



ARUN KISHORE & CO.

Chartered Accountants

D-25, Lajpat Nagar-II, New Delhi -110024

Telefax : 29834278, 29839014

Auditor's Report on Quarterly Financial Results and Year to date Results of the company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

To Board of Directors of

MVL LIMITED

We have audited standalone, the quarterly financial results of MVL Limited for the quarter ended 31st March, 2016 and the year to date/yearly results for the period 1st April, 2015 to 31st March, 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

These quarterly financial results as well as the year to date financial results have been prepared on the basis of the financial statements, which are the responsibility of the company's management.

Further, the quarterly financial results for the quarter ended 31st March, 2016 are the derived figures between the audited figures in respect of the year ended 31st March, 2016 and the published year-to-date figures for the period 1st April, 2015 to December 31, 2015 being the date of the end of the third quarter of the current financial year which were subject to limited review in accordance with Standard on Review Engagements (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' as issued by the Institute of Chartered Accountants of India.

Our responsibility is to express an opinion on these financial results based on our audit of such interim/annual financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in the prescribed accounting standards under Section 133 of the Companies Act, 2013 read with relevant rules issued there-under; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.



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We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management.

We believe that our audit provides a reasonable basis for a qualified opinion as elaborated hereunder:-

1. *Note No. 4 in respect of non provision of interest with retrospective effect from 01.04.2014 (vide Board Resolution dated 17.02.2015) on loans from banks and financial institutions declared as Non Performing Account (NPA). As a result of non provision of said interest of Rs.40,96,85,873/- payable during the year on the said NPA Accounts :-*
 - *Revenue from operation has been understated by Rs. 18,99,09,679/- (previous year Rs. 26,14,60,650/-) arising out of percentage of completion (POC) method of accounting, due to non-capitalization of interest directly attributable to project work-in-progress.*
 - *Loss from operation has been understated by Rs. 21,97,75,894 (previous year Rs.6,24,54,240/-)*
2. *Note no. 5 regarding non provision of advances to group companies considered doubtful of recovery and non provision of interest on one of the advance. The lonee companies do not have the capacity / net-worth to repay the principal / or the interest charged thereon*

Our opinion is not qualified in respect of following matters stated under paragraph 3,4 & 5.'

3. *Note No. 8 regarding material uncertainty over the realisability of certain loans and advances claimed as given/advanced for purchase/acquisition of land, rights, projects or properties which are pending either for transfer of property or refund of advances aggregating Rs. 6817.72 lacs as on 31.3.2016 , (previous year Rs. 11780.53 lacs). Out of these advances we are unable to ascertain whether the outstanding advances are fully recoverable/adjustable, since the same are outstanding/remained unadjusted for long. In the absence of some of confirmations and valid supporting agreements, we are unable to ascertain the impact, if any, that may arise on any future date, in case any of these advances are subsequently determined to be doubtful for recovery.*



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4. Note No. 9 in respect of purchase of commercial space and included as part of inventory/ WIP of the value of Rs. 3886.02 lacs. In view of non- registration of title of the said property in the name of the company, we are unable to comment about the authenticity of the title of the said commercial space acquired during the year.
5. Note no. 10 in respect of non availability of confirmations in respect of some debit and/or credit balances. In the absence of such confirmations, any provision to be made for the adverse variation in carrying amounts of these balances, are not quantified, as well as the quantum of adjustment if any, required to be made remain unascertained.

In our opinion and to the best of our information and according to the explanations given to us except for the possible effects of the matters described in the aforesaid paragraphs 1 to 5, these quarterly financial results as well as the year to date results:

- i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- ii) give a true and faire view of the net loss and other financial information for the quarter ended 31st March, 2016 as well as the year to date results for the period from 1st April, 2015 to 31st March, 2016.

For Arun Kishore & Co.
Chartered Accountants
(ICAI Registration No. 001898N)



CA ARUN KISHORE
Partner

Membership No.010770

New Delhi

Dated 03.06.2016

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Statement of Standalone & Consolidated Audited Results for the Financial Year ended 31st March, 2016												(Rs. in Lacs)
S.No.	Particulars	Quarter Ended 31.03.2016	Previous Quarter Ended 31.12.2015	Corresponding Quarter Ended 31.03.2015	Year ended 31.03.2016	Previous year ended 31.03.2015	CONSOLIDATED					
		(Audited)	(Un-Audited)	(Audited)	(Audited)	(Audited)	Quarter Ended 31.03.2016	Previous Quarter Ended 31.12.2015	Corresponding Quarter Ended 31.03.2015	Year ended 31.03.2016	Previous Year Ended 31.03.2015	
1	Income from operations											
	a) Net Sales/Income from operations (Net of excise duty)	9.68	214.50	721.49	1,300.82	3,909.32	9.68	214.50	721.49	1,300.82	3,909.32	
	b) Other Operating Income	10.62	168.36	63.29	326.06	238.57	10.62	168.36	63.29	326.06	238.57	
	Total Income from operations (Net)	20.30	382.86	784.78	1,626.88	4,147.89	20.30	382.86	784.78	1,626.88	4,147.89	
2	Expenses											
	a) Project Development Cost (Net)	3,987.29	152.05	(1,252.19)	5,009.95	1,387.18	3,987.29	152.05	(1,252.19)	5,009.95	1,387.18	
	b) Purchases of stock-in-trade	-	-	-	-	-	-	-	-	-	-	
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(3,878.58)	(10.92)	(140.85)	(4,228.02)	(297.04)	(3,878.58)	(10.92)	(140.85)	(4,228.02)	(297.04)	
	d) Employee benefits expenses	104.41	116.43	148.36	484.59	585.18	104.41	116.43	148.36	484.59	585.18	
	e) Depreciation and amortisation expense	16.04	17.19	(19.48)	67.84	69.40	16.04	17.19	(19.48)	67.84	69.40	
	f) Other expenses (Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately)	228.62	150.74	256.06	744.57	1,092.37	229.43	150.74	257.04	745.48	1,093.35	
	Total Expenses	457.78	425.49	(1,008.10)	2,079.03	2,837.09	458.59	425.49	(1,007.12)	2,079.84	2,838.07	
3	Profit/(Loss) from Operations before Other Income, Finance Costs and Exceptional Items	(437.48)	(42.63)	1,792.88	(452.15)	1,310.80	(438.29)	(42.63)	1,791.90	(452.96)	1,309.82	
4	Finance Costs	1.17	1.13	76.50	5.17	1,255.64	1.19	1.13	76.50	5.19	1,255.64	
5	Profit/(Loss) from ordinary activities before Finance Costs and Exceptional Items	(438.65)	(43.76)	1,716.38	(457.32)	55.16	(439.48)	(43.76)	1,715.40	(458.15)	54.18	
6	Exceptional Items	-	-	-	-	-	-	-	-	-	-	
9	Profit/ Loss from Ordinary Activities before tax	(438.65)	(43.76)	1,716.38	(457.32)	55.16	(439.48)	(43.76)	1,715.40	(458.15)	54.18	
10	Tax Expense	(13.16)	(20.88)	(9.09)	(10.83)	15.00	(13.16)	(20.88)	(9.09)	(10.83)	15.00	
11	Net Profit / (Loss) from Ordinary Activities after tax	(425.49)	(22.88)	1,725.47	(468.15)	70.16	(426.32)	(22.88)	1,724.49	(467.32)	69.18	
12	Extraordinary Items (net of tax expense)	(21.39)	-	9.66	(21.39)	(14.43)	(21.39)	-	9.66	(21.39)	(14.43)	
13	Net Profit / (Loss) for the period	(404.10)	(22.88)	1,715.81	(489.54)	55.73	(404.93)	(22.88)	1,714.83	(488.71)	54.75	
14	Share of Profit/(Loss) of associates	-	-	-	-	-	-	-	-	-	-	
15	Minority Interest	-	-	-	-	-	-	-	-	-	-	
16	Net Profit/(Loss) after taxes, minority interest and share of profit/(loss) of associates	(404.10)	(22.88)	1,715.81	(489.54)	55.73	(404.93)	(22.88)	1,714.83	(488.71)	54.75	
17	Paid-up equity share capital (Face value Re. 1/-)	6,012.43	6,012.43	6,012.43	6,012.43	6,012.43	6,012.43	6,012.43	6,012.43	6,012.43	6,012.43	
18	Reserves excluding Revaluation Reserves as per Balance Sheet as at 31.03.2016	-	-	-	10,567.16	10,992.27	-	-	-	10,563.94	10,988.69	
19(i)	Earnings per share (Before Extraordinary Items) (of Re. 1/- each) (not annualised):											
	(a) Basic	(0.07)	(0.00)	0.29	(0.07)	0.01	(0.07)	(0.00)	0.29	(0.07)	0.01	
	(b) Diluted	(0.07)	(0.00)	0.29	(0.07)	0.01	(0.07)	(0.00)	0.29	(0.07)	0.01	
19(ii)	Earnings per share (After Extraordinary Items) (of Re. 1/- each) (not annualised):											
	(a) Basic	(0.07)	(0.00)	0.29	(0.07)	0.01	(0.07)	(0.00)	0.29	(0.07)	0.01	
	(b) Diluted	(0.07)	(0.00)	0.29	(0.07)	0.01	(0.07)	(0.00)	0.29	(0.07)	0.01	

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Notes:

1. The above Financial Results (prepared on consolidated basis) have been reviewed by the Audit Committee and approved by the Board of Directors of MVL LIMITED at their respective meetings held on 3rd June, 2016.
2. The figures of last quarter are the balancing figures between audited figures in respect of full financial year and the published year-to-date figures upto the third quarter of the current financial year.
3. Pursuant to Regular 47 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company has opted to publish for standalone financial results. The said standalone financial results present the results of the business operations of the company. Investors can view the standalone results of the company on its website (www.mvl.in) or the websites of BSE Limited (www.bseindia.com) & NSE Limited (www.nseindia.com)
4. As per board resolution dated 17.02.2015, it was resolved that loans availed from banks and financial institutions which have been declared NPA and on which the lenders are not providing interest, no interest on such accounts be provided w.e.f. 01.04.2014. The management shall take a decision in respect of this liability after negotiation and final settlement with the lenders, which is under progress.

In consequence of the above resolution:

- a) Interest of Rs.22,75,35,705/- (previous year Rs.17,59,92,811/-) being the interest directly related with the projects has not been included in the construction cost of respective projects. Similarly, interest of Rs.18,21,49,868/- (previous year Rs. 6,33,62,804/-) not directly relating to any project was required to be expensed, but in view of resolution dated 17.02.2015, this interest also pertaining to accounts declared as NPA, has not been charged to Profit and Loss Account during the year.

Total liability towards interest on loans from banks and financial institutions not provided in these financial statements during the year is Rs.40,96,85,573/- (previous year Rs. 32,39,14,890/-). Out of this interest as per the system of revenue recognition followed by the company, namely Percentage of Completion method (POC), interest of Rs.22,75,35,703/- (previous year Rs.17,59,92,811/-) directly related with ongoing real estate projects was to be expensed as direct project cost, which would have resulted

in the increase in the percentage of completion. Thus proportionate recognition of sales would have gone up by Rs.18,99,09,679/- (previous year Rs. 26,14,60,650/-).

- b) The other component of interest not directly related with the project, of Rs.18,21,49,868/- (previous year Rs. 6,33,62,804/-) has also not been provided during the year on loans declared NPA, by the lenders.

Net effect of non provision of interest on loans from banks and financial institution declared NPA is that : -

- i) Sales as per the system of revenue recognition POC method, regularly followed, are understated by Rs. 18,99,09,679/- (previous year Rs. 26,14,60,650/-).
 - ii) Net Loss from operations is understated by Rs. 21,97,75,894/- (Previous year Rs.6,24,54,240)
5. Following advances to group companies ,outstanding as at 31/03/2016 are considered doubtful of recovery by the auditors:
- i) Noesis Industries Limited Rs. 2759.43 lacs
 - ii) Falcon Techosystems Limited Rs. 56.51 Lacs

While interest @ 9% p.a is being provided on advance to Noesis Industries Limited, no interest is being provided on advance to Falcon Technosystems Ltd.

The auditor's have further opined that the above advances are in contravention of the provisions of Companies Act 2013 and are prejudicial to the interest of the company.

These advances are given for meeting their working capital requirements of the above said companies.

6. Penal Interest on loan from banks and financial institutions if any payable for defaults in accounts declared NPA or otherwise has not been provided. Liability for unascertained value of penal interest has not been quantified nor provided on account of the uncertain and discretionary nature of such charges pending negotiations for settlement of dues.
7. During the year 2014-15, the Security Exchange Board of India (SEBI) had passed an order dated 19.12.2014 declaring violation of Collective Investment Scheme, in respect of collections received under the Assured Return Plan launched for IBC, Gurgaon project, in terms of section 11AA of SEBI Act. The company has challenged the said order, requiring the company to refund the total collection. Company's appeal before Securities Appellate Tribunal (SAT) is pending for adjudication, however restraint on sale against other projects was lifted by SAT order dated 17th March 2015 and an interim stay has been granted till next hearing on refund of collections to IBC allottees vide its order of April, 2016.
8. In respect of advances for projects (Land/ rights) included under the head "Long Term Loans and Advances" under note no. 13 of the financial statements, advances of Rs. 6817.72 lacs (Previous year Rs. 11780.53 lacs) are included as outstanding as at 31.03.2016. Out of these advances :

For advance of Rs. 2,803.10 lacs , the company has filed legal suit for specific performance. This matter is now under arbitration and the management expects final order shortly.

Possession of property in respect of advance of Rs. 762 lacs from the builder is expected to be delivered on completion of construction as per the terms of agreement.

In respect of the balance advances of Rs. 3252.62 lacs as at 31/03/2016, which are outstanding , confirmations and valid supporting agreements for some of the advances have not been provided to the auditors, however the management expects to recover and/ or adjust the above said advances against deliveries.

9. During the year a sum of Rs. 38,86,02,392/- has been included under the head inventories (WIP) towards the cost of commercial space of 23987.82 sq feet acquired at Gurugram on the basis of 99% payment, already made supported with Builder buyer agreement dated 06.09.2013 and possession of the space taken during the year.

10. Some of the Debit and credit balances of Trade Receivables, (excluding unbilled receivable) trade and other payable, security deposit, short term advances and bank accounts are subject to confirmation and consequent adjustment if any arising from subsequent reconciliation. The Management however is of the view that there will be no material adjustment in this regard.
11. Previous year/period figures have been regrouped/rearranged and reclassified wherever necessary to facilitate comparison.
12. Company's operations during the period has only one segment of activity namely "Real Estate".

For and on behalf of the Board of Directors
For MVL Limited



(Prem Adip Rishi)
Managing Director
DIN: 00020611

Place : New Delhi
Date : 3rd June, 2016

MVL Limited

Regd. Office : 1201B, 12th Floor, Hemkunt Chamber, 89 Nehru Place, New Delhi - 110 019

STATEMENT OF ASSETS AND LIABILITIES FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2016

(Rs. In Lacs)

S.No.	Standalone & Consolidated Statement of Assets and Liabilities	Stand Alone as at		Consolidated as at	
		(31/03/2016) Audited	(31/03/2015) Audited	(31/03/2016) Audited	(31/03/2015) Audited
A	EQUITY AND LIABILITIES				
1	Shareholder's funds				
	(a) Share Capital	6,012.43	6,012.43	6,012.43	6,012.43
	(b) Reserves & Surplus	10,567.16	10,992.27	10,563.94	10,988.69
	(c) Money received against share warrants	-	-	-	-
	Sub-total - Shareholders' funds	16,579.59	17,004.70	16,576.37	17,001.12
2	Share application money pending allotment	-	-	-	-
3	Minority interest	-	-	-	-
4	Non- current liabilities				
	(a) Long term borrowings	-	4,684.78	-	4,684.78
	(b) Deferred tax liabilities (net)	-	10.82	-	10.82
	(c) Other long-term liabilities	6,305.07	4,000.41	6,305.07	4,000.41
	(d) Long term provisions	50.18	53.84	50.18	53.84
	Sub-total - Non -current liabilities	6,355.25	8,749.85	6,355.25	8,749.85
5	Current liabilities				
	(a) Short -term borrowings	25,637.51	20,995.72	25,637.51	20,995.72
	(b) Trade payables	871.52	1,336.43	871.52	1,336.43
	(c) Other current liabilities	1,512.58	1,097.26	1,910.31	1,496.84
	(d) Short - term provisions	252.26	293.51	252.26	293.51
	Sub-total - current liabilities	28,273.87	23,722.92	28,671.60	24,122.50
	TOTAL - EQUITY AND LIABILITIES	51,208.71	49,477.47	51,603.22	49,873.47
B	ASSETS				
1	Non-current assets				
	(a) Fixed assets	860.65	915.15	860.65	915.15
	(b) Goodwill on consolidation	-	-	-	-
	(c) Non-current investments	108.05	181.03	96.05	168.03
	(d) Deferred tax assets (net)	-	-	-	-
	(e) Long - term loans and advances	6,869.40	10,389.60	6,869.40	10,389.60
	(f) Other non- current assets	6.82	5.28	6.82	5.28
	sub-total -Non - current assets	7,844.92	11,491.06	7,832.92	11,478.06
2	Current assets				
	(a) Current investments	-	-	-	-
	(b) Inventories	14,160.69	9,932.67	14,493.38	10,264.92
	(c) Trade receivables	25,125.48	24,593.80	25,125.48	24,593.80
	(d) Cash and cash equivalents	714.25	671.18	720.37	685.51
	(e) Short term loans and advances	3,363.37	2,788.76	3,431.07	2,851.18
	(f) Other current assets	-	-	-	-
	Sub-total - Current assets	43,363.79	37,986.41	43,770.30	38,395.41
	TOTAL ASSETS	51,208.71	49,477.47	51,603.22	49,873.47

For and on behalf of the Board of Directors
For MVL Limited


(Prem Adip Rishi)
Managing Director
DIN: 00020611

Place : New Delhi
Date : 3rd June, 2016

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ANNEXURE I

**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with
Annual Audited Financial Results - (Standalone and Consolidated separately)**

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2016 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	SL No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1	Turnover / Total Income	16,26,88,786	-
	2	Total Expenditure	20,51,99,387	-
	3	Net Profit / (Loss)	(4,25,10,601)	-
	4	Earnings per Share	(0)	-
	5	Total Assets	5,12,08,71,992	-
	6	Total Liabilities	5,12,08,71,992	-
	7	Net Worth	1,65,79,59,731	-
	8	Any other financial items (s) (as felt appropriate by the management)	-	-
II.	Audit Qualification (each audit qualifications separately):			

a. Details of Audit Qualification:

i) Non provision of interest with retrospective effect from 01.04.2014 (vide Board Resolution dated 17.02.2015) on loans from banks and financial institutions declared as Non Performing Account (NPA). As a result of non provision of said interest of Rs.40,96,85,873/- payable during the year on the said NPA Accounts :-

• Revenue from operation has been understated by Rs. 18,99,09,679/- (previous year Rs. 26,14,60,650/-) arising out of percentage of completion (POC) method of accounting, due to non-capitalization of interest directly attributable to project work-in-progress.

• Loss from operation has been understated by Rs. 21,97,75,894 (previous year Rs.6,24,54,240/-)

ii) Non provision of advances amounting to Rs. 2815.94 Lacs to group companies considered doubtful of recovery and non provision of interest on one of the advance. The lonee companies do not have the capacity / net-worth to repay the principal / or the interest charged thereon

b. Type of Audit Qualification : Qualified Opinion

c. Frequency of qualification : since F.Y. 2014-15

d. For Audit Qualification (s) where the impact is quantified by the auditor, Management's View:-

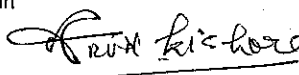
(i) In response to qualification no. (i) submits that the loan account with the banks and financial institutions which are NPA, are under advanced stage of settlement with these lenders. The lending banks and Financial Institutions are not providing for interest since the date of NPA on principles of prudence. Following the same principle and the expectations to get interest waivers on settlement, the company has also not provided for such interest in books of accounts.

(ii) In response to qualification no. (ii) submits that the advances to the group companies were given in lieu of loss suffered by these companies on account of guarantees provided to the lenders on our behalf. However, these advances are recoverable / adjustable and that no provision is necessary at this stage.

II. Signatories:

- * CEO/ Managing Director
- * CFO
- * Audit Committee Chairman
- * Statutory Auditor





MVL Limited

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Corporate Office:

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CIN No. L45200DL2006PLC154848

Place : New Delhi

Date : 03.06.2016