



mudra lifestyle ltd.

Regd. Office :

3026-31, A-Wing, 3rd Floor,
Oberoi Garden Estate,
Chandivali Farm Road,
Chandivali, Andheri (East)
Mumbai 400072

Tel : +91-22-28472600/400721
Fax : +91-22-28472603
E-mail : contact.mudralifestyle.com
Web : www.mudralifestyle.com

November 27, 2012

**The General Manager,
Department of Corporate Services
The Bombay Stock Exchange Limited,
New Trading Ring,
Rotunda Building, 1st Floor,
P.J Towers, Dalal Street,
Fort, Mumbai- 400 001
Scrip Code: 532820**

**The Manager
Listing Department,
National Stock Exchange of India Limited
Exchange Plaza, Plot No. C/1, G-Block,
Bandra-Kurla Complex, Bandra (East)
Mumbai- 400 051
Scrip Code: MUDRA**

Dear Sirs,

Sub: Outcome of Board Meeting 41 of the Listing Agreement

This is to inform you that the Board of Directors at their meeting held on Tuesday, 27th November, 2012 has *inter-alia*.

1. Considered and Approved the Audited Financial Results of the Company for the sixth Quarter ended September 30, 2012 and Financial Year ended September 30, 2012 (18 months) pursuant to Clause 41 of the Listing Agreement.
2. Considered and Approved the Audited Financial Accounts for the Financial Year ended September 30, 2012 (18 months)
3. In continuation of our letter dated November 15, 2012 on extension of time for holding Annual General Meeting (AGM) of the Company by a period of three (3) months the Company has received the approval from Registrar of Companies, Maharashtra via letter dated 23rd November, 2012 granting the extension of time for holding Annual General Meeting (AGM) of the Company up to 29th March, 2013. Accordingly, the Company will intimate the date of Annual General Meeting of the Company in due course.

This is for your information and records.

Thanking You,
Yours faithfully,
For Mudra Lifestyle Limited

A handwritten signature in black ink, appearing to be 'J. S. S.', written over a horizontal line.

Director

MUDRA LIFESTYLE LIMITED

Regd. & Corp. Office : A - 3026, Oberal Gardens, Chandivli, Andheri (E), Mumbai - 400 072

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AUDITED FINANCIAL RESULTS FOR THE QUARTER AND PERIOD ENDED 30/09/2012

Sr. No.	Particulars	Quarter Ended			For the Period Ended	
		30.09.2012 (Audited)	30.06.2012 (Unaudited)	30.09.2011 (Unaudited)	30.09.2012 (Audited)	31.03.2011 (Audited)
1	Income from operations					
	a) Net sales/Income from operations(Net of excise duty)	4,340.47	4,569.64	4,490.10	29,987.33	42,115.84
	b) Other Operating Income	202.23	103.02	127.28	905.06	616.32
	Total Income from operations (net)	4,542.70	4,672.66	4,617.38	30,892.39	42,732.16
2	Expenses					
	a) Cost of materials consumed	3,346.99	2,210.94	7,697.15	23,321.46	30,451.85
	b) Manufacturing Expenses	2,760.36	2,195.53	2,339.18	14,812.99	7,911.96
	c) Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(1,726.56)	658.85	10,900.56	8,642.76	(2,409.92)
	d) Employee benefit Expenses	435.88	202.73	960.20	1,454.21	876.31
	e) Depreciation and Amortisation expenses	629.80	620.26	814.95	4,115.26	2,619.25
	f) Administrative & other expenses	470.99	517.72	388.32	3,969.37	1,924.52
	Total expenses	5,917.46	6,406.03	23,100.36	55,716.05	41,373.97
	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(1,374.76)	(1,733.37)	(18,482.98)	(24,823.66)	1,358.19
3	a) Other Income	36.42	125.61	41.71	471.84	258.84
4	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	(1,338.34)	(1,607.76)	(18,441.27)	(24,351.82)	1,617.03
5	Finance costs	283.58	1,355.45	1,343.15	6,942.03	4,171.88
6	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 + 6)	(1,621.92)	(2,963.21)	(19,784.42)	(31,293.85)	(2,554.85)
7	Exceptional items	(633.49)	633.49	(0.97)	(2,563.21)	(21.29)
8	Profit / (Loss) from ordinary activities before tax (7 + 8)	(988.43)	(2,329.72)	(19,785.39)	(33,857.06)	(2,576.14)
9	Tax Expenses	7,776.26	84.53	144.26	(1,313.71)	(250.88)
10	Net Profit / (Loss) from ordinary activities after tax (9 - 10)	(8,764.69)	(2,414.25)	(19,929.65)	(32,543.35)	(2,325.26)
11	Extraordinary Items	(967.83)	(165.42)	-	219.05	200.17
12	Net Profit / (Loss) for the period (11 - 12)	(7,796.86)	(2,248.83)	(19,929.65)	(32,762.40)	(2,525.43)
13	Paid-up Equity Share Capital (Nominal value - Rs. 10 Each)	4,799.05	4,799.05	4,799.05	4,799.05	4,799.05
14	Reserves excluding Revaluation Reserves					
15	Earning Per Share (Rs.)					
16	Wt. Average					
	Basic & Diluted EPS before extra ordinary items for the period	(18.26)	(5.09)	(41.53)	(67.81)	(4.85)
	Basic & Diluted EPS after extra ordinary items for the period	(16.25)	(4.69)	(41.53)	(68.27)	(5.26)
17	Total of Non Promoter Shareholding:					
	Number of Shares	6,780,786	6,780,786	6,780,786	6,780,786	16,378,880
	Percentage of Shareholding	14.13	14.13	14.13	14.13	34.13
18	Promoters and Promoter Group Shareholding					
	a) Pledged / Encumbered					
	- Number of shares	NII	NII	NII	NII	NII
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NII	NII	NII	NII	NII
	- Percentage of shares (as a % of the total share capital of the company)	NII	NII	NII	NII	NII
	b) Non-encumbered					
	- Number of shares	41,209,683	41,209,683	41,209,683	41,209,683	31,611,589
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	100%	100%	100%	100%	100%
	- Percentage of shares (as a % of the total share capital of the company)	85.87%	85.87%	85.87%	85.87%	65.87%



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Statement of Assets and Liabilities		(Rs. In Lacs)	
		As at	
		9/30/2012	3/31/2011
		(Audited)	(Audited)
EQUITY AND LIABILITIES			
Shareholder's Fund			
(a) Share Capital		4,799.05	4,799.05
(b) Reserves & surplus		(3,946.99)	18,469.92
		852.06	23,268.97
Non-current Liabilities			
(a) Long Term Borrowings		45,234.50	16,866.61
(b) Other Long term Liabilities		36.52	-
(c) Deferred Tax Liabilities (net)		-	813.16
(d) Long term Provisions		128.23	43.82
		45,399.25	17,723.59
Current Liabilities			
(a) Short Term Borrowings		13,522.48	16,418.65
(b) Trade Payables		4,391.97	13,341.94
(c) Other Current Liabilities		3,964.64	7,601.62
(d) Short-Term Provisions		611.24	53.69
		22,490.33	37,415.90
TOTAL		68,741.64	78,408.46
ASSETS			
Non-current Assets			
(a) Fixed Assets			
(i) Tangible Assets		45,112.23	40,694.20
(ii) Intangible Assets		55.84	89.33
(iii) Capital Work In progress		1,037.71	953.03
(b) Non-Current Investments		1.00	1.00
(c) Long Term Loans & advances		368.18	532.65
(d) Deferred Tax Assets		1,613.16	-
		48,188.12	42,270.11
Current Assets			
(a) Current Investments		10.11	1,479.30
(b) Inventories		6,677.14	20,451.23
(c) Trade Receivables		4,478.04	7,317.68
(d) Cash and Cash equivalents		6,772.31	3,230.94
(e) Short-term Loans and Advances		2,159.42	2,399.07
(f) Other current Assets		456.50	1,260.13
		20,553.52	36,138.35
TOTAL		68,741.64	78,408.46

- The above financial results as reviewed by the audit committee were approved and taken on record by the Board of Directors in their meeting held on November 27, 2012.
- During the financial year under consideration, due to factors affecting economies at macro-economic level and industry downturn and substantial working capital erosion, the Company started facing liquidity crunch and it was not able to fulfill some of its repayment obligations. In order to overcome debt repayment obligations, The Company has made a reference to the Corporate Debt Restructuring (CDR) for restructuring of the debts of the Company through CDR Mechanism. The final restructuring package was approved by CDR empowered group on June 01, 2012. The Master Restructuring Agreement has also been signed with the lenders participating in the CDR package ('CDR Lenders') on September 24, 2012. Some of the salient features of the CDR package are as follows:
 - Entire principal outstanding as on COD viz October 01, 2011 to be restructured;
 - Conversion of irregular portion of working capital loan into Working Capital Term Loan (WCTL)
 - Conversion of interest on Term Loans, WCTL and Working Capital Facilities for first 12 months (i.e. from the cut-off date) into Long term loan,
 - Extension of repayment tenure of term loans, WCTL for a tenure of 10 years from COD -i.e. till 30th September, 2021.
 - Overall reduction in interest rates on term loans, WCTL and working capital;
 - Infusion of promoters contribution to support restructuring package
 - Creation of security in favour of CDR lenders in order to secure the debt obligations of the Company under the CDR Package.



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3 Search and seizure operations were carried out by the Income tax authorities on 12 August 2009 at the premises of Mudra Lifestyle Limited. Pursuant to the same, the tax officer re-opened the assessment for tax year 2003-04 to 2009-10 and determined the tax demand of Rs 21.40 crores. Aggrieved by the same, MLL had filed an appeal with the CIT(A) against the above assessment orders. The appeal is pending for disposal before the CIT(A).

Further, MLL had filed a rectification application and pursuant to the same, the tax officer rectified the mistakes in the assessment order and issued a revised tax demand of Rs 11.20 crores. Further, MLL has deposited tax demand of Rs 5.6 crores with income tax authorities under protest. The tax officer has agreed to keep the balance tax demand of Rs 5.6 crores in abeyance till December 2012 or disposal of appeal whichever is earlier.

Further, penalty proceedings u/s 271(1)(c) of the Income Tax Act, 1961 ('Act') have been initiated for tax year 2003-04 to 2009-10. However, the same has been kept in abeyance until disposal of appeal before the CIT(A).

Further, the tax officer had levied penalty of Rs 2.89 crores u/s 271AAA of the Act for tax year 2009-10. However, MLL has filed an appeal before the CIT(A) against the said penalty order and is pending for disposal before the CIT(A)

4 As per AS-17 issued by ICAI, the company has only one reportable segment i.e. textiles.

5 Previous Year/Period figures have been regrouped and rearranged, wherever necessary. Since the company has extended its financial year from 12 months to 18 months the previous year figure are not comparable.

6 The Status of Investor complaints for the quarter ended on 30.09.2012 are: Opening: NIL, Received: NIL, Resolved: NIL, Pending: NIL

Place: Mumbai
Date: 27th Nov, 2012



For Mudra Lifestyle Limited

Director