

Sical Logistics Limited
CIN: L51909TN1955PLC002431

Regd. office: No. 73, Armenian Street, Parrys, Chennai - 600 001

Website: www.sical.com; E-Mail: secl@sical.com; Telephone: 91 44 66157071; Fax: 91 44 66157017

Unaudited consolidated financial results for the quarter and nine months ended 31 December 2020
prepared in compliance with the Indian Accounting Standard (Ind-AS)


(Rs. in lakhs, except per equity share data)

Particulars	Quarter ended			Nine months ended		the year end
	31 December 2020	30 September 2020	31 December 2019	31 December 2020	31 December 2019	March 2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue from operations	12,364	12,835	18,758	38,897	84,741	1,00,593
Other income	53	120	617	319	1,285	2,899
Total Income	12,417	12,955	19,375	39,216	86,026	1,03,492
Expenses						
Cost of services	8,819	9,817	17,277	28,756	69,773	82,921
Employee benefits expense	1,470	1,332	3,404	4,287	10,942	13,289
Finance costs	713	1,167	1,291	3,062	4,267	5,501
Depreciation and amortisation expense	1,967	1,980	2,165	6,039	6,412	8,445
Other expenses	1,860	1,145	1,267	4,272	4,592	6,630
Total expenses	14,829	15,440	25,404	46,416	95,986	1,16,786
Profit/(Loss) before tax	(2,412)	(2,485)	(6,029)	(7,200)	(9,960)	(13,294)
Tax expense					719	652
Current tax	-	12	(2)	12	(80)	188
Deferred tax	-	-	-	-	-	(2,539)
Profit/(Loss) for the period/year	(2,412)	(2,497)	(6,027)	(7,212)	(9,880)	(10,943)
Share of profit from joint venture	892	471	(391)	984	(810)	(1,241)
Profit/(Loss) for the year	(1,520)	(2,026)	(6,418)	(6,228)	(10,690)	(12,184)
Other Comprehensive Income						
Items that will not be reclassified to profit or loss						
Remeasurements of defined benefit plan actuarial gains/ (losses)	-	-	-	-	-	-
Others	-	-	-	-	-	-
Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
Total Comprehensive Income for the	(1,520)	(2,026)	(6,418)	(6,228)	(10,690)	(12,184)
Attributable to:						
Owners of Company	(1,129)	(1,854)	(6,026)	(5,573)	(9,885)	(10,704)
Non-Controlling Interests	(391)	(172)	(392)	(655)	(805)	(1,480)
Paid up share capital (par value of Rs. 10 each, fully paid)	5,854	5,854	5,854	5,854	5,854	5,854
Debenture redemption reserve						4,000
Other equity as of 31 March	43,306	43,306	54,394	43,306	54,394	43,306
Earnings per equity share [in Rs.]						
(1) Basic	(1.93)	(3.17)	(10.30)	(9.52)	(16.89)	(18.29)
(2) Diluted	(1.93)	(3.17)	(10.30)	(9.52)	(16.89)	(18.29)

Notes

- a) Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has opted to publish only Consolidated financial results providing details as required under Annexure I Format for newspaper publishing purpose vide SEBI Circular CIR/CFD/FAC/62/2016 dated 5 July 2016. Investors can view the standalone and consolidated financial results of the company on the Company's Website [www.sical.in/investors/financial results](http://www.sical.in/investors/financial%20results) or the website of BSE (www.bseindia.com) or NSE (www.nseindia.com).
- b) During the nine months ended [Apr -Dec 2020] under review, the Company's operations and revenue were impacted due to the prevailing COVID19 pandemic that erupted globally. All possible impacts on account of the COVID-19 pandemic has been captured in the unaudited financials for the quarter. The Company is continuously monitoring for any material changes in economic conditions.
- c) The above unaudited consolidated financial results were reviewed by the audit committee and approved and authenticated by the Board of Directors of the Company at their meeting held on 08 February 2021.
- d) The Company is primarily engaged in providing integrated logistics services which is considered as single business segment in terms of segment reporting as per Ind AS 108. There being no services rendered outside India there are no separate geographical segments to be reported on.
- e) Pursuant to Regulation 54(2) of the SEBI (LODR) Regulations, 2015 it is hereby disclosed that the Company has provided the dredger and the spares and machinery held by the Company as security for the 11% Secured Redeemable Non-Convertible Debentures of Rs. 100 Cr issued to IDFC Bank Limited on private placement basis and the asset cover is 1.1 times as on 31 December 2020.
- Pursuant to Regulation 54(2) of the SEBI (LODR) Regulations, 2015 it is hereby disclosed that Sical Multimodal and Rail Transport Limited, subsidiary of the Company has provided (1) 0.60 acres of land situated at Anupampattu Village, (2) 19.5 acres of land and building situated there on at Minjur (3) 2 rakes and 1045 Containers and (4) pari passu mortgage charge along with existing charge holder on land (admeasuring around 2.248 acres) at Minjur as security for the 11% secured listed NCDs of Rs. 100 Cr issued to RBL Bank Limited on a private placement basis and the asset cover is 1.5 times as on 31 December 2020.
- f) The Company has not serviced debt on due dates to the banks and financial institutions amounting to Rs. 34,867 lakhs comprising of principal of Rs. 24,700 lakhs and interest of Rs. 10,167 lakhs. Apart from this Rs.49,470 Lakhs loan has been recalled by the lenders due to non compliance of certain covennats of the loan agreement.
- g) Figures pertaining to the previous periods have been regrouped, reclassified and rearranged wherever necessary.

Place: Chennai
Date: 08 February 2021



T Subramanian
Managing Director



SRSV & ASSOCIATES

CHARTERED ACCOUNTANTS

'Anmol Palani', Level-2, C-4, III Floor

No.88, G.N. Chetty Road, T.Nagar, Chennai 600 017

Tel: +91-44-2815 0599 Web : www.srsv.pw

P. SANTHANAM
B.Com., FCA, FCS

R. SUBBURAMAN
B.Com., FCA

V. RAJESWARAN
B.Com., FCA

G. CHELLA KRISHNA
M.Com., FCA, PGPM

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to The Board of Directors of SICAL LOGISTICS LIMITED

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of **SICAL LOGISTICS LIMITED** ("The Parent") and its Subsidiaries (The Parent and its subsidiaries together referred to as the "Group") and its share of the net profit/(loss) after tax and total comprehensive income/(loss) of its joint ventures, for the quarter ended December 31, 2020 and year to date from April 1, 2020 to December 31, 2020, (the "Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 'Listing Regulations').
2. This statement which is the responsibility of the Parent's management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, as amended, read with the relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the statement based on our review.
3. We conducted our review of the Statement 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 (ICAI). This standard requires that we 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 us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing obligations and Disclosure Requirements) regulations, 2015 as amended, to the extent applicable.



4. The Statement includes the results of the following Subsidiaries and joint ventures:
- a) Sical Infra Assets Limited
 - b) Sical Iron Ore Terminals Limited
 - c) Sical Iron Ore Terminal (Mangalore) Limited
 - d) Sical Connect Limited [erstwhile known as Norsesea Offshore India Limited]
 - e) Bergen Offshore Logistics Pte Limited [foreign subsidiary]
 - f) Sical Supply Chain Solution Limited (erstwhile known as Sical Adams Offshore Limited)
 - g) Sical Saumya Mining Limited
 - h) Sical Mining Limited
 - i) Sical Multimodal and Rail Transport Limited
 - j) Sical Bangalore Logistics Park Limited
 - k) Sical Washeries Limited
 - l) Patchems Private Limited
 - m) Sical Logixpress Private Limited (erstwhile known as PNX Logistics Private Limited)
 - n) Develecto Mining Limited
 - o) PSA Sical Terminals Limited (Joint Venture)
 - p) Sical Sattva Rail Terminals Private Limited (Joint Venture)

5. **Basis for Qualified Conclusion**

We draw your attention :

Delay in servicing debt obligations and Statutory Dues

We draw attention to Note No. F to the Statement, wherein the Group has not serviced debt on due dates to the banks and financial institutions amounting to Rs. 34,867 lakhs comprising of principal of Rs. 24,700 lakhs and interest of Rs. 10,167 lakhs owing to acute liquidity crunch. These do not include amounts recalled to the tune of Rs.49,470 lakhs. Also, the Group is facing difficulty in arranging for working capital.

Statutory Dues as on 31st December 2020 to the tune of Rs 1004 lakhs remain unpaid as at the date of the Limited Review Report

Sical Iron Ore Terminal Limited (SIOT) (Subsidiary Company)

Due to acute liquidity crunch coupled with delay in completing the project indicates that a material uncertainty exists that may cast significant doubt on SIOT's ability to continue as a going concern and there are impairment indications that cast a doubt that the carrying value of the Cash generating Unit (CGU) is likely to exceed its recoverable amount. SIOT (L) has also received Notice of Default from the Consortium Lead Bank Yes Bank and Uco Bank requesting Kamaraj Port Terminal to issue a Notice of Intent to Terminate SIOTL and suspending all rights of SIOTL. Kamaraj Port Ltd vide its letter dated 21st December 2020 served notice of intent to terminate the license agreement. However the accounts of SIOT has been prepared on a going concern basis



Material uncertainty relating to Going Concern

The Group has incurred losses during the nine months and previous financial year, excess of current liabilities over current assets, loans that have fallen due for repayment, loans which have fallen due of subsidiary companies for which the Holding Company is the guarantor. These events indicate that a material uncertainty related to the going concern assumption exists and the Group's ability to continue as a going concern is dependent on the financial support from the promoter and generation of the expected cash flows through operations, to be able to meet its obligations as and when they arise. However, the Group is confident of meeting its obligations in the normal course of business and accordingly the accounts of the Group have been prepared on a Going Concern basis.

Impact of Covid 19

We draw attention to Note B to the Statement, which describes the uncertainties and the impact of the Covid-19 pandemic on the Company's operations and results as assessed by management. The actual results may differ from such estimates depending on future developments.

Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 7 below, **except in respect of the matter stated in the paragraph on "Basis for Qualified Conclusion"** nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. The subsidiary mentioned in (e) in para 4 above is located outside India whose interim financial information/results have been prepared in accordance with accounting principles generally accepted in their respective country. The Company's management has converted the interim financial information/results of such subsidiary located outside India from accounting principles generally accepted in their respective country to accounting principles generally accepted in India. Our conclusion in so far as it relates to the affairs of such subsidiary located outside India is based solely on the management certified interim financial information/results. According to the information and explanations given to us by the management these interim financial information/results are not material to the Group.
7. We did not review the interim financial results of certain subsidiaries included in the consolidated unaudited financial results, whose interim financial information/results reflect total revenues of Rs 2,515 lakhs and Rs. 7,803 lakhs, total net loss Rs. 556 lakhs and Rs. 514 lakhs, total comprehensive loss (comprising of Net Loss & Other Comprehensive loss) of Rs. 556 lakhs and Rs. 514 lakhs, for the quarter ended December 31, 2020 and the period from April 1, 2020 to December 31, 2020, respectively as considered in the consolidated unaudited financial results.



The interim financial statements / financial information / financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above. Our conclusion on the Statement is not modified in respect of the above matters.

The consolidated unaudited financial results include the interim financial results of certain subsidiaries which have not been reviewed by their auditors, whose interim financial information/results reflect total revenues of Rs 934 lakhs and Rs.2,419 lakhs, total net loss of Rs. 297 lakhs and Rs. 970 Lakhs, total comprehensive loss (comprising of Net Loss & Other Comprehensive loss) of Rs. 297 lakhs and Rs. 970 lakhs, for the quarter ended December 31, 2020 and the period from April 1, 2020 to December 31, 2020, respectively as considered in the consolidated unaudited financial results. According to the information and explanations given to us by the Management, these interim financial information / results are not material to the Group. Our conclusion on the Statement is not modified in respect of the above matters.

8. The consolidated unaudited financial results also include the Group's share of net profit of Rs.110 lakhs and Rs. 202 lakhs for the quarter ended December 31, 2020 and the period from April 1, 2020 to December 31, 2020, respectively of certain joint venture entities, as considered in the consolidated unaudited financial results, whose financial information/results have not been reviewed by us or by other auditors. These unaudited financial information/results have been furnished to us by the Management. According to the information and explanations given to us by the Management, these interim financial information/results are not material to the Group. Our conclusion on the Statement is not modified in respect of the above matter.

Place: Chennai
Dated: 8th February 2021



For SRSV & Associates
Chartered Accountants
F.R.No.015041S

A handwritten signature in black ink, appearing to read 'V. Rajeswaran'.

V. Rajeswaran
Partner

Membership No.020881

UDIN No. 21020881AAAAAW9878