

**AUDITED FINANCIAL RESULTS FOR THE
PERIOD ENDED 30TH JUNE, 2011**

(Rs. in lacs)

PARTICULARS	Audited		Consolidated	
	Current period ended	Previous period ended	Audited	Audited
	30-Jun-11 (13 months) (Audited) (1)	31-May-10 (14 months) (Audited) (2)	Current period ended 30-Jun-11 (13 months) (3)	Previous period ended 31-May-10 (14 months) (4)
1 a Net sales/ income from operations	65,034.61	13,238.20	65,102.34	13,305.17
b Other Operating Income	3,449.40	4,135.90	3,454.82	4,200.58
Total income (1 a + 1 b)	68,484.01	17,374.10	68,557.16	17,505.75
2 Expenditure				
(a) Decrease / (Increase) in stock-in-trade and work-in-progress	(1,030.48)	117.26	(1,030.48)	117.26
(b) Consumption of raw materials	5,438.88	3,210.84	5,438.88	3,210.84
(c) Purchase of traded goods	2,303.48	927.17	2,370.13	993.26
(d) Cost of Land sold	0.52	-	0.52	-
(d) Employees cost	7,017.55	4,846.46	7,029.87	4,861.11
(e) Power and fuel	5,689.66	5,739.86	5,689.66	5,739.86
(f) Depreciation	252.48	332.51	252.48	332.51
(g) Provision for Diminution in value of investments	6,400.00	4,001.88	900.00	1,921.86
(h) Bad Debts written off (net)	-	84.02	-	84.02
(i) Provision for doubtful advances/debts	475.29	256.86	5,736.57	262.50
(j) Impairment of goodwill	-	-	-	1,878.35
(k) Other expenditure	8,201.68	4,564.16	8,396.81	4,560.64
(l) Total	34,749.06	24,081.02	34,784.44	23,962.21
3 Profit / (Loss) from Operations before Other Income, Interest & Exceptional Items (1 - 2)	33,734.95	(6,706.92)	33,772.72	(6,456.46)
4 Other Income	1,599.38	7,132.46	2,082.99	7,132.46
5 Profit before Interest & Exceptional items (3 + 4)	35,334.33	425.54	35,855.71	676.00
6 Interest (net)	647.59	458.23	773.21	598.98
7 Profit / (Loss) after Interest but before Exceptional items (5 - 6)	34,686.74	(32.69)	35,082.50	77.02
8 Exceptional items	16,086.78	6,307.13	16,086.78	6,307.13
9 Profit from ordinary activities before tax (7 + 8)	50,773.52	6,274.44	51,169.28	6,384.15
10 Tax expense				
(a) Provision for Current tax	12,450.00	1,100.00	12,450.35	1,102.66
(b) Provision for Wealth tax	0.40	0.25	0.40	0.25
11 Net Profit after tax from ordinary activities for the period (9 - 10)	38,323.12	5,174.19	38,718.53	5,281.24
12 Excess/Short provision of Tax of earlier year	(267.12)	2.11	(266.57)	2.11
	38,056.00	5,176.30	38,451.96	5,283.35
13 Share of profit/(losses) in Associates (net)			(1,016.59)	7.60
14 Minority Interest			(0.07)	(0.17)
15 Profit after share of Losses in associates (net)			37,435.30	5,290.78
16 Paid-up equity share capital (face value of Rs. 10/- per share)	981.39	981.39	981.39	981.39
17 Reserves excluding revaluation reserve as per Balance sheet of the current/ previous accounting period (Previous period after adjusting debit balance in Profit and Loss account, Rs.26,101.73 lakhs)	34,731.95	(3,324.03)	36,734.18	(1,563.82)
18 Earnings per share (EPS) - in Rupees Basic and diluted EPS for the period, for the period to date and for the previous period (not annualized)	387.78	71.16	381.49	72.76
19 Public shareholding				
- Number of shares	3,387,980	3,362,771	3,387,980	3,362,771
- Percentage of shareholding	34.52%	34.27%	34.52%	34.27%
20 Promoters and promoter group Shareholding				
a) Pledged/ Encumbered				
Number of shares	NIL	NIL	NIL	NIL
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL
Percentage of shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL
b) Non-encumbered				
Number of shares	6,425,880	6,451,089	6,425,880	6,451,089
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%
Percentage of shares (as a % of the total share capital of the company)	65.48%	65.73%	65.48%	65.73%

MAFATLAL INDUSTRIES LIMITED

Consolidated Segment - wise Revenue, Results and Capital Employed

(Rs. In Lacs)

Sl. No.	PARTICULARS	Current Period	Previous Period
1	Information about Primary Business Segments		
	Segment Revenue (net)		
	Textile	85,958.89	24,984.10
	Financial services	-	8.94
		85,958.89	24,993.04
2	Segment Result - Profit / (Loss)		
	Textile	57,738.07	8,337.95
	Financial services	(5,614.93)	50.32
	Interest and Financial charges	(1,288.49)	(762.31)
	Unallocated income (net of other unallocated expenses)	334.63	(1,241.81)
	Profit before tax	51,169.28	6,384.15
3	Capital employed (segment assets - segment liabilities)		
	Textile	(13,445.69)	(11,303.63)
	Financial services	1,225.18	6,595.41

NOTES

1. The Company has concluded an agreement with Gliders Buildcon LLP, an entity of Ajay Piramal Group on 17th June, 2011, for development of Leasehold land at its Mazgaon unit, admeasuring about 30,910 sq meters for a lump sum consideration of Rs.60,580.00 lakhs. Net sales/Income from operations includes an amount of Rs. 48,326.87 lacs for the current period (to the extent pertaining to land converted into stock in trade) on account of above.
2. (i) Based on the Audited Accounts as on 31st May, 2010, wherein net worth of the Company has turned positive, Company made an application to the Board of Industrial & Financial Reconstruction (BIFR), for deregistration of its reference. BIFR vide its order dated 19th August, 2010 discharged the Company from the purview of Sick Industrial Companies Act /BIFR.

(ii) Under the Modified Scheme (MS-09) approved by BIFR, the Company can declare dividend after it has repaid its residual liabilities as envisaged in the Scheme.
3. The qualifications of the auditors on the financial statements for the period ended 30th June, 2011, and the management's comments thereon (in brackets) are as follows:
 - a. regarding, non-accounting of rent/ recovery of expenses from certain tenants/ ex-tenants, aggregating to date of Rs. 178.65 lacs. (This has been done on legal advice).

The impact of the quantifiable qualification, viz. 3.a, is that the profit before tax would have been Rs 50,952.17 lacs for the period ended 30th June, 2011.
4. The Ahmedabad Unit of the Company has discontinued operations with effect from 1st March, 2003. On 21st May, 2003, the Company entered into an 'Agreement to Sell' with Annapurna Polymers Private Limited (APPL) for this Unit at an aggregate consideration of Rs. 677.70 lacs. The sale, after getting all approvals, was to be completed on or before 31st December, 2003. Pending this, a separate 'Conducting Agreement' was entered with APPL, effective 1st June, 2003, under which APPL operated the Unit on the Company's behalf. The conducting agreement was extended from time to time. The said sale has been completed on 14th December, 2010 and the profit of Rs. 611.76 lacs has been recognized during the current period.
5. Exceptional items of Rs.16,086.78 lacs for the thirteen months period (Previous Period Rs.6,307.13 lacs) includes Profit on sale of flats, sale of Ahmedabad unit of the Company, Profit on transfer of development rights in lease hold land (to the extent pertaining to Fixed Assets) , compensation of received on transfer of tenancies and sale of other fixed assets at Mazagon unit..
6. There was no complaint from shareholders pending at the beginning of the period. The Company has received eleven complaints during the period and has resolved all the eleven complaints.
7. The consolidated result includes the financial result of four subsidiaries and six associates.
8. Though the Company operates solely in the textile segment, on consolidation with its subsidiaries, there are two reportable primary (business) segments.
9. Previous period figures have been regrouped, wherever necessary, to correspond with those of the current period.

10. Figures for the current period are for thirteen months and figures for the previous period are for fourteen months, hence not strictly comparable.
11. The above results have been taken on record by the Board of Directors at its meeting held on 8th August, 2011.

For **MAFATLAL INDUSTRIES LIMITED**


H.A. MAFATLAL
CHAIRMAN

Mumbai, dated, 8th August, 2011