

MALWA COTTON SPINNING MILLS LIMITED

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

UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER, 2014

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

S.No.	Particulars	Quarter ended (Unaudited)				Half year ended (Unaudited)		Year ended (Audited)	(Rs In Lacs)
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014		
1	Income From Operations	3356	3926	5534	7282	10394	18838		
2	a) Net Sales/Income from Operations (Net of Excise Duty) Total Income from operations (Net) Expenses	3356	3926	5534	7282	10394	18838		
3	a) Cost of Material Consumed	1709	2387	3073	4096	6006	11009		
4	b) Purchase of Stocks-in-Trade		4	156	4	167	201		
5	c) Change in inventories of Finished Goods, work-in-progress and stock-in-trade	189	(52)	181	137	399	481		
6	d) Employee Benefits Expenses	748	853	906	1601	1810	3382		
7	e) Depreciation and Amortisation Expense	55	74	83	129	166	331		
8	f) Other Expenses	1986	2194	2163	4180	4690	8318		
9	Total Expenses (a to f)	4687	5460	6562	10147	13238	23722		
10	Profit/(Loss) from Operations before Other Income, Finance Costs and Exceptional items (1-2)	(1331)	(1534)	(1028)	(2865)	(2844)	(4884)		
11	Other income	24	27	5	51	40	67		
12	Profit/(Loss) from ordinary activities before Finance Costs and Exceptional items (3+4)	(1307)	(1507)	(1023)	(2814)	(2804)	(4817)		
13	Finance Costs	7	12	45	19	84	49		
14	Profit/(Loss) from ordinary activities after Finance Costs but before Exceptional item (5-6)	(1314)	(1519)	(1068)	(2833)	(2888)	(4866)		
15	Exceptional items (Gain/(Loss))	-	-	-	-	-	-		
16	Profit/(Loss) from Ordinary Activities before tax (7+8)	(1314)	(1519)	(1068)	(2833)	(2888)	(4866)		
17	Tax Expense	(1314)	(1519)	(1068)	(2833)	(2888)	(4866)		
18	Net Profit/(Loss) from Ordinary Activities after Tax (9-10)	(1314)	(1519)	(1068)	(2833)	(2888)	(4866)		
19	Extraordinary items (Net of Expense)	(1314)	(1519)	(1068)	(2833)	(2888)	(4866)		
20	Net Profit/(Loss) for the period (11-12)	(1314)	(1519)	(1068)	(2833)	(2888)	(4866)		
21	Paid-up equity share capital (Face value Rs.10/- each)	790	790	790	790	790	790		
22	Reserve excluding Revaluation Reserves	-	-	-	-	-	-		
23	Earning per share (Not Annualised) - (Rs.)	-	-	-	-	-	(21885)		
24	Before Extraordinary item	-	-	-	-	-	-		
25	- Basic	(17.53)	(20.12)	(14.42)	(37.65)	(38.34)	(65.16)		
26	- Diluted	(2.77)	(13.17)	(16.33)	(15.94)	(27.51)	(42.59)		
27	After Extraordinary item	(17.53)	(20.12)	(14.42)	(37.65)	(38.34)	(65.16)		
28	- Basic	(17.53)	(20.12)	(14.42)	(37.65)	(38.34)	(65.16)		
29	- Diluted	(2.77)	(13.17)	(16.33)	(15.94)	(27.51)	(42.59)		
30	PARTICULARS OF SHAREHOLDING								
31	Public shareholding								
32	- Number of shares	3775413	3775413	3775413	3775413	3775413	3775413		
33	- Percentage of shareholding	47.76%	47.76%	47.76%	47.76%	47.76%	47.76%		
34	Promoters and promoter group Shareholding								
35	a) Pledged/Encumbered								
36	- Number of shares	3275415	3275415	3275415	3275415	3275415	3275415		
37	- Percentage of shares(as a % of the total shareholding of promoter and promoter group)	79.32	79.32	79.32	79.32	79.32	79.32		
38	- Percentage of share (as a % of the total share capital of the company)	41.43	41.43	41.43	41.43	41.43	41.43		
39	b) Non-encumbered								
40	- Number of Shares	**854200	**854200	**854200	**854200	**854200	**854200		
41	- Percentage of shares(as a % of the total shareholding of promoter and promoter group)	20.68	20.68	20.68	20.68	20.68	20.68		
42	- Percentage of shares(as a % of the total share capital of the company)	10.81	10.81	10.81	10.81	10.81	10.81		
43	INVESTOR COMPLAINTS								
44	Pending at the beginning of the quarter	Nil	Nil	Nil	Nil	Nil	Nil		
45	Received during the quarter	Nil	Nil	Nil	Nil	Nil	Nil		
46	Disposed of during the quarter	Nil	Nil	Nil	Nil	Nil	Nil		
47	Remaining unresolved at the end of the quarter	Nil	Nil	Nil	Nil	Nil	Nil		

For Malwa Cotton Spinning Mills Limited

Chairman & Managing Director

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

(Rs In Lacs)

Particulars	Half year ended (Unaudited)	Half year ended (Unaudited)	Year ended (Audited)
	As at 30.09.2014	As at 30.09.2013	As at 31.03.2014
A EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	3515	3515	3515
(b) Reserve and Surplus	(24812)	(19908)	(21885)
	(21297)	(16393)	(18370)
Sub-total - Shareholder's Funds			
2 Non-Current Liabilities			
(a) Long-term Borrowings	9120	11730	10658
(b) Long-term Provisions	582	669	630
Sub-total - Non-current Liabilities	9702	12399	11288
3 Current Liabilities			
(a) Short-term Borrowings	12893	12996	12945
(b) Trade Payables	3127	2340	3154
(c) Other Current Liabilities	12556	9704	10623
(d) Short-term Provisions	322	310	322
Sub-total - Current Liabilities	28898	25350	27044
TOTAL - EQUITY AND LIABILITIES	17303	21356	19962
B ASSETS			
1 Non-Current Assets			
(a) Fixed Assets	4895	5276	5112
(b) Non-current Investments	984	984	984
(c) Long-term Loans and Advances	636	637	632
Sub-total - Non-current Assets	6515	6897	6728
2 Current Assets			
(a) Inventories	3447	3944	3699
(b) Trade Receivables	6293	9133	8360
(c) Cash and Cash Equivalents	320	377	376
(d) Short-term Loans and Advances	728	1005	799
Sub-total - Current Assets	10788	14459	13234
TOTAL - ASSETS	17303	21356	19962

1 The above results have been reviewed by Audit Committee and approved by the Board of Directors at their meeting held on 14th November, 2014

- 1 The above results have been reviewed by Audit Committee and approved by the Board of Directors at their meeting held on 14th November, 2014.
- 2 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 34(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.
- 3 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.
- 4 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.
- 5 The company has not provided interest on borrowings as the lenders have categorised the account as NPA.
- 6 Other expenses includes provisions for doubtful debt & advances and bad debts written off for quarter Rs. 848 lacs and for six months Rs. 1771 lacs.
- 7 Pursuant to applicability of Companies Act, 2013 for accounting period commencing from 1st April, 2014, the company has provided for the depreciation based on useful life of assets as prescribed in the Schedule II of the Companies Act, 2013. In case where assets's life has been completed as on 31.03.2014, the carrying amount of the same has been adjusted in Surplus(deficit) under the head Reserve & Surplus and the effect of the same has been resulted in increase in deficit by Rs. 93.26 Lacs. Also, providing the depreciation as per the Schedule II of the Companies Act, 2013 has resulted in decrease in depreciation for Rs. 19.67 Lacs in six months period ended on 30.09.2014.
- 8 ** Inclusive of 756150 shares (in physical form) not pledged but lying with institutions as security.
- 9 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.
- 10 The figures have been regrouped/rearranged wherever necessary for comparison purpose.

Sanqi Lal Oswal)

Chairman-cum-Managing Director