



14th November, 2019

To
The General Manager,
Department of Corporate Relations,
BSE Limited,
P.J. Towers, Dalal Street, Mumbai - 400001.

Dear Sir,

Scrip Code: 532972

Sub: Outcome of Board Meeting dated 14th November, 2019 and Disclosure as per Regulation 30 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

We wish to inform you that at the meeting of the Board of Directors of the Company held today i.e. on Thursday, 14th November, 2019, the Board of Directors of the Company have inter-alia considered, approved and took on record the following:

1. The unaudited financial results of the Company for the quarter & half year ended 30th Sept, 2019 were reviewed by the Audit Committee and thereafter approved by the Board of Directors.
2. It is also hereby informed that 205 employees working in overseas branches have resigned due to cancellation of Contracts.

The Statutory Auditors have carried out a "Limited Review" of the unaudited Financial Results for the quarter & half year ended 30th Sept, 2019.

In compliance with Regulations 33 & Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith a copy of the Un-audited Financial Results and Limited Review Report of the Statutory Auditors of the Company.

The Board Meeting commenced at 11:00 a.m. and concluded at 3.30 p.m.

This is for your information and records.

Thanking you.

For Sankhya Infotech Limited

Sridhar Krishna

**Sridhar Krishna
Chairman & Managing Director**

Encl: As above





Limited Review Report on unaudited Financial Results of Sankhya Infotech Limited for the quarter
& half year ended 30th September 2019

Independent Auditor's Review Report

To the Board of Directors,
Sankhya Infotech Limited

We have reviewed the accompanying statement of unaudited financial results of Sankhya Infotech Limited for the quarter and half year ended 30th September 2019.

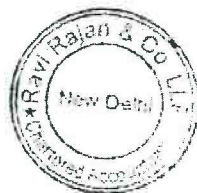
This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

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 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards 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.

Material uncertainty related to going concern:

We draw the attention to the point No.XI of financial result, which indicates that the company has insignificant revenue due to cancellation of contracts compared to the operational cost resulting in a net loss of Rs.33.42 Crs during the quarter ended 30th September 2019 and as on that date company's current liabilities exceeded its Assets by Rs. 33.43 Crs.





Ravi Rajan & Co LLP

Chartered Accountants



As stated above, these events/conditions, along with related matters, indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern.

Our conclusion is not modified in respect of this matter.

Emphasis of matter:

Owing to the cancellation of work orders from various customers, revenue for this quarter ending 30.09.2019 has been insignificant.

IDBI bank has initiated proceedings under NCLT. However as on date, application has not been admitted by NCLT against the company.

We did not review the interim financial statements of the branch included in the unaudited interim financial statements, whose results reflect total assets of Rs. NIL as at 30th September 2019 and total revenues of Rs. NIL, for the quarter ended 30th September 2019, as considered in the respective unaudited interim financial statements. It is informed to us by the company that it has closed all its overseas operations as at 30.09.2019.

Since all the subsidiaries of Sankhya are closed no consolidated results are published.

Our conclusion on the Statement is not modified in respect of the above matters.

For RAVI RAJAN & CO.LLP

Chartered Accountants

Firm Registration No. 009073N/N500320



Jayanth A
Jayanth.A
(Partner)

Membership No. 231549

UDIN-19231549AAAABY5984

Place: Hyderabad

Date: 14.11.2019



SANKHYA INFOTECH LIMITED
Dwarka Central, Plot No.57, Survey No. 74 & 75, Jaihind Enclave, Madhapur Village, Hyderabad - 500081 Telangana.
CIN: L72200TG1997PLC045396, Ph: +91 9908124562, E-mail: info@sankhya.net, Website: <http://www.sankhya.net>

STATEMENT OF UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER & HALF YEAR ENDED SEPTEMBER 30th , 2019

(Rs in Lakhs)

Sl. No.	Particulars	Quarter Ended			Half-year ended		Yearly
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	
I	Revenue from Operations	30.62	63.78	4,313.43	94.40	8,966.78	16,404.73
II	Other Income	18.33	10.09	239.32	28.42	336.68	18.06
III	Total Income (I+II)	48.95	73.87	4,552.75	122.82	9,303.46	16,422.79
	Expenses						
	a) Staff Cost	1,637.03	1,624.65	2,511.82	3,261.68	4,922.75	9,420.28
	b) Other Expenses	1,288.66	1,307.73	1,127.86	2,596.39	2,682.74	4,917.18
	c) R& D Expenditure	199.91	202.28	199.82	402.19	401.36	802.08
	d) Depreciation & amortization expense	251.74	219.73	249.60	471.47	437.11	1,002.35
	e) Finance Cost	5.77	47.87	125.00	53.64	239.34	432.53
IV	Total Expenses	3383.11	3402.26	4214.10	6785.37	8683.30	16574.42
V	Profit Before Exceptional & Extraordinary Items & Tax (III-IV)	(3,334.16)	(3,328.39)	338.65	(6,662.55)	620.16	(151.63)
VI	Extra Ordinary Items	-	-	-	-	-	-
VII	Profit/(Loss) before Taxation	(3,334.16)	(3,328.39)	338.65	(6,662.55)	620.16	(151.63)
VIII	Income Tax Expense						
	- Taxation	-	-	68.94	-	126.34	-
	- Deferred Tax	(1.73)	11.30	(17.54)	9.57	(2.27)	8.94
	- Other Provision (MAT Tax Credit Entitlement)	-	-	(68.94)	-	(126.34)	-
IX	Profit / (Loss) after Taxation(VII-VIII)	(3,332.43)	(3,339.69)	356.19	(6,672.12)	622.43	(160.57)
X	Other Comprehensive Income						
	A. (i) Items that will not be reclassified to Profit & Loss Account						
	- Remeasurement of defined benefit plans	(6.85)	2.77	(0.07)	(4.08)	3.04	(0.98)
	- Less: Tax on remeasurement of defined benefit plans	2.26	-0.92	0.02	1.35	1.05	0.32
	B. (i) Items that will be reclassified to Profit & Loss Account						
	Tax related to items that will be reclassified to Profit & Loss Account						
XI	Total Comprehensive income for the period (IX+X)	(3,341.55)	(3,336.01)	356.10	-6677.55	624.42	(161.23)
	Comprising Profit & Other Comprehensive Income for the period						
XII	Basic and diluted Earning per Share in Rs. (On a par value of Rs.10 per share)	(25.35)	(25.41)	2.71	(50.76)	4.74	(1.22)
XIII	Paid-up equity share capital (Face value of Rs.10 per Share)	1,459.71	1,314.52	1,314.52	1,459.71	1,314.52	1,314.52
XIV	Reserves	4,458.09	7465.91	10,273.10	4,458.09	10,273.10	10,801.94

UN-AUDITED- SEGMENT WISE REVENUE, RESULTS FOR THE QUARTER & HALF YEAR ENDED 30 SEPTEMBER, 2019

Rs in Lakhs

Sl. No.	Particulars	Quarter Ended			Half-year ended		Yearly
		Un-Audited	Un-Audited	Un Audited	Un-Audited	Un-Audited	
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	
1	Segment Revenue						
	Defense	0.00	3.62	1,586.60	3.62	3,281.81	5,262.60
	Non Defense	30.62	60.16	2,726.83	90.78	5,684.98	11,142.13
	Total	30.62	63.78	4313.43	94.40	8966.79	16404.73
	Less : Inter segment revenues	-	-	-	-	-	-
	Net Segment Revenue	30.62	63.78	4313.43	94.40	8966.79	16404.73
2	Segment Results						
	Defense	(1,099.77)	(808.03)	171.55	(1,907.80)	317.31	70.22
	Non Defense	(2,240.16)	(2,568.23)	292.10	(4,808.39)	542.19	210.68
	Total	(3,339.93)	(3,376.26)	463.65	(6,716.19)	859.50	280.90
	Net Segment Results	(3,339.93)	(3,376.26)	463.65	(6,716.19)	859.50	280.90
3	Segment Results before tax and interest	(3,339.93)	(3,376.26)	463.65	(6,608.91)	859.50	280.90
	Less : Interest Expenses	5.77	47.87	125.00	53.64	239.34	432.53
	Total Profit/(Loss) Before Tax	(3,334.16)	(3,328.39)	338.65	(6,662.55)	620.16	(151.63)

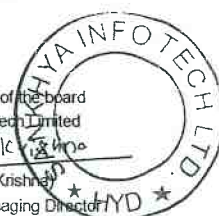
Notes:

- The above un-audited financial results were reviewed and approved by the Audit Committee in its meeting and taken on record by the Board of Directors meeting held on 14th Nov, 2019.
- The Limited Review of the Financials for the Quarter and half year ended 30th Sept, 2019 has been carried out by the Statutory Auditors of the Company in terms of Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- Audit covered to confirm compliance to both IND-AS standards and Internal Financial Controls as per Sec 134 of the Companies Act, 2013.
- Previous Periods/Year figures have been regrouped /reclassified wherever necessary to confirm to classification of current Period.
- Details of Number of Investor compliants for the quarter ended 30th Sept, 2019
Beginning- 0, Received-14, Disposed off - 14, Pending-0
- The Company's results are posted on the website <http://www.sankhya.net>.

Place: Hyderabad
Date: 14.11.2019

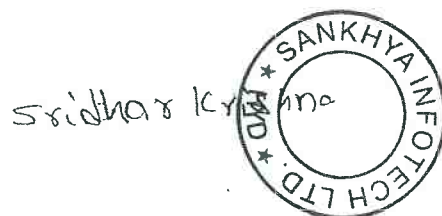
For and on behalf of the board
Sankhya Infotech Limited

Sridhar Krishna
(Sridhar Krishna)
Chairman & Managing Director
DIN: 00089548



UNAUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH SEPTEMBER, 2019

Particulars	As at Sept 30th, 2019	As at March 31st, 2019
	Un-audited	Audited
	Rs in Lakhs	Rs in Lakhs
I. ASSETS		
(1) Non-Current Assets		
(a) Property, Plant and Equipment	74.11	127.41
(b) Other Intangible Assets	7,916.81	8,333.54
(c) Capital work-in-progress	671.05	671.05
(d) Financial Assets		
(i) Loans and advances	4.78	18.77
Total Non - Currnet Assets	8,666.75	9,150.77
(2) Current Assets		
(a) Financial Assets		
(i) Trade receivables	3.78	5,829.07
(ii) Cash and cash equivalents	9.65	80.34
(b) Other current assets	1,078.97	1,072.97
Total Currnet Assets	1,092.40	6,982.38
TOTAL ASSETS	9,759.15	16,133.15
II. EQUITY AND LIABILITIES		
(1) EQUITY		
(a) Equity Share Capital	1,459.71	1,314.52
(b) Other Equity	2,998.38	9,487.43
Total Equity	4,458.09	10,801.95
(2) LIABILITIES		
Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	334.28	172.42
(b) Provisions	41.20	41.75
(c) Deferred tax liabilities (Net)	462.30	449.11
(d) Other non-current liabilities	27.63	27.63
Total Non-Current liabilities	865.41	690.91
Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	2,712.62	2,887.62
(ii) Trade payables	579.98	623.49
(iii) Other financial liabilities (other than those specified in item (c))	232.92	217.80
(b) Provisions	287.17	292.72
(c) Other current liabilities	622.96	618.66
Total Current liabilities	4,435.65	4,640.29
Total Liabilities	5,301.06	5,331.20
TOTAL EQUITY & LIABILITIES	9,759.15	16,133.15



Statement of Unadudited IND AS Cash Flow Statement as at 30th Sept, 2019 (Rs.In Lakhs)		
Particulars	As at Sep 30th , 2019	As at March 31st 2019
A. CASH FROM OPERATING ACTIVITIES		
Net Profit/(Loss) Before Tax	(3,341.01)	(151.63)
Adjustment for:		
Depreciation & Amortization Expense	251.74	1002.35
Interest Expenses	5.77	432.53
Interest Income	-	(1.73)
Employee Benefits Exp. (Acturial Gain/Loss on Gratuity)	(6.85)	(0.98)
Change in operating assets and liabilities	(3,090.35)	1,280.54
Adjustment for:		
Decrease/(Increase) in Trade Receivables	2,769.26	741.81
Increase/(Decrease) in Short term Borrowings	(200.00)	300.00
Increase/(Decrease) in Trade Payables	(27.78)	44.47
Increase/(Decrease) in Other Current Liabilities	(1.96)	14.29
Increase/decrease in short term provisions	(5.55)	(1.37)
Increase/(Decrease) in Gratuity payable	(0.35)	(1.99)
Increase/(Decrease) in Leave encashment payable	(0.27)	214.96
Increase/(Decrease) in Other Current Assets	1.93	8.40
Increase/(Decrease) in provisions	(0.46)	14.51
Cash Generated from operations	(555.53)	2,615.62
Net of taxes	2.55	-
Net Cash from/(Used) in Operating Activities	(558.08)	2,615.62
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets/Disposal of Assets	0.22	(2,176.70)
Decrease/(Increase) in Long Term Loans & Advances	13.97	(1.66)
Increase/ decrease in CWIP	-	1.73
Interest Received	-	-
Net Cash from/(Used) in Investing Activities	14.19	(2,176.63)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Increase/(Decrease) in Long term borrowings	146.31	48.48
Increase/(Decrease) in Other Long term Liabilities	-	2.97
Interest Paid	(5.77)	(432.53)
Issue of Equity Share Capital	145.19	-
Security Premium on issue of Equity share Capital	567.27	-
Increase in capital reserve	49.07	-
Share Warrant application	(425.54)	-
Net Cash from/(Used) in Financing Activities	476.53	(381.08)
Net increase in Cash and Cash Equivalents (A+B+C)	-67.36	57.91
Opening Cash and Cash Equivalents	(2,310.61)	(2,365.19)
Closing Cash and Cash Equivalents	(2,377.97)	(2,307.28)
Note: As per IND AS 7 - Cash flow statement, the CC limits (demand liability) is considered as essential cash management and hence the same is classified as Cash & Cash equivalents.		

Sridhar Krishna

