

**MAFATLAL INDUSTRIES LIMITED**  
**CIN L17110GJ1913PLC000035**

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

**STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE  
QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER, 2015**

**PART - I**

(Rs. in Lacs)

PARTICULARS	Three months ended	Preceding Three months ended	Corresponding Three months ended	Six months ended	Six months ended	Previous Year ended
	30/Sep/2015 (Unaudited) (1)	30/Jun/2015 (Unaudited) (2)	30/Sep/2014 (Unaudited) (3)	30/Sep/2015 (Unaudited) (4)	30/Sep/2014 (Unaudited) (5)	31/Mar/2015 (Audited) (6)
<b>1 Income from operations</b>						
(a) Net sales/ income from operations (Net of excise duty)	27,390.71	36,501.74	22,967.56	63,892.45	45,589.13	98,711.94
(b) Other Operating Income	735.97	704.31	676.84	1,440.28	1,407.17	2,639.60
<b>Total income from operations (net)</b>	<b>28,126.68</b>	<b>37,206.05</b>	<b>23,644.40</b>	<b>65,332.73</b>	<b>46,996.30</b>	<b>101,351.54</b>
<b>2 Expenses</b>						
(a) Cost of materials consumed	7,795.74	7,094.40	5,933.68	14,890.14	12,306.77	22,361.48
(b) Purchases of stock-in-trade	12,269.21	18,827.80	9,307.47	31,097.01	16,821.85	42,717.40
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(3,104.76)	(225.72)	(416.12)	(3,330.48)	223.43	(313.97)
(d) Employee benefits expense	2,889.21	2,911.44	2,398.76	5,800.65	4,674.67	9,737.28
(e) Depreciation and amortisation expense (net)	507.86	474.89	235.38	982.75	776.59	1,671.14
(f) Other expenses	7,545.59	7,373.61	6,172.72	14,919.20	12,378.82	24,948.64
<b>Total expenses</b>	<b>27,902.85</b>	<b>36,456.42</b>	<b>23,631.89</b>	<b>64,359.27</b>	<b>47,182.13</b>	<b>101,121.97</b>
<b>3 Profit / (Loss) from Operations before other income, finance costs and exceptional items ( 1 - 2 )</b>	<b>223.83</b>	<b>749.63</b>	<b>12.51</b>	<b>973.46</b>	<b>(185.83)</b>	<b>229.57</b>
4 Other Income	575.46	376.05	749.49	951.51	1,699.20	3,117.46
5 Profit from ordinary activities before finance costs and exceptional items ( 3 + 4 )	799.29	1,125.68	762.00	1,924.97	1,513.37	3,347.03
6 Finance costs (net)	484.36	364.85	380.97	849.21	774.98	1,684.05
7 Profit from ordinary activities after finance costs but before exceptional items ( 5 - 6 )	314.93	760.83	381.03	1,075.76	738.39	1,662.98
8 Exceptional item ( Refer Note no. 5 )	-	-	-	-	-	898.63
9 Profit from ordinary activities before tax ( 7 + 8 )	314.93	760.83	381.03	1,075.76	738.39	2,561.61
10 Tax (expense) / benefit :						
(a) Current tax expense	(45.00)	(166.00)	(73.23)	(211.00)	(144.74)	(531.00)
(b) Less: MAT credit	45.00	166.00	73.23	211.00	144.74	515.00
(c) Net Current tax (expense) (a+b)	-	-	-	-	-	(16.00)
(d) Deferred tax (net)	(51.50)	(110.00)	(33.28)	(161.50)	(3.28)	(108.12)
Net tax (expense)/ benefit (c+d)	(51.50)	(110.00)	(33.28)	(161.50)	(3.28)	(124.12)
11 Net profit from ordinary activities after tax ( 9 + 10 )	263.43	650.83	347.75	914.26	735.11	2,437.49
12 Paid-up equity share capital (Face value of Rs. 10/- per share)	1,391.29	1,391.29	1,391.29	1,391.29	1,391.29	1,391.29
13 Reserves excluding revaluation reserve as per balance sheet of previous accounting year						35,153.84
14 Earnings per share (EPS) (Face value of Rs.10/- each) (not annualized) Basic and diluted EPS for the period/ year	1.89	4.68	2.50	6.57	5.28	17.52
See accompanying notes to the unaudited financial results						

**PART- II: SELECT INFORMATION FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER, 2015**

PARTICULARS	Quarter ended 30/Sep/2015					
<b>A PARTICULARS OF SHAREHOLDING</b>						
<b>1 Public shareholding</b>						
- Number of shares	3,498,101	3,492,931	3,492,931	3,498,101	3,492,931	3,492,931
- Percentage of shareholding	25.14%	25.11%	25.11%	25.14%	25.11%	25.11%
<b>2 Promoters and Promoter Group Shareholding</b>						
<b>a) Pledged/ Encumbered</b>						
- Number of shares	4,099,414	4,099,414	4,099,414	4,099,414	4,099,414	4,099,414
- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	39.36%	39.34%	39.34%	39.36%	39.34%	39.34%
- Percentage of shares (as a % of the total share capital of the Company)	29.46%	29.46%	29.46%	29.46%	29.46%	29.46%
<b>b) Non-encumbered</b>						
- Number of shares	6,315,371	6,320,541	6,320,541	6,315,371	6,320,541	6,320,541
- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	60.64%	60.66%	60.66%	60.64%	60.66%	60.66%
- Percentage of shares (as a % of the total share capital of the Company)	45.40%	45.43%	45.43%	45.40%	45.43%	45.43%
<b>B INVESTOR COMPLAINTS</b>						
Pending at the beginning of the quarter	NIL					
Received during the quarter	1					
Disposed of during the quarter	1					
Remaining unresolved at the end of the quarter	NIL					



## NOTES

(Rs. in Lacs)

## 1 Standalone Statement of Assets and Liabilities

Particulars		As at current half year ended 30/09/2015	As at previous year ended 31/03/2015
		Unaudited	Audited
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Shareholders' funds</b>		
	(a) Share capital	1,391.22	1,391.22
	(b) Reserves and surplus	36,068.10	35,153.84
	<b>Sub-total - Shareholders' funds</b>	<b>37,459.32</b>	<b>36,545.06</b>
<b>2</b>	<b>Non-current liabilities</b>		
	(a) Long-term borrowings	6,630.21	6,280.04
	(b) Deferred tax liabilities (Net)	467.17	305.67
	(c) Other Long term liabilities	327.22	276.93
	(d) Long-term provisions	483.30	514.66
	<b>Sub-total - Non-current liabilities</b>	<b>7,907.90</b>	<b>7,377.30</b>
<b>3</b>	<b>Current liabilities</b>		
	(a) Short-term borrowings	10,299.74	7,212.25
	(b) Trade payables	19,101.30	19,141.38
	(c) Other current liabilities	4,885.48	4,295.87
	(d) Short-term provisions	991.10	1,800.39
	<b>Sub-total - Current liabilities</b>	<b>35,277.62</b>	<b>32,449.89</b>
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>80,644.84</b>	<b>76,372.25</b>
<b>B</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-current assets</b>		
	(a) Fixed assets	21,435.18	16,423.25
	(b) Intangible assets	85.63	87.72
	(c) Capital work in Progress	815.24	3,580.38
	(d) Non-current investments	4,796.04	4,788.97
	(e) Long-term loans and advances	4,625.28	6,002.82
	(f) Other non current assets	678.30	642.61
	<b>Sub-total - Non-current assets</b>	<b>32,435.67</b>	<b>31,525.75</b>
<b>2</b>	<b>Current assets</b>		
	(a) Inventories	15,751.10	12,235.09
	(b) Trade receivables	20,060.66	19,927.97
	(c) Cash and cash equivalents	9,575.58	10,724.39
	(d) Short-term loans and advances	2,325.54	1,542.50
	(e) Other current assets	496.29	416.55
	<b>Sub-total - Current assets</b>	<b>48,209.17</b>	<b>44,846.50</b>
	<b>TOTAL - ASSETS</b>	<b>80,644.84</b>	<b>76,372.25</b>





2. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 28<sup>th</sup> October, 2015. The same have been subjected to Limited Review by the Statutory Auditors.
3. Details of Qualifications and the impact on the profit and loss on the published annual results of the Company:

Based on the legal advice, the Company has not recognized as income recovery of rent and other charges of Rs.83.61 lacs upto 30th September, 2015 (Rs.83.61 lacs upto 31st March, 2015) pending final resolution of legal dispute with certain ex-tenants of a property in South Mumbai. At present, the legal dispute is pending with the Hon'ble Bombay High Court. A sum of Rs.577.89 lacs (Net) was withdrawn by the Company in accordance with the Orders passed by the Hon'ble High Court of Bombay on the Civil Revision Applications filed by the ex-tenants and the said amount of Rs.577.89 lacs has been included in other current liabilities.

The auditors have qualified the non-accrual of rent and other charges in their report for all the periods presented.

4. Due to inadequate profits during the year 2013-2014, the total managerial remuneration of Rs.232.07 lacs (paid to Shri V. P. Mafatlal, Vice Chairman Rs.114.79 lacs and Shri Rajiv Dayal, Managing Director & Chief Executive Officer Rs.117.28 lacs) is in excess of the limits specified under Section 198, 349 & 350 of the Companies Act, 1956 by Rs.78.61 lacs. The said excess payment has already been approved by the members and required application has been made to the Central Government in this regard.

5. Exceptional Item consists of:

Details	Quarter ended			Half Year ended		Previous year ended
	30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	31.03.2015
Profit on sale of Long Term Investment Properties (net)	-	-	-	-	-	898.63
Total	-	-	-	-	-	898.63

6. Other Income includes Rs.432.96 lacs; Rs.926.54 lacs and Rs.1,077.41 lacs for quarter and half year ended 30<sup>th</sup> September, 2014 and year ended 31<sup>st</sup> March, 2015 respectively, being profit on sale of non-current investments.
7. The Company is primarily engaged in the business of "textiles" which, in the context of Accounting Standard (AS 17) on "Segment Reporting", constitutes a single reportable segment.
8. Figures pertaining to the previous periods have been rearranged/regrouped, reclassified and restated, wherever considered necessary, to make them comparable with those of the current period.

For MAFATLAL INDUSTRIES LIMITED



H. A. MAFATLAL  
CHAIRMAN

Place: Mumbai  
Dated: 28<sup>th</sup> October, 2015



## INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS OF MAFATLAL INDUSTRIES LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **MAFATLAL INDUSTRIES LIMITED** ("the Company") for the Quarter and Six Months ended 30<sup>th</sup> September, 2015 ("the Statement"), being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 5 below. 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 the Statement 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. Attention is invited to Note no.3, regarding non-accounting of income from rent and other charges aggregating to Rs.83.61 lacs upto 30<sup>th</sup> September 2015 (Rs.83.61 lacs upto 30<sup>th</sup> September 2014, Rs.83.61 lacs upto 30<sup>th</sup> June 2015 and Rs.83.61 lacs upto 31<sup>st</sup> March 2015) for the reasons stated therein which constitutes a departure from the Accounting Standard (AS)-1 'Disclosure of Accounting Policies' and Accounting Standard (AS)-9 'Revenue Recognition' specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014; had the said income been accounted for, other operating income for the quarter ended 30<sup>th</sup> September, 2015 would have been Rs.819.58 lacs as against the reported figure of Rs.735.97 lacs and profit for the quarter ended 30<sup>th</sup> September 2015 would have been Rs.330.31 lacs as against the reported figure of Rs.263.43 lacs and other operating income for the six months ended 30<sup>th</sup> September 2015 would have been Rs.1,523.89 lacs as against the reported figure of Rs.1,440.28 lacs and profit for the six months ended 30<sup>th</sup> September 2015 would have been Rs.981.14 lacs as against the reported figure of Rs.914.26 lacs. This matter was also qualified in our report on the limited review for the corresponding quarter and six months ended 30<sup>th</sup> September 2014, quarter ended 30<sup>th</sup> June 2015 and year ended 31<sup>st</sup> March 2015.
4. Based on our review conducted as stated above and the limited review reports received from the Branch Auditors for the Nadiad and Ahmedabad Branches, except for the effects of the matter described in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.

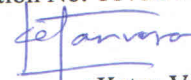




# Deloitte Haskins & Sells

5. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements with the Stock Exchanges and the particulars relating to investor complaints disclosed in Part II - Select Information for the Quarter and Six Months ended 30<sup>th</sup> September 2015 of the Statement, from the details furnished by the Management.

For DELOITTE HASKINS & SELLS  
Chartered Accountants  
(Firm's Registration No. 117364W)



Ketan Vora  
Partner  
(Membership No.100459)

MUMBAI, 28<sup>th</sup> October, 2015

