

August 6, 2019

To

The Secretary
Listing Department
The BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai-400001
Scrip Code: 540203

The Manager,
The National Stock Exchange India Limited
Exchange Plaza, Bandra Kurla Complex
Bandra(E), Mumbai-400051
Symbol: SFL

Subject: Intimation of outcome of the meeting and Limited Reviewed un-audited Standalone and Consolidated Financial Results for the quarter ended 30th June 2019

Dear Sir/Madam

In terms of Regulations 30 and 33 and other applicable provisions of the SEBI(Listing Obligation and Disclosures Requirements) Regulations, 2015 read with related circulars and notifications, please find enclosed herewith, Limited Reviewed un-audited Standalone and Consolidated Financial Results for the quarter ended 30th June, 2019 as approved by the Board of Directors in its meeting held on August 06, 2019 at #14, Sector 135, Noida. The Board Meeting commenced at 10:30 am and concluded at 3.30 Pm

The management update on quarterly results is also enclosed.

Thanking you.

Yours faithfully,

For Sheela Foam Limited

A handwritten signature in black ink, appearing to read 'Md. Iquebal Ahmad'.

(Md. Iquebal Ahmad)
Company Secretary and Compliance Officer

SHEELA FOAM LIMITED

Regd. office: C-55 Preet Vihar, Vikas Marg, New Delhi-110092
Corporate Office :37/2 Site IV Sahibabad Industrial Area Ghaziabad-201010
Tel: 0120-4162200, Fax: 0120-41622825
CIN L74899DL1971PLC005679

**STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS
FOR THE QUARTER ENDED JUNE 30, 2019**

(Rs. in Crores)

Sr. No.	Particulars	Quarter ended			Year ended
		June 30, 2019 (Unaudited)	March 31, 2019 (Audited)	June 30, 2018 (Unaudited)	March 31, 2019 (Audited)
1	Income				
	a) Revenue from operations	435.67	451.05	425.64	1,813.76
	b) Other Income	10.14	9.58	7.20	31.84
	Total Income (a) + (b)	445.81	460.63	432.84	1,845.60
2	Expenses				
	a) Cost of materials consumed	229.44	233.16	243.73	1,010.77
	b) Purchases of stock-in-trade	6.96	3.64	7.18	46.63
	c) Other manufacturing expenses	12.21	10.14	9.81	42.11
	d) Change in inventories of finished goods, stock-in-process and stock-in-trade	(3.14)	4.87	(1.24)	(7.42)
	e) Employee benefits expense	44.31	26.29	28.04	110.73
	f) Finance costs	1.98	1.93	1.68	7.34
	g) Depreciation and amortisation expense	7.52	8.26	7.06	31.09
	h) Other expenses	92.91	126.90	89.67	428.75
	Total Expenses (a+b+c+d+e+f+g+h)	392.19	415.19	385.93	1,670.00
3	Profit before tax (1-2)	53.62	45.44	46.91	175.60
4	Tax expense				
	- Current quarter/year's tax	17.58	5.37	14.95	47.18
	- Earlier quarter/year's tax	1.10	-	(1.11)	(1.11)
	- Deferred tax	0.31	6.35	(0.38)	5.86
5	Profit for the period (3-4)	34.63	33.72	33.45	123.67
6	Other Comprehensive Income/(loss)				
	- Re-measurements of the net defined benefit plans	(0.39)	(0.36)	(0.35)	(1.42)
	- Income Tax Effect	0.17	0.16	0.11	0.50
	Other Comprehensive Income for the period (a+b)	(0.22)	(0.20)	(0.24)	(0.92)
7	Total Comprehensive Income for the period (5+6)	34.41	33.52	33.21	122.75
8	Paid up Equity Share Capital Rs. 5/- each	24.39	24.39	24.39	24.39
9	Earning per share (EPS) of face value Rs. 5/- each (not annualised)	7.10	6.91	6.86	25.35
	- Basic and Diluted				

Notes:

- The Audit Committee has reviewed and recommended the above standalone results, and subsequently the Board of Directors have approved the same, in their respective meetings held on August 06, 2019.
- These financial results have been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendments, thereafter.
- The Company is engaged in the manufacturing of the products of same type/class and has no overseas operations/units and as such there are no reportable segments as per Indian Accounting Standard for Operating Segments (Ind AS 108), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder.
- The Company has adopted Ind AS 116 "Leases" effective April 01, 2019 and applied the same to its Leases using the modified retrospective approach, with the cumulative effect of initially applying the Ind AS, recognised on the date of the initial application i.e. April 01, 2019. Accordingly, the Company has not restated comparative information, instead, the cumulative effect of initially applying this Ind AS has been recognised as an adjustment to the opening balance of retained earnings as on April 01, 2019. This has resulted in recognition of Right-of-Use Assets of Rs. 2.47 crores, lease liability of Rs. 2.65 crores and opening debit adjustment to retained earnings of Rs. 0.12 crores (net of deferred tax of Rs. 0.06 crores) as at April 01, 2019. The effect of this adoption is not material on profit and earnings per share for the quarter ended June 30, 2019.
- Subsequent to the end of the quarter, the Board of Directors of the Company in their meeting held on July 26, 2019 has approved the following:
 - To acquire a Wholly owned Subsidiary (WOS) Company in Spain for € 3,000.
 - To invest upto an amount of € 42 million, by acquisition of a running Company in Spain mainly engaged in manufacturing of Polyurethane Foam through the above mentioned proposed Wholly owned Subsidiary.

The Company consequent to above approval has entered into Share Purchase Agreements in respect of above, and is in the process of acquisition of the shares.
- The figures for the quarter ended March 31, 2019 are the balancing figures between audited figures in respect of year ended March 31, 2019 and unaudited figures in respect of the period April 01, 2018 to December 31, 2018, which were subjected to limited review.
- Previous quarter / year ended figures have been regrouped / restated wherever considered necessary.



For Sheela Foam Limited

(Rahul Gautam)
Managing Director

Place : Noida
Dated: August 06, 2019

S.P. CHOPRA & CO.
Chartered Accountants

31-F, Connaught Place
New Delhi- 110 001
Tel: 91-11-23313495-6
Fax: 91-11-23713516
ICAI Regn. No. 000346N
Website : www.spchopra.in
E-mail: spc1949@spchopra.in

Independent Auditor's Review Report on Standalone Unaudited Quarterly 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 Sheela Foam Limited,

1. We have reviewed the accompanying Statement of **Standalone Unaudited Financial Results** (the 'Statement') of **Sheela Foam Limited** (the 'Company') for the quarter ended June 30, 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 standalone financial results based on our review.
2. 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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Standalone 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, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place : New Delhi
Date : 06.08.2019

S. P. Chopra & Co.
Chartered Accountants
ICAI Firm Regn. No. 000346N

(Pawan K. Gupta)
Partner

M. No. 092529

UDIN : 19092529AAAABR7736



SHEELA FOAM LIMITED

Regd. office: C-55 Preet Vihar, Vikas Marg, New Delhi-110092
Corporate Office :37/2 Site IV Sahibabad Industrial Area Ghaziabad-201010
Tel: 0120-4162200, Fax: 0120-41622825
CIN L74899DL1971PLC005679

**STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS
FOR THE QUARTER ENDED JUNE 30, 2019**

(Rs. in Crores)

Sr. No.	Particulars	Quarter ended			Year ended
		June 30, 2019	March 31, 2019	June 30, 2018	March 31, 2019
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
1	Income				
	a) Revenue from operations	514.24	534.71	502.03	2,141.45
	b) Other Income	9.26	8.80	6.34	29.09
	Total Income (a) + (b)	523.50	543.51	508.37	2,170.54
2	Expenses				
	a) Cost of materials consumed	259.34	269.35	288.48	1,170.32
	b) Purchases of stock-in-trade	6.96	3.63	7.18	46.62
	c) Other manufacturing expenses	15.83	14.17	12.96	57.25
	d) Change in inventories of finished goods, stock-in-process and stock-in-trade	0.17	4.22	(7.21)	(11.67)
	e) Employee benefits expense	61.15	44.60	44.34	177.32
	f) Finance costs	2.27	2.45	2.35	9.62
	g) Depreciation and amortisation expense	9.56	10.44	9.14	39.53
	h) Other expenses	108.60	143.08	105.74	492.12
	Total Expenses (a+b+c+d+e+f+g+h)	463.88	491.94	462.98	1,981.11
3	Profit before tax (1-2)	59.62	51.57	45.39	189.43
4	Tax expense				
	- Current quarter/year's tax	19.68	8.60	14.40	52.33
	- Earlier quarter/Year's tax	1.10	-	(1.11)	(1.11)
	- Deferred tax	0.12	5.10	(0.49)	4.46
5	Profit for the period (3-4)	38.72	37.87	32.59	133.75
6	Other Comprehensive Income/(loss)				
a.	Items that will not be reclassified as profit or loss				
	- Re-measurements of the net defined benefit plans	(0.39)	(0.36)	(0.35)	(1.42)
	-Income Tax Effect	0.17	0.15	0.11	0.49
b	Items that will be reclassified as profit or loss				
	- Exchange differences on translation of foreign operations	(0.42)	0.65	0.29	0.01
	Other Comprehensive Income for the period (a+b+c)	(0.64)	0.44	0.05	(0.92)
7	Total Comprehensive Income for the period (5+6)	38.08	38.31	32.64	132.83
8	Paid up Equity Share Capital Rs. 5/- each	24.39	24.39	24.39	24.39
9	Earning per share (EPS) of face value Rs. 5/- each (not annualised)	7.94	7.76	6.68	27.41
	- Basic and Diluted				

Notes:

- The Audit Committee has reviewed and recommended the above consolidated results, and subsequently the Board of Directors have approved the same, in their respective meetings held on August 06, 2019.
- These consolidated financial results have been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendments thereafter.
- Segment Reporting as per Indian Accounting Standard for Operating Segments (Ind AS 108), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder:

The Group is engaged in the manufacturing of the products of same type/class, and therefore there is no reportable Business Segments as per Indian Accounting Standard for Operating Segments (Ind AS 108), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, and as per the said standard the Group has Geographical Segment which is given below:

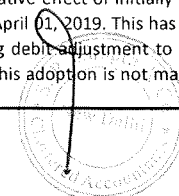
Geographical Segment:

The analysis of the geographical segment based on the sales made within India and outside India by the Group is as under:

(Rs. in Crores)

Particulars	Quarter ended			Year ended
	June 30, 2019	March 31, 2019	June 30, 2018	March 31, 2019
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Income from operations - Within India	435.67	451.05	425.64	1,813.76
Income operations - Outside India	78.57	83.66	76.39	327.69
Profit after tax:				
Within India	34.32	33.32	33.31	123.00
Outside India	4.40	4.55	(0.72)	10.75

- The Group has adopted Ind AS 116 "Leases" effective April 01, 2019 and applied the same to its Leases using the modified retrospective approach, with the cumulative effect of initially applying the Ind AS, recognised on the date of the initial application i.e. April 01, 2019. Accordingly, the Group has not restated comparative information, instead, the cumulative effect of initially applying this Ind AS has been recognised as an adjustment to the opening balance of retained earnings as on April 01, 2019. This has resulted in recognition of Right-of-Use Assets of Rs. 2.47 crores, lease liability of Rs. 2.65 crores and opening debit adjustment to retained earnings of Rs. 0.12 crores (net of deferred tax of Rs. 0.06 crores) as at April 01, 2019. The effect of this adoption is not material on profit and earnings per share for the quarter ended June 30, 2019.



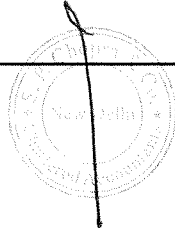
- 5 Subsequent to the end of the quarter, the Board of Directors of the Holding Company in their meeting held on July 26, 2019 has approved the following:
- a. To acquire a Wholly owned Subsidiary (WOS) Company in Spain for € 3,000.
 - b. To invest upto an amount of € 42 million, by acquisition of a running Company in Spain mainly engaged in manufacturing of Polyurethane Foam through the above mentioned proposed Wholly owned Subsidiary.
The Holding Company consequent to above approval has entered into Share Purchase Agreements in respect of above, and is in the process of acquisition of the shares.
- 6 The figures for the quarter ended March 31, 2019 are the balancing figures between audited figures in respect of year ended March 31, 2019 and unaudited figures in respect of the period April 01, 2018 to December 31, 2018, which were subjected to limited review.
- 7 Previous quarter / year ended figures have been regrouped / restated wherever considered necessary.

For Sheela Foam Limited



(Rahul Gautam)
Managing Director

Place : Noida
Dated: August 06, 2019



Independent Auditor's Review Report on Consolidated Unaudited Quarterly 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 Sheela Foam Limited,

1. We have reviewed the accompanying Statement of **Consolidated Unaudited Financial Results** (the 'Statement') of **Sheela Foam Limited** (the 'Parent') and its Subsidiaries (the Parent and its Subsidiaries together referred to as 'the Group') for the quarter ended June 30, 2019, being submitted by the Parent pursuant to the requirements of the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended ('the Regulation').
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, 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 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. 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 include the financial results of the following entities:


Name of Entity	Nature of relationship
Sheela Foam Limited	Parent Company
Joyce Foam Pty. Ltd. and its Controlling entities	100% Foreign Subsidiary
Divya Software Solutions Private Limited	100% Indian Subsidiary
Sleepwell Enterprises Private Limited	100% Indian Subsidiary




5. 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 6 below, 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 Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We did not review the interim financial results of two wholly owned subsidiaries namely Joyce Foam Pty. Ltd. and its Controlling entities and Divya Software Solutions Private Limited, whose interim financial results reflect total revenues of Rs. 78.67 crores, net profit after tax of Rs. 4.08 crores and total comprehensive income of Rs. 4.08 crores for the quarter ended June, 30, 2019, as considered in the Consolidated Unaudited Financial Results. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Parent's 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 this matter.

S. P. Chopra & Co.
Chartered Accountants
ICAI Firm Regn. No. 000346N

Place : New Delhi
Date : 06.08.2019


(Pawan K. Gupta)
Partner
M. No. 092529
UDIN : 19092529AAAABQ9603



SHEELA FOAM LIMITED**Q1 FY 20 RESULTS****Consolidated:**

During this quarter, Sheela Foam Limited posted Consolidated Revenue from operations of Rs.514 crores, compared to Rs.502 crores of Q1FY 19, an increase of 2.4 %. The EBITDA for Q1FY20 increased to Rs. 62 crores, from Rs. 51 crores of corresponding quarter. Net profit (PAT) for Q1FY20 also increased to Rs. 39 crores from Rs. 33 crores of corresponding quarter.

Standalone India:

During the qtr. the Revenue from operations on standalone basis was Rs. 436 crores compared to Rs. 426 crores of Q1 FY19 i.e. an increase of 2.3 %. The EBITDA reported for the quarter Rs. 53 crores from Rs. 48 crores of corresponding quarter. The Net Profit (PAT) for Q1FY20 also increased to Rs. 35 crores from of Rs. 33 crores of corresponding quarter.

Standalone Australia:

During this quarter, Revenue from operations from Australia was Rs. 79 crores, compared to Rs. 76 crores of Q1FY19. The EBITDA increased to Rs. 8 crores from Rs. 2 crores of corresponding quarter and the Net Profit (PAT) also increased to Rs. 4 crores from Rs. -0.72 crores of corresponding quarter.

Particulars (Rs.Cr.)	Q1FY20	GROWTH	Q1FY19
REVENUE FROM OPERATIONS	514	2.4%	502
EBITDA	62	21.6%	51
EBITDA MARGIN-%	12.1%		10.07%
PROFIT AFTER TAX	39	18.2%	33

Other Updates:

1. Raw Material Prices: The Average price of TDI, one of the critical raw materials was Rs. 178 per kg in the previous quarter, went down to Rs.154 per kg in this quarter. The full benefit of this reduction will be realized in Q2 FY 20.

2. Neem fresche:- Neem fresche technology added in Sleepwell products for protection from Skin allergies and Breathing Problems.