

Shankara Building Products Limited

CIN: L26922KA1995PLC018990

Registered and Corporate Office: G-2, FARAH WINSFORD, 133, INFANTRY ROAD, BENGALURU - 560 001

Website:www.shankarabuildpro.com, Email:compliance@shankarabuildpro.com

Statement of Standalone financial results for the quarter and year ended 31st March 2021

(Rs. In Lakhs)

| Particulars | For the quarter ended | | | For the year ended | |
|---|-----------------------|------------------|------------------|--------------------|--------------------|
| | 31.03.2021 | 31.12.2020 | 31.03.2020 | 31.03.2021 | 31.03.2020 |
| | Unaudited | Unaudited | Unaudited | Audited | Audited |
| 1 Revenue from operations | 61,833.46 | 54,043.79 | 64,251.61 | 1,95,724.03 | 2,49,384.49 |
| 2 Other Income | (27.11) | 201.42 | 259.63 | 565.19 | 433.40 |
| 3 Total Income (1+2) | 61,806.35 | 54,245.21 | 64,511.24 | 1,96,289.22 | 2,49,817.89 |
| 4 Expenses | | | | | |
| a) Cost of Raw Materials Consumed | - | - | 294.57 | 195.57 | 294.57 |
| b) Purchases of stock-in-trade | 55,453.90 | 54,269.81 | 60,807.28 | 1,77,878.67 | 2,36,194.50 |
| c) Changes in inventories of finished goods and Stock-in-Trade | 2,879.32 | (4,347.58) | (1,287.01) | 6,772.39 | (4,503.95) |
| d) Employee Benefits Expense | 782.97 | 709.80 | 977.07 | 2,707.03 | 4,137.74 |
| e) Finance Costs | 515.93 | 520.98 | 674.52 | 2,175.33 | 3,169.44 |
| f) Depreciation and amortisation expense | 330.55 | 407.51 | 310.15 | 1,737.84 | 1,860.22 |
| g) Other Expenses | 764.73 | 950.56 | 1,749.73 | 3,474.76 | 5,096.04 |
| Total Expenses | 60,727.40 | 52,511.08 | 63,526.31 | 1,94,941.59 | 2,46,248.56 |
| 5 Profit before exceptional items and tax [3-4] | 1,078.95 | 1,734.13 | 984.93 | 1,347.63 | 3,569.33 |
| 6 Exceptional items | - | - | - | 49.90 | - |
| 7 Profit/(loss) before tax [5+6] | 1,078.95 | 1,734.13 | 984.93 | 1,397.53 | 3,569.33 |
| 8 Tax Expense: | | | | | |
| a) Current tax | 272.41 | 189.99 | 279.28 | 462.40 | 941.84 |
| b) for earlier years | - | - | - | (53.77) | - |
| c) Deferred tax | 28.33 | 6.47 | (2.32) | (9.20) | (100.50) |
| Total Tax Expense | 300.74 | 196.46 | 276.96 | 399.43 | 841.34 |
| 9 Profit/(loss) for the period [7-8] | 778.21 | 1,537.67 | 707.97 | 998.10 | 2,727.99 |
| 10 Other Comprehensive Income | | | | | |
| A (i) Items that will not be reclassified to profit or loss | 11.95 | 9.76 | (7.32) | 48.65 | (25.41) |
| (ii) Income tax relating to items that will not be reclassified to profit or loss | (3.00) | (2.45) | 1.85 | (12.24) | 6.40 |
| Total A | 8.95 | 7.31 | (5.47) | 36.41 | (19.01) |
| 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 | - | - | - | - | - |
| Total B | - | - | - | - | - |
| Total Other Comprehensive Income/Loss (A+B) | 8.95 | 7.31 | (5.47) | 36.41 | (19.01) |
| 11 Total Comprehensive Income/(loss) (9+10) | 787.16 | 1,544.98 | 702.50 | 1,034.51 | 2,708.98 |
| 12 Paid-up equity share capital (Face Value of Rs.10/- each) | 2,284.93 | 2,284.93 | 2,284.93 | 2,284.93 | 2,284.93 |
| 13 Reserve excluding revaluation reserve - other equity | | | | 32,680.87 | 31,646.36 |
| 14 Earnings per share (Face Value of Rs.10/- each) (Not annualised) | | | | | |
| Basic (in Rs.) | 3.41 | 6.73 | 3.10 | 4.37 | 11.94 |
| Diluted (in Rs.) | 3.41 | 6.73 | 3.10 | 4.37 | 11.94 |

See accompanying notes to the Financial Results



By order of the Board

SUKUMAR SRINIVAS

Managing Director

Place : BENGALURU

Date : 10th June 2021

Shankara Building Products Limited

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Standalone statement of assets and liabilities as at 31st March 2021

(Rs. In Lakhs)

| Particulars | As at 31.03.2021 | As at 31.03.2020 |
|--|---------------------|------------------|
| | Audited | Audited |
| I ASSETS | | |
| 1 Non- current assets | | |
| (a) Property, Plant and Equipment | 13,937.10 | 13,993.20 |
| (b) Capital work-in-progress | 219.09 | 14.54 |
| (c) Investment Property | 1,031.24 | 1,037.15 |
| (d) Right-of-use Asset | 1,175.42 | 2,974.03 |
| (e) Intangible assets | 0.00 | 286.46 |
| (f) Financial Assets | | |
| (i) Investments | 3,899.13 | 4,837.96 |
| (ii) Trade receivables | 370.87 | 374.37 |
| (iii) Loans | 700.77 | 893.12 |
| (g) Other non-current assets | 137.47 | 120.36 |
| Total Non current assets | 21,471.09 | 24,531.19 |
| 2 Current assets | | |
| (a) Inventories | 24,592.13 | 30,961.79 |
| (b) Financial Assets | | |
| (i) Trade receivables | 28,020.15 | 40,454.12 |
| (ii) Cash and cash equivalents | 177.17 | 232.25 |
| (iii) Bank balances other than (ii) above | 80.17 | 122.14 |
| (iv) Loans | - | 4.35 |
| (v) Other financial assets | 91.21 | 274.05 |
| (c) Other current assets | 711.49 | 988.49 |
| Total current assets | 53,672.32 | 73,037.19 |
| Total Assets | 75,143.41 | 97,568.38 |
| II EQUITY AND LIABILITIES | | |
| 1 Equity | | |
| (a) Equity Share capital | 2,284.93 | 2,284.93 |
| (b) Other Equity | 32,680.87 | 31,646.36 |
| Total Equity | 34,965.80 | 33,931.29 |
| 2 Liabilities | | |
| Non-Current Liabilities | | |
| (a) Financial Liabilities | | |
| (i) Borrowings | 7,377.00 | 91.61 |
| (ii) Lease Liability | 1,365.09 | 3,089.49 |
| (iii) Other financial liabilities | 7.25 | 7.25 |
| (b) Provisions | 37.58 | 27.75 |
| (c) Deferred tax liabilities (net) | 34.32 | 31.28 |
| Total Non-current liabilities | 8,821.24 | 3,247.38 |
| 3 Current liabilities | | |
| (a) Financial Liabilities | | |
| (i) Borrowings | 10,421.93 | 16,305.67 |
| (ii) Trade payables | | |
| (A) Total outstanding dues of Micro enterprises and Small enterprises | 14.92 | 76.63 |
| (B) Total outstanding dues of creditors other than micro enterprises and small enterprises | 18,810.83 | 41,925.37 |
| (iii) Lease Liability | 86.91 | 232.12 |
| (iv) Other financial liabilities | 692.01 | 940.59 |
| (b) Other current liabilities | 1,040.86 | 579.58 |
| (c) Provisions | 21.09 | 140.79 |
| (d) Current Tax Liabilities (net) | 267.82 | 188.96 |
| Total current liabilities | 31,356.37 | 60,389.71 |
| Total Equity and Liabilities | 75,143.41 | 97,568.38 |

See accompanying notes to the Financial Results



By order of the Board

SUKUMAR SRINIVAS

Managing Director

Place : BENGALURU

Date : 10th June 2021

Audited Standalone Statement of Cash Flows

(Rs. in Lakhs)

| Particulars | For the | For the |
|--|-------------------|-------------------|
| | year ended | year ended |
| | 31-03-2021 | 31-03-2020 |
| | Audited | Audited |
| Cash flow from operating activities | | |
| Profit before tax | 1,397.53 | 3,569.33 |
| Adjustments to reconcile profit before tax to net cash flow: | | |
| Depreciation and amortization expenses | 1,737.84 | 1,860.22 |
| Loss on disposal of Property, Plant & Equipment | 25.77 | 21.03 |
| Gain on disposal of Property, Plant & Equipment | (5.22) | (8.87) |
| Gain on termination of lease | (163.49) | - |
| Unrealised exchange (gain) / loss | (189.48) | 81.72 |
| Fair value loss on derivatives not designated as hedges | 302.84 | - |
| Realised exchange Loss | 0.24 | - |
| Fair valuation of financial guarantee (Expenses) | 9.84 | 9.43 |
| Fair valuation of financial guarantee (Income) | (9.84) | (9.43) |
| Unwinding of interest income on rental deposits | (78.75) | (86.19) |
| Interest income on deposits | (7.57) | (12.45) |
| Interest expense on Borrowings | 1,952.95 | 2,833.30 |
| Interest on Lease liability | 222.38 | 244.90 |
| Provision for doubtful advances written back | (11.68) | - |
| Bad Debts written off | 3.24 | 3.84 |
| Loss Allowance for doubtful trade receivables | 260.58 | 227.54 |
| Provision for expenses no longer required written back | (15.11) | (20.00) |
| Exceptional items | (49.90) | - |
| Payables written back | (30.80) | - |
| Operating profit before working capital changes | 5,351.37 | 8,714.37 |
| Adjustments for : | | |
| (Increase) / Decrease in inventories | 6,369.66 | (4,673.37) |
| (Increase) / Decrease in trade receivable | 12,173.65 | (12,304.44) |
| Decrease/ (Increase) in loans and other financial assets | 154.77 | 3,502.00 |
| Decrease/ (Increase) in other current assets | 277.00 | 213.78 |
| Decrease/ (Increase) in other non-current assets | (4.61) | (23.56) |
| (Decrease)/ Increase in trade payables | (23,176.25) | 12,709.97 |
| (Decrease)/ Increase in other financial liabilities | (192.25) | (39.41) |
| (Decrease)/ Increase in other current liabilities (excluding the current maturity of non-current borrowings) | 492.08 | (270.46) |
| (Decrease)/Increase in provisions | (125.71) | (0.89) |
| Cash flow from/(used in) operations | 1,319.71 | 7,827.99 |
| Income taxes paid | (260.00) | (992.93) |
| Net cash generated from/(used in) operating activities (A) | 1,059.71 | 6,835.06 |
| Cash flow from investing activities | | |
| Consideration paid for purchase of property, plant and equipment (Including capital work-in-progress and capital advances) | (894.48) | (1,608.90) |
| Investment in a subsidiary | - | (1,001.02) |
| Receipt of advances from Steel network (holdings) Pte Ltd | 15.94 | - |
| Proceeds from capital reduction in subsidiary | 998.56 | - |
| Proceeds from sale of Property, Plant & Equipment | 71.74 | 95.03 |
| (Purchase)/proceeds from maturity of bank deposits | 41.97 | (13.26) |
| Interest received | 3.76 | 13.42 |
| Net cash generated from/(used in) investing activities (B) | 237.49 | (2,514.73) |
| Cash flow from financing activities | | |
| Principal element of lease payments and interest on lease liability | (927.43) | (1,003.14) |
| Proceeds from term loans | 7,377.11 | - |
| Repayment of term loans | (164.41) | (227.42) |
| Current Borrowings availed/ (repaid) | (5,694.26) | 117.20 |
| Interest paid | (1,943.95) | (2,848.22) |
| Unclaimed dividend - Transfer in/(out) | 0.66 | 0.68 |
| Dividends paid | - | (799.73) |
| Dividend distribution tax | - | (164.41) |
| Net cash generated from/(used in) financing activities (C) | (1,352.28) | (4,925.04) |
| Net increase/(decrease) in cash and cash equivalents(A+B+C) | (55.08) | (604.71) |
| Cash and cash equivalents - at the beginning of the period | 232.25 | 836.96 |
| Cash and cash equivalents - at the end of the period | 177.17 | 232.25 |

The above Cash Flow Statement has been prepared under the Indirect method as set out in IND AS -7.

See accompanying notes to the Financial Results



By order of the Board
SUKUMAR SRINIVAS

Place : BENGALURU
Date : 10th June 2021

Sukumar Srinivas
Managing Director

Independent Auditor's Report on the audited standalone financial results of Shankara Building Products Limited, Bengaluru for the year ended March 31, 2021 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors,
Shankara Building Products Limited, Bengaluru

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying annual standalone financial results (including statement of assets and liabilities, statement of cash flow and notes thereon) of Shankara Building Products Limited, Bengaluru (the company) for the year ended March 31, 2021 ("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, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us the Statement:

- i. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the year ended March 31, 2021.



Independent Auditor's Report on the audited standalone financial results of Shankara Building Products Limited, Bengaluru for the year ended March 31, 2021 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone 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.

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the annual standalone financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the Statement that gives 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 Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in



SUNDARAM & SRINIVASAN

CHARTERED ACCOUNTANTS

23, C.P. RAMASWAMY ROAD,
ALWARPET, CHENNAI - 600 018.

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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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the annual standalone 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 Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the annual standalone financial results as a whole are free from material misstatement,



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23, C.P. RAMASWAMY ROAD,
ALWARPET, CHENNAI - 600 018.

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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 annual standalone 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 standalone 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.



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- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's 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 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 annual standalone 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.



SUNDARAM & SRINIVASAN

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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 Matters

The Statement includes the results for the quarter ended March 31, 2021 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which were subject to limited review by us.

For Sundaram & Srinivasan
Chartered Accountants
Firm Registration No. 004207S



Place: Chennai
Date : June 10, 2021

S. Venkatasubramanian
10/06/2021

Venkatasubramanian.S
Partner
Membership Number : 219238
ICAI UDIN: 21219238AAAADT5876