

MCSML/SD/2015-16/
14th November, 2015

Bombay Stock Exchange Ltd.
Floor 25, P. J. Towers
Dalal Street
MUMBAI – 400 001

National Stock Exchange of India Ltd.
5th Floor, Exchange Plaza,
Plot No. C/1, G Block,
Bandra-Kurla Complex,
MUMBAI – 400 051

Sub: Results of Board Meeting as on 14.11.2015

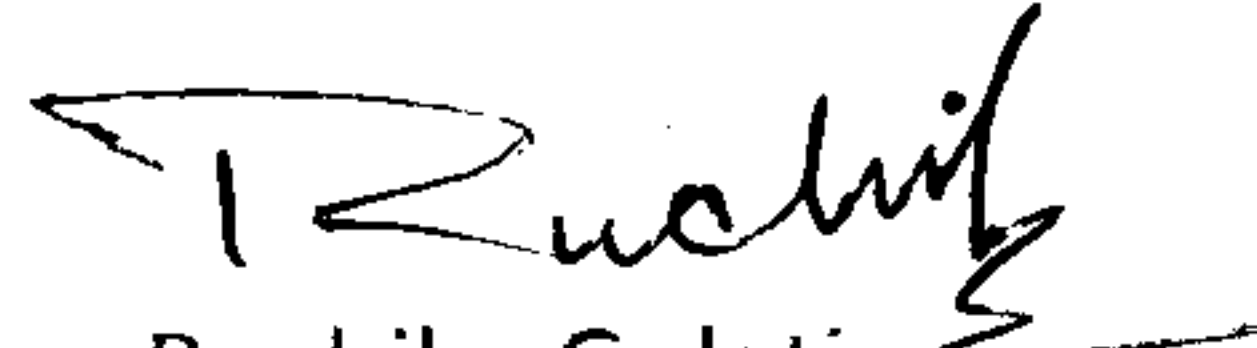
Dear Sir,

In terms of Clause 41 of the Listing Agreement, please find enclosed statement of Quarterly Unaudited Financial Results of the Company for the quarter ended on September 30th, 2015.

Kindly acknowledge the receipt.

Thanking You.

Yours faithfully,
For Malwa Cotton Spinning Mills Limited



Ruchika Gulati
(Company Secretary)
Mem. No. 35232

MALWA COTTON SPINNING MILLS LIMITED

Regd Office : Industrial Area 'A', Ludhiana - 141003

UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER, 2015

SEGMENT-WISE REVENUE RESULTS AND CAPITAL EMPLOYED, UNDER CLAUSE 41 OF THE LISTING AGREEMENT

S.No.	Particulars	(Rs in Lacs)					S.No.	Particulars	(Rs in Lacs)				
		Quarter ended (Unaudited)	Quarter ended (Unaudited)	Half year ended (Unaudited)	Half year ended (Unaudited)	Year ended (Audited)			Quarter ended (Unaudited)	Quarter ended (Unaudited)	Half year ended (Unaudited)	Half year ended (Unaudited)	Year ended (Audited)
		30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014			30.09.2015	30.06.2015	30.09.2014	30.09.2015	31.03.2015
1	Income From Operations						1	Segment Revenue					
a)	Net Sales/Income from Operations (Net of Excise Duty)	755	1005	3356	1770	7282		Yarn	923	1063	2604	1986	6119
	Total Income from operations (Net)	755	1005	3356	1770	7282		Thread	118	326	1603	444	3414
2	Expenses							Total	1041	1389	4207	2430	9533
a)	Cost of Material Consumed	502	567	1709	1069	4096		Less: Inter Segment Revenue	276	384	851	660	2251
b)	Purchase of Stocks-in-Trade	-	-	-	-	4		Net Sales/Income from Operation	765	1005	3356	1770	7282
c)	Change in inventories of Finished Goods, work-in-progress and stock-in-trade	296	222	189	518	137							
d)	Employee Benefits Expenses	292	287	748	579	1601							
e)	Depreciation and Amortisation Expense	51	51	55	102	129							
f)	Other Expenses	643	375	1986	1018	4180							
	Total Expenses (a to f)	1784	1502	4687	3286	10147							
3	Profit/(Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	(1019)	(497)	(1331)	(1516)	(2865)	2	Segment Results					
4	Other Income	3	4	24	7	51		(Profit before Tax & Interest from each Segment)					
5	Profit/(Loss), from ordinary activities before Finance Costs and Exceptional Items (3+4)	(1016)	(493)	(1307)	(1509)	(2814)		Yarns	(623)	(403)	(247)	(1026)	(733)
6	Finance Costs	2	2	7	4	19		Thread	-	-	-	-	-
7	Profit/(Loss) from ordinary activities after Finance Costs but before Exceptional Item (5-6)	(1018)	(495)	(1314)	(1513)	(2833)		Total	(623)	(403)	(247)	(1026)	(733)
8	Exceptional items (Gain/(Loss))	-	-	-	-	-		Less:					
9	Profit/(Loss) from Ordinary Activities before tax (7+8)	(1018)	(495)	(1314)	(1513)	(2833)		(i) Interest	2	2	7	4	19
10	Tax Expense	-	-	-	-	-		(ii) Other un-allocable expenditure (Net of un-allocable income)	393	90	1060	483	2081
11	Net Profit/(Loss) from Ordinary Activities after Tax (9-10)	(1018)	(495)	(1314)	(1513)	(2833)		Total Profit/(Loss) Before Tax	(1018)	(495)	(1314)	(1513)	(2833)
12	Extraordinary items (Net of Expense)	-	-	-	-	-							
13	Net Profit/(Loss) for the period (11-12)	(1018)	(495)	(1314)	(1513)	(2833)							
14	Paid-up equity share capital (Face value Rs.10/- each)	790	790	790	790	790							
15	Reserve excluding Revaluation Reserves	-	-	-	-	-							
16 (i)	Earning per share (Not Annualised) - (Rs.)	-	-	-	-	-							
	Before Extraordinary item												
	- Basic	(13.84)	(7.19)	(17.53)	(21.03)	(37.65)							
	- Diluted	(6.23)	(3.74)	(2.77)	(9.97)	(15.94)							
16 (ii)	After Extraordinary item												
	- Basic	(13.84)	(7.19)	(17.53)	(21.03)	(37.65)							
	- Diluted	(6.23)	(3.74)	(2.77)	(9.97)	(15.94)							
A	PARTICULARS OF SHAREHOLDING												
1	Public shareholding												
	- Number of shares	3775413	3775413	3775413	3775413	3775413							
	- Percentage of shareholding	47.76%	47.76%	47.76%	47.76%	47.76%							
2	Promoters and promoter group Shareholding												
a)	Pledged/Encumbered												
	- Number of shares	3275415	3275415	3275415	3275415	3275415							
	- Percentage of shares(as a % of the total shareholding of promoter and promoter group)	79.32	79.32	79.32	79.32	79.32							
	- Percentage of share (as a % of the total share capital of the company)	41.43	41.43	41.43	41.43	41.43							
b)	Non-encumbered												
	- Number of Shares	**854200	**854200	**854200	**854200	**854200							
	- Percentage of shares(as a % of the total shareholding of promoter and promoter group)	20.68	20.68	20.68	20.68	20.68							
	- Percentage of shares(as a % of the total share capital of the company)	10.81	10.81	10.81	10.81	10.81							
B	INVESTOR COMPLAINTS												
	Pending at the beginning of the quarter	Nil											
	Received during the quarter	Nil											
	Disposed of during the quarter	Nil											
	Remaining unresolved at the end of the quarter	Nil											

For Malwa Cotton Spinning Mills Limited

Chairman and Managing Director

MALWA COTTON SPINNING MILLS LIMITED
Regd Office : Industrial Area 'A', Ludhiana - 141003

UNAUDITED STATEMENT OF ASSETS AND LIABILITIES

		(Rs in Lacs)		
Particulars		Half year ended (Unaudited) As at 30.09.2015	Half year ended (Unaudited) As at 30.09.2014	Year ended (Audited) As at 31.03.2015
A	EQUITY AND LIABILITIES			
1	Shareholders' Funds			
	(a) Share Capital	1577	1577	1577
	(b) Reserve and Surplus	(27276)	(24812)	(25763)
		(23761)	(21297)	(22248)
2	Non-Current Liabilities			
	(a) Long-term Borrowings	7718	9120	8442
	(b) Long-term Provisions	409	582	484
		8127	9702	8926
3	Current Liabilities			
	(a) Short-term Borrowings	12821	12893	12845
	(b) Trade Payables	2348	3127	2741
	(c) Other Current Liabilities	13768	12556	12519
	(d) Short-term Provisions	259	322	259
		29196	28898	28364
	TOTAL - EQUITY AND LIABILITIES	13562	17303	15042
B	ASSETS			
1	Non-Current Assets			
	(a) Fixed Assets	4556	4895	4658
	(b) Non-current Investments	984	984	984
	(c) Long-term Loans and Advances	442	636	561
		5982	6515	6203
2	Current Assets			
	(a) Inventories	2093	3447	2604
	(b) Trade Receivables	3985	6293	5213
	(c) Cash and Cash Equivalents	126	320	188
	(d) Short-term Loans and Advances	1376	728	834
		7580	10788	8839
	TOTAL - ASSETS	13562	17303	15042

NOTES :

- The above results have been reviewed by Statutory Auditors, Audit Committee and approved by the Board of Directors at their meeting held on 14th November, 2015.
- The company has become Sick Industrial company under section 3(1) (o) of the Sick Industrial Companies (Special Provisions) Act, 1985 and reference has been registered with Board as case no 27/2013 on 24-5-2013.
- The company profitability affected due to external factors i.e. slowdown in economy, liquidity tightness, labour shortage and low capacity utilisation. The company will take measures for optimizing capacity utilisation, improvement in efficiencies and other cost control measures for running all the units profitably and improvement in cash flows. These measures along with consistent improvement in operating efficiencies and yields and change in product mix are expected to drive growth in revenue. In addition company will continue to explore various options for restructuring of its debts as per scheme as may be approved by BIFR and to raise finance in order to meet its short term and long term obligations with the promoters committing to provide operational and financial support as may be directed by BIFR. Accordingly company's financial statements have been prepared as going concern basis whereby realisation of assets and discharge of liabilities are expected to occur in the normal course of business.
- The negative networth and business loss is temporary phenomena arising due to sub-optimum capacity utilisation and unsustainable debt burden. The recoverable amount of assets is more than the carrying value, therefore there is no need to recognise any loss on account of impairment of assets.
- The company has not provided interest on borrowings as the lenders have categorised the account as NPA.
- Other expenses includes provisions for doubtful debt for quarter and for the six months Rs. 309 lacs.
- The production in Barnala unit is suspended during the quarter since 25-08-2015 and part of capacity is shifted to Machhiwara unit to consolidate operations.
- ** Inclusive of 756150 shares (in physical form) not pledged but lying with institutions as security.
- Disclosures with regard to segment results of thread has been given to the extent information could be compiled from the books of account as the Company is not maintaining separate records.
- The figures have been regrouped/rearranged wherever necessary for comparison purpose.

For Malwa Cotton Spinning Mills Limited.,

(Jaggi Lal Oswal)

Chairman-cum-Managing Director

Place : Ludhiana

Dated : 14th November, 2015