

Mafatlal

MAFATLAL INDUSTRIES LIMITED

Corporate Office : Kaledonia, Office No. 3, 6th Floor,
Sahar Road, Andheri (East), Mumbai - 400 069. India
Tel.: 91 22 6771 3800 Fax: 91 22 6771 3924 / 25
website: www.mafatlals.com Email: marketing@mafatlals.com
Regd. Office : 301-302, Heritage Horizon, Third Floor,
off. C. G. Road, Ahmedabad. 380 009. India
Tel: 91 79 2644 4404/06 F: 91 79 2644 4403
Email: ahmedabad@mafatlals.com
CIN: L17110GJ1913PLC000035

November 10, 2017

To,
Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai- 400001

BSE Code: 500264

Dear Sirs,


Re: Un-Audited Financial Results of the Company for the Quarter and Half-Year ended 30th September 2017

As required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the Un-audited Financial Results of the Company for the Quarter and Half-Year ended 30th September, 2017 together with the Limited Review Report thereon from the Statutory Auditors, M/s. Price Waterhouse Chartered Accountants LLP.

The Board of Directors of the Company at their Meeting held today has approved the same. The Meeting of the Board of Directors commenced at 1.30 P.M. and concluded at 4.45 P.M.

Thanking you,

Yours faithfully,
FOR MAFATLAL INDUSTRIES LIMITED


ASHISH A KARANJI
COMPANY SECRETARY
End: A/A



ARVIND MAFATLAL GROUP
The ethics of excellence

MAFATLAL INDUSTRIES LIMITED

Regd. Office: 301-302, Heritage Horizon, 3rd Floor, Off C. G. Road, Navrangpura, Ahmedabad - 380 009.

Tel:079-26444404-06, Fax:079-26444403, Website:www.mafatlals.com,

Email:ahmedabad@mafatlals.com, CIN L17110GJ1913PLC000035

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER, 2017

(Rs. in Lakhs)

Sr. No.	PARTICULARS	Quarter ended			Six Months ended	
		30th September, 2017 Unaudited	30th June, 2017 Unaudited	30th September, 2016 Refer Note 7	30th September, 2017 Unaudited	30th September, 2016 Refer Note 7
1	Revenue					
a	Revenue from operations	26,131.46	35,161.80	29,611.78	61,293.26	66,624.83
b	Other Income	1,115.24	528.23	1,174.04	1,643.47	2,677.52
	Total Revenue (a + b)	27,246.70	35,690.03	30,785.82	62,936.73	69,302.35
2	Expenses					
a	Cost of materials consumed	8,744.99	11,246.22	8,915.14	19,991.21	17,900.61
b	Purchases of stock-in-trade	7,804.43	13,835.72	10,997.17	21,640.15	26,712.91
c	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(382.95)	(1,190.52)	(1,146.81)	(1,573.47)	(447.72)
d	Employee benefits expense	3,317.54	3,462.44	2,975.00	6,779.98	6,163.71
e	Finance costs (Net)	735.91	804.90	628.67	1,540.81	1,267.12
f	Depreciation and amortization expense	872.87	877.21	672.30	1,750.08	1,407.94
g	Other expenses	6,693.85	7,564.46	7,210.51	14,258.31	14,317.61
	Total expenses	27,786.64	36,600.43	30,251.98	64,387.07	67,322.18
3	(Loss) / Profit before exceptional items (1 - 2)	(539.94)	(910.40)	533.84	(1,450.34)	1,980.17
4	Exceptional items - Loss (Refer note no. 9)	-	-	(467.15)	-	(467.15)
5	(Loss) / Profit before tax (3 - 4)	(539.94)	(910.40)	66.69	(1,450.34)	1,513.02
6	Tax expense: (Charge) / Credit					
a	Current tax	-	-	(205.00)	-	(357.00)
b	Deferred tax (including Minimum Alternate Tax Credit / Entitlement)	180.00	-	195.26	180.00	347.16
	Tax expense (Net)	180.00	-	(9.74)	180.00	(9.84)
7	Net (Loss) / Profit for the period (5 - 6)	(359.94)	(910.40)	56.95	(1,270.34)	1,503.18
8	Other comprehensive income					
a	Items that will not be reclassified to profit or loss, net of tax					
	- Gain on Fair value of Investments	7,798.61	4,780.24	4,502.08	12,578.86	6,236.39
	- Actuarial loss on Defined Benefit Plans	(8.51)	(4.14)	(3.33)	(12.65)	(6.90)
9	Total comprehensive income for the period (7 + 8)	7,430.16	3,865.70	4,555.70	11,295.87	7,732.67
10	Paid-up equity share capital (face value of Rs. 10/- per share)	1,391.28	1,391.28	1,391.28	1,391.28	1,391.28
11	(Loss) / Earnings per share [face value of Rs. 10/- per share] (not annualized)					
	- Basic and Diluted	(2.59)	(6.54)	0.41	(9.13)	10.80



See accompanying notes to the Financial Results

NOTES:

1	Standalone Statement of Assets and Liabilities	(Rs. In Lakhs)
	Particulars	As at 30th September, 2017
		(Unaudited)
	ASSETS	
	Non Current Assets	
	(a) Property, Plant and Equipment	30,242.22
	(b) Capital work-in-progress	183.05
	(c) Investment Properties	266.28
	(d) Other Intangible assets	473.81
	(e) Financial Assets	
	(i) Investments	37,399.42
	(ii) Others financial assets	1,472.24
	(f) Deferred tax assets (net)	1,512.03
	(g) Other non-current assets	1,370.50
	(h) Income tax asset (net)	2,154.59
	Total Non - Current Assets	75,074.14
	Current Assets	
	(a) Inventories	19,084.66
	(b) Financial Assets	
	(i) Trade receivables	31,506.20
	(ii) Cash and cash equivalents	2,473.16
	(iii) Bank balances other than (ii) above	1,105.24
	(iv) Others financial assets	298.88
	(c) Other current assets	3,684.39
	Total Current Assets	58,152.53
	Total Assets	133,226.67
	EQUITY AND LIABILITIES	
	Equity	
	(a) Equity Share capital	1,391.22
	(b) Other Equity	68,655.59
	Total equity	70,046.81
	Liabilities	
	Non current Liabilities	
	(a) Financial Liabilities	
	(i) Borrowings	8,487.84
	(b) Other non-current liabilities	3,216.24
	Total Non - Current Liabilities	11,704.08
	Current Liabilities	
	(a) Financial Liabilities	
	(i) Borrowings	13,933.11
	(ii) Trade payables	27,681.09
	(iii) Other financial liabilities	3,408.50
	(b) Provisions	1,015.97
	(c) Current Tax Liabilities (Net)	728.79
	(d) Other current liabilities	4,708.32
	Total Current Liabilities	51,475.78
	Total Liabilities	63,179.86
	Total Equity and Liabilities	133,226.67

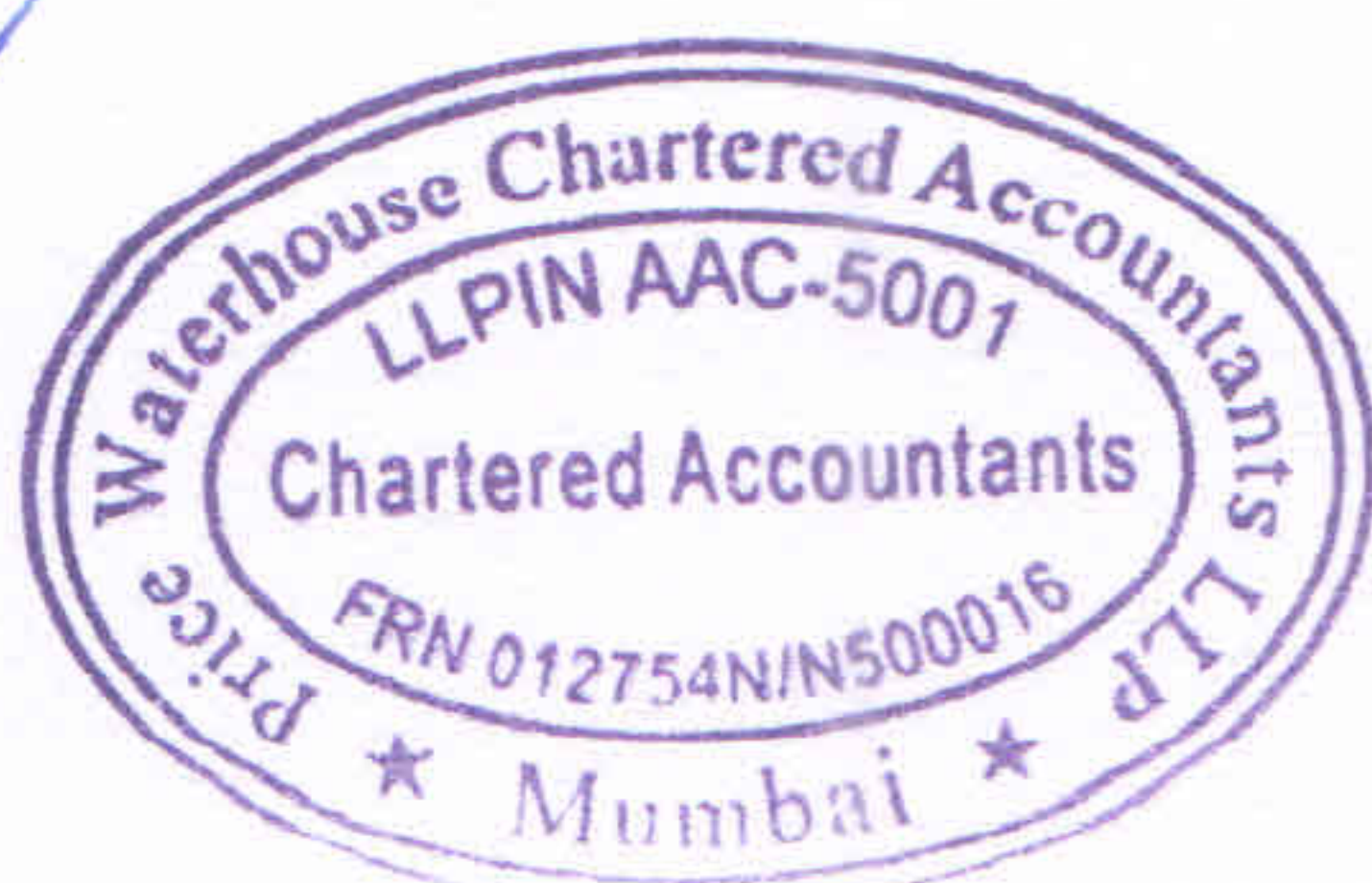


NOTES

2. The results of the quarter and six months ended 30th September, 2017 were reviewed by the Audit Committee and approved by the Board of Directors of the Company, at its meeting held on 10th November, 2017. They have been subjected to limited review by the statutory auditors.
3. This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies to the extent applicable. Beginning 1st April, 2017, the Company has for the first time adopted Ind AS with a transition date of 1st April, 2016.
4. The format for the unaudited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated 30th November, 2015 has been modified to comply with the requirements of SEBI's Circular dated 5th July, 2016, Ind AS and Schedule III (Division II) to Companies Act, 2013, which are applicable to companies that are required to comply with Ind AS.
5. As reported earlier, Writ Petition No.2982 of 2016 filed by the Company (along with Notice of Motion taken out therein) in the Hon'ble Bombay High Court, inter alia, challenging the illegal handing over of a part of land at Mazagaon ("Reserved Land") by the Collector to Municipal Corporation of Greater Mumbai, which is required to be surrendered by the Company in lieu of eligibility of Non-cash Compensation, is pending. Status quo Orders are continuing in respect of the said Reserved Land and accordingly the Company continues to remain in possession of the said Reserved Land.
6. The reconciliation of the Net Profit reported in accordance with Indian GAAP to Total Comprehensive Income in accordance with the Ind AS is given below:

(Rs. In Lakhs)		
Particulars	For the quarter ended 30th September 2016	For the six months 30th September 2016
Net Profit as per Previous IGAAP (Indian GAAP)	1,025.53	1,807.35
Adjustment for Ind AS:		
- Net impact on Investment – Fair Value Option through P&L	(976.06)	(322.77)
- Deferred revenue on government grant	94.95	250.59
- Depreciation on government grant	(94.95)	(250.59)
- Actuarial Loss on Defined Benefit Plans considered under Other Comprehensive Income	5.10	10.55
- Others	12.12	17.89
- Deferred tax impact in respect of above adjustments	(9.74)	(9.84)
Net Profit as per Ind AS	56.95	1,503.18
Other Comprehensive Income (Net of tax):		
- Gain on Fair valuation of Investments (Net)	4,502.08	6,236.39
- Actuarial Loss on Defined Benefit Plans	(3.33)	(6.90)
Total comprehensive income for the period	4,555.70	7,732.67

7. The Ind AS compliant corresponding figures for the quarter and six months ended 30th September, 2016 have not been subjected to review. However, the Company's Management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.
8. The shareholders of the Company in their meeting held on 2nd August 2017 approved the final dividend of Rs. 2/- per share for the financial year 2016-17, aggregating to Rs. 278.26 Lakhs, which was paid on 8th August, 2017.



9. Exceptional items for the quarter and six months ended 30th September, 2016 includes expenditure towards compensation under Voluntary Retirement Scheme (VRS) and settlement of old dues to workers as per the order of Industrial Court, Nadiad, aggregating to Rs.467.15 Lakhs.
10. The Company has identified Textile Business as its only primary reportable segment in accordance with the requirements of Ind AS 108, 'Operating Segments'. Accordingly, no separate segment information has been provided.
11. Previous period's figures have been reclassified, wherever necessary, to correspond with those of the current period.

For and on behalf of the Board,
For MAFATLAL INDUSTRIES LIMITED



H. A. MAFATLAL
CHAIRMAN

Place: Mumbai
Date: 10th November, 2017



Price Waterhouse Chartered Accountants LLP

The Board of Directors
Mafatlal Industries Limited
6th Floor, 'B' Wing, Kaledonia Building,
Sahar Road, Opp. Vijay Nagar Society,
Andheri (East), Mumbai – 400 069

1. We have reviewed the unaudited financial results of Mafatlal Industries Limited (the "Company") for the quarter ended September 30, 2017 which are included in the accompanying 'Unaudited Standalone Financial Results for the quarter and six months ended 30th September, 2017' and the statement of assets and liabilities as on that date (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015") and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Further, the Management is also responsible to ensure that the accounting policies used in preparation of this Statement are consistent with those used in the preparation of the Company's opening unaudited Balance Sheet as at April 01, 2016 prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies. Our responsibility is to issue a report on the Statement based on our review. Attention is drawn to the fact that the figures for the corresponding quarter and six months ended September 30, 2016 including the reconciliation of profit for these periods under Ind AS with profit under the Companies (Accounting Standards) Rules, 2006, as reported in these financial results have not been subjected to review.
2. We conducted our review 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement.
3. 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with Ind AS and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 and SEBI Circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to the following matters:
 - a. Note 3 to the Statement which states that the Company has adopted Ind AS for the financial year commencing from April 1, 2017, and accordingly, the Statement has been prepared by the Company's Management in compliance with Ind AS.

Price Waterhouse Chartered Accountants LLP, 252, Veer Savarkar Marg, Shivaji Park, Dadar (West)
Mumbai - 400 028
T: +91 (22) 66691500, F: +91 (22) 66547804 / 07

Registered office and Head office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi 110 002

Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)

Price Waterhouse Chartered Accountants LLP

- b. The standalone financial statements of the Company for the year ended March 31, 2017 prepared in accordance with Companies (Accounting Standards) Rules, 2006, were audited by another firm of chartered accountants under the Companies Act, 2013 who, vide their report dated May 05, 2017, expressed an unmodified opinion on those financial statements. Accordingly, the net profit included in the reconciliation to the Company's Total Comprehensive Income for the quarter and six months ended on September 30, 2016 is based on such financial statements.

Our conclusion is not qualified in respect of these matters.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016



Priyanshu Gundana
Partner

Membership Number: 109553

Mumbai
November 10, 2017