34.05	2.24
(c)	Current Tax Assets	6396.40	6845.34
(d)	Other Current Assets	42588.95	48232.60
	Sub-Total - Current Assets	42588.95	48232.60
	TOTAL ASSETS	79734.31	82288.45
B	EQUITIES AND LIABILITIES		
	Equity		
(a)	Equity Share Capital	341.34	341.30
(b)	Other Equity	21122.60	19788.16
	Sub-Total - Total Equity	21463.94	20129.46
	Liabilities		
1	Non Current Liabilities		
(a)	Financial Liabilities		
-	Borrowings	15698.56	16009.43
-	Others	-	-
b)	Provisions	686.85	610.60
(c)	Deferred Tax Liabilities (Net)	1306.00	1059.00
(d)	Other Non Current Liabilities	17.81	17.61
	Sub-Total - Non Current Liabilities	17709.12	17696.64
2	Current Liabilities		
(a)	Financial Liabilities		
-	Borrowings	27319.63	30406.98
-	Trade Payables	3845.33	3774.70
-	Other Financial Liabilities	8528.01	8191.53
(b)	Provisions	101.87	102.17
(c)	Other Current Liabilities	214.13	243.73
(d)	Current Tax Liabilities (Net)	552.26	1743.24
	Sub-Total - Current Liabilities	40581.25	44482.35
	TOTAL EQUITIES AND LIABILITIES	79734.31	82288.45

Notes:

- The format for unaudited quarterly results as prescribed by SEBI circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with the requirements of SEBI circular dated 05th July 2016 and Schedule III (Division II) of the Companies Act, 2013 applicable to the companies that are required to comply with Ind AS.
- Considering exceptional volatility in foreign exchange fluctuation during the half year ended 30th September 2018, the Company has not recognized notional foreign exchange fluctuations loss of Rs. 5.93 crores arisen on outstanding of Pacing Credit Foreign Currency (PCFC) borrowings as on 30th September 2018. Although this is a departure from Ind AS-21, the management feels that as permissible under Para-19 of Ind AS-1, the above non recognition is justified to present a true and fair view of financial performance and cash flow. The Company enjoys natural hedge against the highly probable export orders and the notional foreign exchange fluctuations will be accounted during the H2 of the FY 2018-19.
- The company is single segment company. Therefore the provisions of Ind AS 108 'Operating Segments' are not applicable to the Company.
- Corresponding previous period figures have been regrouped / rearranged wherever considered necessary.
- The above Unaudited financial results for the quarter/half year ended 30th September 2018 were reviewed by the Audit Committee at their meeting held on 03rd November, 2018 and approved by the Board of Directors at their meeting held on 03rd November 2018.

Date: 03.11.2018
PLACE: LUDHIANA


MUNISH AVASTHI
 MANAGING DIRECTOR
 DIN: 90442426