

MCSML/SD/2016-17/
30th May, 2016

National Stock Exchange Of India Limited
5th Floor , Exchange Plaza,
Plot No. C/1, G-Block,
Bandra –Kurla Complex ,
Mumbai-400 001

Outcome of Board Meeting held on 30/05/2016

Dear Sir,

254th Board Meeting the company was held on Monday, the 30th day of May, 2016 at 3.30pm, which concluded at ~~5.30pm~~ 5.30pm. Inter alia, the following matters were approved in the said meeting:

1. In terms of clause 41 of the Listing Agreement, Audited quarterly/ Annual Financial Results of the company for the year ended 31/03/2016 were approved.
2. Ms. Ruchika Gulati has resigned from the post of Company Secretary/Compliance Officer of the company in this meeting and Ms. Pooja Malhotra has been appointed as Company Secretary/Compliance Officer.
3. Notice of ensuing AGM to be held on 30/09/2016 was approved .
4. Register of Member and share transfer books shall remain closed from 25th September, 2016 to 30th September, 2016 .(both days inclusive)

Kindly acknowledge the receipt.

Thanking You

Yours Faithfully,
For Malwa Cotton Spinning Mill Limited


Authorised Signatory

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

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2016										SEGMENT-WISE REVENUE RESULTS AND CAPITAL EMPLOYED, UNDER CLAUSE 41 OF THE LISTING AGREEMENT					
S.No.	Particulars	(Rs Lacs)					S.No.	Particulars	(Rs Lacs)						
		Quarter ended (Audited) 31.03.2016	Quarter ended (Unaudited) 31.12.2015	Quarter ended (Audited) 31.03.2015	Year ended (Audited) 31.03.2016	Year ended (Audited) 31.03.2015			Quarter ended (Audited) 31.03.2016	Quarter ended (Unaudited) 31.12.2015	Quarter ended (Audited) 31.03.2015	Year ended (Audited) 31.03.2016	Year ended (Audited) 31.03.2015		
1	Income From Operations						1	Segment Revenue							
	a) Net Sales/Income from Operations (Net of Excise Duty)	1113	720	1348	3603	11070		Yarn	997	824	1221	3807	9240		
2	Total Income from operations (Net)	1113	720	1348	3603	11070		Thread	255	86	467	785	5080		
	Expenses							Total	1252	910	1688	4592	14320		
a)	Cost of Material Consumed	385	432	680	1886	5873		Less: Inter Segment Revenue	139	190	340	989	3250		
b)	Purchase of Stocks-in-Trade	346	-	(3)	346	86									
c)	Change in inventories of Finished Goods, work-in-progress and stock-in-trade	(4)	(23)	201	491	770									
d)	Employee Benefits Expenses	206	199	250	984	2464									
e)	Depreciation and Amortisation Expense	50	51	64	203	258									
f)	Other Expenses	519	491	476	2028	5412									
	Total Expenses (a to f)	1502	1150	1668	5938	14863		Net Sales/Income from Operation	1113	720	1348	3603	11070		
3	Profit/(Loss) from Operations before Other Income, Finance Costs and Exceptional items (1-2)	(389)	(430)	(320)	(2335)	(3793)									
4	Other Income	6	1	78	14	132	2	Segment Results							
5	Profit/(Loss) from ordinary activities before Finance Costs and Exceptional items (3+4)	(383)	(429)	(242)	(2321)	(3661)		(Profit before Tax & Interest from each Segment)							
6	Finance Costs	6	3	(5)	13	27		Yarns	78	(77)	(104)	(1025)	(1275)		
7	Profit/(Loss) from ordinary activities after Finance Costs but before Exceptional item (5-6)	(389)	(432)	(237)	(2334)	(3688)		Thread	-	-	-	-	-		
8	Exceptional items {Gain/(Loss)}	-	-	-	-	-		Total	78	(77)	(104)	(1025)	(1275)		
9	Profit/(Loss) from Ordinary Activities before tax (7+8)	(389)	(432)	(237)	(2334)	(3688)		Less:							
10	Tax Expense	-	-	-	-	-		(i) Interest	6	3	(5)	13	27		
11	Net Profit/(Loss) from Ordinary Activities after Tax (9-10)	(389)	(432)	(237)	(2334)	(3688)		(ii) Other un-allocable expenditure (Net of un-allocable income)	461	352	138	1296	2386		
12	Extraordinary items (Net of Expense)	-	-	-	-	-		Total Profit/(Loss) Before Tax	(389)	(432)	(237)	(2334)	(3688)		
13	Net Profit/(Loss) for the period (11-12)	(389)	(432)	(237)	(2334)	(3688)									
14	Paid-up equity share capital (Face value Rs. 10/- each)	790	790	790	790	790									
15	Reserve excluding Revaluation Reserves	-	-	-	(28097)	(25763)									
16 (i)	Earning per share (Not Annualised) - (Rs.) Before Extraordinary item	-	-	-	-	-									
	- Basic	(5.85)	(6.40)	(3.98)	(33.28)	(50.37)									
	- Diluted	(2.35)	(1.08)	(3.31)	(13.40)	(20.32)									
16 (ii)	After Extraordinary item	(5.85)	(6.40)	(3.98)	(33.28)	(50.37)									
	- Basic	(2.35)	(1.08)	(3.31)	(13.40)	(20.32)									
A	PARTICULARS OF SHAREHOLDING														
1	Public shareholding	3775413	3775413	3775413	3775413	3775413		Capital Employed	4807	5700	6627	4807	6627		
	- Number of shares	47.76%	47.76%	47.76%	47.76%	47.76%		Yarns	838	828	1358	838	1358		
2	Promoters and promoter group Shareholding							Thread	5645	6528	7985	5645	7985		
	a) Pledged/Encumbered	3275415	3275415	3275415	3275415	3275415									
	- Number of shares	79.32	79.32	79.32	79.32	79.32									
	- Percentage of shares(as a % of the total shareholding of promoter and promoter group)	41.43	41.43	41.43	41.43	41.43									
	- Percentage of share (as a % of the total share capital of the company)														
	b) Non-encumbered	**854200	**854200	**854200	**854200	**854200									
	- Number of Shares	20.68	20.68	20.68	20.68	20.68									
	- Percentage of shares(as a % of the total shareholding of promoter and promoter group)	10.81	10.81	10.81	10.81	10.81									
	- Percentage of shares(as a % of the total share capital of the company)														
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 Malka Cotton Spinning Mills Limited

Chairman-cum-Managing Director

For Malwa Cotton Spinning Mills Limited
Chairman-cum-Managing Director

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

AUDITED STATEMENT OF ASSETS AND LIABILITIES		(Rs Lacs)	
Particulars		As at 31.03.2016 (Audited)	As at 31.03.2015 (Audited)
A EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital		3515	3515
(b) Reserve and Surplus		(28097)	(25763)
	Sub-total - Shareholders Funds	(24582)	(22248)
2 Non-Current Liabilities			
(a) Long-term Borrowings		6495	8442
(b) Long-term Provisions		355	484
	Sub-total - Non-current Liabilities	6850	8926
3 Current Liabilities			
(a) Short-term Borrowings		12821	12845
(b) Trade Payables		2817	2741
(c) Other Current Liabilities		14944	12519
(d) Short-term Provisions		259	259
	Sub-total - Current Liabilities	30841	28364
	TOTAL - EQUITY AND LIABILITIES	13109	15042
B ASSETS			
1 Non-Current Assets			
(a) Fixed Assets		4455	4658
(b) Non-current Investments		984	984
(c) Long-term Loans and Advances		446	561
	Sub-total - Non-current Assets	5885	6203
2 Current Assets			
(a) Inventories		1967	2604
(b) Trade Receivables		3734	5213
(c) Cash and Cash Equivalents		41	188
(d) Short-term Loans and Advances		1482	834
	Sub-total - Current Assets	7224	8839
	TOTAL - ASSETS	13109	15042

NOTES :

- The above results were reviewed by Statutory Auditors, Audit Committee and approved by the Board of Directors at their meeting held on 30th May, 2016.
- As per Audited Balance sheet for financial year ended on 31st March, 2013, the accumulated losses exceed the net worth of the company as on that date, the company has become Sick Industrial company under section 3(1) (o) of the Sick Industrial Companies (Special Provisions) Act, 1985 and reference made 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, new product developments, 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.
- The company has not provided for bonus for difference due to increase in limit of bonus for the year 2014-15 and the same will be provided on actual payment basis. The company has also not provided for gratuity and leaves with wages/salaries for 2015-16 on actuarial basis due to vacation of number of employees may result in reversal of provisions.
- Other expenses includes provisions for doubtful debt for quarter Rs. 367 lacs and for the year Rs. 930 lacs.
- ** 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 as the Company is not maintaining separate records.
- The figures have been regrouped/rearranged wherever necessary for comparison purpose.

Place : Ludhiana
Dated : 30th May, 2016.

For Malwa Cotton Spinning Mills Limited
(Jatinder Oswal)
Chairman-cum-Managing Director