

SANATHNAGAR ENTERPRISES LTD.

Lodha Excelus, N.M Joshi Marg, Mahalaxmi, Mumbai 400 011, India

May 15, 2019

To,
The Manager,
Corporate Relations Dept.,
BSE Limited, Phiroze Jeejeebhoy Towers,
Dalal Street, Kala Ghoda, Fort,
Mumbai, 400001

Scrip Code: 509423

Dear Sirs,

Sub: Submission of Audited Financial Results for the quarter and year ended March 31, 2019 along with the Audit Report

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations), we enclose herewith the Audited Financial Results for the quarter and year ended March 31, 2019, along with the audit report duly submitted by the Statutory Auditors of the Company.

The above financial results were approved by the Board of Directors at the meeting held today, which commenced at 4.00 p.m. and concluded at 08:00 p.m.

You are requested to inform your members accordingly.

Thanking You,

Yours faithfully

Sanathnagar Enterprises Limited



Hitesh Marthak
Company Secretary
Membership No. A18203



Encl: As above

**Auditor's Report On Quarterly Financial Results and Year to Date Financial Results of the Company
Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)
Regulations, 2015**

To the Board of Directors of Sanathnagar Enterprises Limited

1. We have audited the accompanying Statement of Financial Results of Sanathnagar Enterprises Limited ('the Company') for the quarter and year ended March 31, 2019 (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 Statement, as it relates to the quarter ended March 31, 2019, are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of the third quarter of the financial year, prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ('Ind AS 34'). The Statement also relates to the year ended March 31, 2019, has been prepared on the basis of the related financial statements for the year ended March 31, 2019, prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 (the 'Act'), read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India. This Statement is the responsibility of the Company's Management and is approved by the Board of Directors. Our responsibility is to express an opinion on the Statement based on our audit of financial statements for the year ended March 31, 2019 and our review of financial results for the nine months period ended December 31, 2018.
3. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the Statement that give a fair presentation view 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. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Statement.



MSKA

& Associates

Chartered Accountants

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Statement.

Opinion

4. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
- is presented in accordance with the requirements 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; and
 - gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net loss, total comprehensive income and other financial information of the Company for the year ended March 31, 2019.

For MSKA & Associates
Chartered Accountants
ICAI Firm Registration No.105047W

ASomani

Anita Somani
Partner
Membership No:124118



Place: Mumbai
Date: May 15, 2019

SANATHNAGAR ENTERPRISES LIMITED

CIN : L99999MH1947PLC252768

Regd. Office: 412, Floor- 4, 17G , Vardhaman Chamber, Cawasji Patel Road, Horniman Circle, Fort, Mumbai - 400 001

Tel.: 91.22.23024400 Fax: +91.22.23024550

Website: www.sanathnagar.in E-mail: Investors.SEL@lodhagroup.com

(₹ In Lakhs except per share data)						
FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31-MARCH-2019						
Sr. No.	Particulars	For the quarter ended			For the year ended	
		31-March-19 (Refer Note 2)	31-December-18 (Unaudited)	31-March-18 (Refer Note 2)	31-March-19 (Audited)	31-March-18 (Audited)
	Income					
I	Revenue from operations	1.65	0.73	-	68.10	488.29
II	Other income	13.78	4.55	107.43	19.06	127.54
III	Total Income (I + II)	15.43	5.28	107.43	87.16	615.83
IV	Expenses					
	a) Cost of projects	-	-	-	-	544.53
	b) Employee benefits expense	2.47	2.84	19.07	15.74	45.12
	c) Depreciation and amortisation expense	1.05	0.44	0.63	2.37	2.60
	d) Finance costs	-	-	0.24	1.80	6.76
	e) Other expenses	43.92	10.87	25.27	182.87	164.05
	Total expenses	47.44	14.15	45.21	202.78	763.06
V	Loss before exceptional items and tax (III - IV)	(32.01)	(8.87)	62.22	(115.62)	(147.23)
VI	Exceptional items	-	-	-	-	-
VII	Loss before tax (V-VI)	(32.01)	(8.87)	62.22	(115.62)	(147.23)
VIII	Tax Expense					
	a) Current tax	-	-	-	-	-
	b) Deferred tax	-	-	-	-	(24.96)
IX	Profit/ (Loss) for the year/period (VII -VIII)	(32.01)	(8.87)	62.22	(115.62)	(172.19)
X	Other comprehensive income (net of tax)	-	-	-	-	0.13
XI	Total comprehensive income (after tax) (IX+ X)	(32.01)	(8.87)	62.22	(115.62)	(172.06)
XII	Paid-up equity share capital (Face value of ₹ 10 each)	315.00	315.00	315.00	315.00	315.00
XIII	Other equity	-	-	-	(1,530.97)	(1,415.34)
XIV	Earnings per share (face value of ₹ 10 each)*					
	Basic and Diluted	(1.02)	(0.28)	1.98	(3.67)	(5.46)
	* not annualized					

NOTES TO THE FINANCIAL RESULTS

- The audited financial results of Sanathnagar Enterprises Limited ("the Company") for the quarter and year ended 31-March-2019 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 15-May-2019. The Financial Results for the year ended 31-March-19 have been audited by the Statutory Auditors of the Company who have expressed an unmodified opinion.
- The figures for the quarter ended 31-March-19 and 31-March-18 represents the balancing figures between the audited figures in respect of the full financial year and reviewed published year-to-date figures upto the third quarter of the respective financial year.
- The Company is mainly engaged in the business of real estate development, which is considered to be the only reportable segment by the management. Hence, disclosure under Ind AS 108 on 'Operating Segment' is not applicable.
- The existing Guidance Note on Accounting for Real Estate Transactions (for entities to whom Ind AS is applicable) has been replaced by Ind AS 115 - 'Revenue from contracts with customers'. Ind AS 115 is mandatory for reporting period beginning on or after 01-April-2018. The Company has opted to adopt Ind AS 115 using modified retrospective method. The application of Ind AS 115 does not have any impact on the retained earnings as on 01-April-2018 , being the initial date of application of Ind AS 115. Further, the application of Ind AS 115 also does not have any impact on the revenue, cost and profit after tax for the quarter and year ended 31-March-2019.
- The Company is primarily in the business of real estate construction and development. During the year ended 31- March- 2019, the Company has used cash in operations amounting to ₹ 265.41 Lakhs and as at 31-March-2019, the Company has negative net worth of Rs. 1,219.73 Lakhs These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern".

The Company has secured continued financial support letter from its parent company to meet its day to day cash requirements and settle liability, if any arises. Basis this, management of the Company believes that risk of material uncertainty has been significantly reduced and the Company shall be able to continue for a foreseeable future. Accordingly, these financial results have been prepared using the going concern basis.
- The Company believes that the Minimum Alternate Tax Credit and Indirect Tax Receivables carried in books can be utilised based on the future Business Strategy.
- The previous period's/ year's figures have been regrouped, re-arranged and reclassified wherever necessary to conform to current period's presentation.



For and on behalf of the Board of Directors of Sanathnagar Enterprises Limited

Sanjyot Rangnekar
Sanjyot Rangnekar
Director
(DIN : 07128992)

Place : Mumbai
Date : 15-May-19

SANATHNAGAR ENTERPRISES LIMITED

CIN : L27109MH1962PLC265959

Regd. Office: 412, Floor- 4, 17G , Vardhaman Chamber, Cawasji Patel Road, Horniman Circle, Fort, Mumbai - 400 001

Tel.: 912261334400 Fax: +91.2223024550

Website: www.sanathnagar.in E-mail: Investors.SEL@lodhagroup.com

STATEMENT OF ASSETS AND LIABILITIES AS AT 31-MARCH-19

(₹ in Lakhs)

Sr. No.	Particulars	As at 31-March-19 Audited	As at 31-March-18 Audited
A	ASSETS		
1	Non-current assets		
	a) Property, plant and equipment	4.89	7.26
	b) Non - Current tax assets (net)	464.76	463.92
	c) Non - Current Assets	135.61	149.71
		605.26	620.89
2	Current assets		
	a) Inventories	98.34	94.41
	b) Financial assets		
	i) Trade receivables	49.92	73.90
	ii) Cash and cash equivalents	5.48	25.90
	c) Other current assets	-	14.49
		153.74	208.70
	Total Assets (1 + 2)	759.00	829.59
B	EQUITY AND LIABILITIES		
1	Equity		
	a) Equity share capital	315.00	315.00
	b) Other equity	(1,530.97)	(1,415.34)
		(1,215.97)	(1,100.34)
2	Current liabilities		
	a) Financial liabilities		
	i) Borrowings	1,592.87	1,344.28
	ii) Trade payables	72.72	262.04
	iii) Other financial liabilities	271.53	255.05
	b) Other current liabilities	37.85	68.56
		1,974.97	1,929.93
	Total equity and liabilities (1 + 2)	759.00	829.59

