

DUNCANS INDUSTRIES LIMITED

Registered Office : 31 Netaji Subhas Road, Kolkata – 700 001
Tel:(033) 22300962 Fax:(033) 22486021 email: dli_secretarial@duncans-lea.com
CIN:L28113WB19948LC063452

Statement of Standalone Unaudited Results for the quarter ended 31st March,2016

(Rs. in Lacs)

	Particulars	Three months ended 31/03/2016	Preceding Three months ended 31/12/2015	Corresponding Three months ended in the Previous year 31/03/2015	Year to date figures for the period 18 months ended 31/03/2016	Previous year ended 30/09/2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from Operations Net sales/income from operations (Net) Other operating income Total Income from Operations (net)	715 46 761	521 15 536	4,043 38 4,081	11,994 940 12,934	18,458 309 18,767
2	Expenses Cost of materials consumed Purchase of stock-in-trade Changes in inventories of finished goods, work-in-progress and stock-in-trade Employee benefits expense Power and fuel Consumption of Stores & Spares Depreciation and amortisation expense Other expenses Total Expenses	- - 569 1,018 103 24 75 119	- - (53) 1,359 199 28 75 80	12 - 3,526 3,771 370 227 75 299	66 - 4,744 11,597 1,954 671 450 1,369	34 - 155 12,459 2,949 2,072 298 2,254
3	Profit / (Loss) from operations before other income and finance cost (1-2)	1,908	1,688	8,280	20,851	20,220
4	Other income	(1,147)	(1,152)	(4,199)	(7,917)	(1,454)
5	Profit/ (Loss) from ordinary activities before finance cost (3+4)	-	-	-	-	187
6	Finance costs	(1,147)	(1,152)	(4,199)	(7,917)	(1,267)
7	Profit/ (Loss) from ordinary activities before Tax (5.6)	543	488	478	2,941	1,802
8	Tax Expense	(1,690)	(1,640)	(4,677)	(10,858)	(3,069)
9	Net Profit (+) / Loss (-) for the period (7-8)	-	-	-	-	-
10	Paid up equity share capital (Face Value Rs. 10/- each)	(1,690)	(1,640)	(4,677)	(10,858)	(3,069)
11	Reserves excluding Revaluation Reserve	6,349	6,349	6,076	6,349	6,076
12	Earning per share (of Rs.10 /- each) (not annualised) :	-	-	-	-	(9,625)
	a. Basic	(2.66)	(2.59)	(7.70)	(17.51)	(5.40)
	b. Diluted	(2.66)	(2.59)	(7.64)	(17.51)	(5.40)

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Disclosure of Balance Sheet Items as per clause 41(V)(h) of Listing Agreement as at 31st March, 2016

Statement of Assets and Liabilities		(Rs. in lacs)	
		As at 31/03/2016 Unaudited	As at 30/09/2014 Audited
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital		6729.42	6455.92
Reserves and Surplus		(16816.72)	(5958.10)
Sub Total - Shareholders' Funds		(10087.30)	497.82
Non-Current Liabilities			
Long Term Borrowings		-	1178.95
Deferred Tax Liabilities (Net)		-	-
Other Long Term Liabilities		197.32	2182.71
Long Term Provisions		6848.41	5201.60
Sub Total - Non Current Liabilities		7045.73	8563.26
Current Liabilities			
Short Term Borrowings		2515.25	2470.10
Trade Payables		4158.28	4616.75
Other Current Liabilities		25931.30	20116.21
Short Term Provisions		1830.05	1280.98
Sub Total - Current Liabilities		34434.88	28484.04
TOTAL - EQUITY AND LIABILITIES		31393.30	37545.12
ASSETS			
Non-current assets			
Fixed Assets:			
Tangible Assets		20604.78	21048.81
Capital Work- in -progress		190.37	180.08
Non-Current Investments		4099.12	4099.12
Long Term Loans and Advances		2288.16	2682.99
Other Non Current Assets		17.39	17.39
Sub Total - Non-current Assets		27199.82	28028.39
Current assets			
Inventories		750.30	5614.69
Trade Receivables		594.58	996.86
Cash and Bank balances		709.58	732.07
Short Term Loans and Advances		2117.54	2146.90
Other Current Assets		21.48	26.21
Sub Total - Current Assets		4193.48	9516.73
TOTAL - ASSETS		31393.30	37545.12

NOTES

1. The Company having negative net worth is a sick industrial company under the provisions of the Sick Industrial Companies (Special Provisions) Act, 1985 (SICA). The Rehabilitation Scheme (the Scheme) sanctioned by the Board for Industrial and Financial Reconstruction (BIFR) is under implementation. Considering this and measures and steps under consideration by the management, the accounts of the Company has been prepared on going concern basis.

2. a) The operations of the Company during the season 2015 were adversely affected due to labour unrest leading to operational and financial stringencies faced by the Company. A Tripartite Agreement between labour unions, the State Government and the Company was entered into on 22nd January, 2016 inter-alia to address various issues including payment of past wages in a phased manner commencing from end January 2016 and also ensuring normal productivity and functioning at the gardens.

In the meantime, the Central Government has issued a Notification dated 28th January, 2016 (Notification date), authorizing the Tea Board to takeover the management or the control of six tea estates of the Company viz. Birpara, Garganda, Lankapara, Tulsipara, Hantapara and Dumchipara. As per the legal advice received the said notification is not sustainable and therefore, the Company has filed a Writ Petition before the Hon'ble Calcutta High Court and the matter is presently *sub judice* and pending before the Appellate Court.

b) In view of the above, operations at these gardens have been disrupted and financial information, records, documents, data, etc pertaining to these are currently not accessible. In absence of complete details and records, the standalone and consolidated financial statement of the company for the period ended 31st March 2016 and for the quarter ended 31st December, 2015 as such could not be prepared and provided to the auditors for verification or review; as the case maybe.

c) These results (including for the period upto the Notification date for the gardens covered therein) have, however, been compiled based on available records, operating and financial information/ documents so far received from the various gardens, and certain costs and charges being considered for the purpose as estimated based on past trend and practices. In respect of delays of provident fund and other statutory liabilities, differential interest and penal charges could not be ascertained. Consequential adjustments arising on compilation of complete accounts and details will be given effect to as and when ascertained.

Due to the inherent limitations, as stated above, these financial results could not be subjected to audit and/or limited review by the statutory auditors of the Company.

3. The qualifications in the Auditors' Report of the last audited annual account ended 30th September, 2014, which are having impact on the results for the period ended 31.03.2016 have been dealt with as follows :

- (a) Managerial remuneration of Rs.844.35 lacs provided till 30th June, 2015 included under employee benefits expense are subject to the approval of the Central Government. Pending such approval remuneration of Rs.24.63 lacs pertaining to the quarter ended 30th September, 2015 has not been provided. Consequential loss for the eighteen months period ended 31st March 2016 is lower to that extent.
- (b) Rs.3124 lacs receivable from certain group / associate companies are strategic in nature and thereby revenue recognition with respect to short fall in value, if any, has not been considered necessary.
- (c) Negotiations in respect of wage rate for tea workers were concluded and increase thereof were given effect to in the eighteen months period ended 31st March, 2016 and included in Employee benefits expenses of the said period.
- (d) In respect of levy of salami by the Government of West Bengal on renewal of lease of tea estates, the Company has preferred an appeal before the appropriate authority. Pending finalization of the matter, Rs 811.67 lacs has not been provided for in this respect. However,

this is not likely to have revenue impact, since the same will be capitalized to the cost of land as and when paid by the Company.

- (e) Certain debit and credit balances including advances, trade receivables, trade payables and other liabilities are subject to confirmation and reconciliation thereof.
4. Certain secured lenders have disputed the repayment terms and the Company has replied to the demands/disputes raised by them. In certain cases these are pending before adjudicating authorities. Pending resolution of the matters, interest as per the terms of the Scheme as sanctioned by BIFR, has been provided and no further adjustments have been considered necessary.
5. Depreciation has been provided at the rates and policy followed in this respect in the previous year. The Company is in the process of evaluating the useful life of the fixed assets and componentization thereof as per Schedule II of the Companies Act, 2013 and impact in this respect will be ascertained and given effect to at the time of finalization of period end accounts.
6. Employee benefits with respect to gratuity, leave, etc have been provided on an estimated basis pending actuarial valuation to be carried out at the time of finalization of period end accounts.
7. Cumulative impact of paras 2, 3(b), 3(d), 3(e), 4, 5, 6 due to the reasons given therein could not be ascertained. Impact with respect to para 3(a) have, however, been disclosed in the said note.
8. These being unaudited financial results, are subject to certain usual reconciliations, confirmations and adjustments to be carried out at the time of finalization of annual accounts.
9. (a) The company operates in the single business segment of Tea.
(b) The business of Tea is seasonal in nature. In view of this and Note 2 herein above, results for the current quarter are not representative of future performance.
10. The above results were reviewed by the Audit Committee of the Board of Directors and have been approved by the Board of Directors at their respective meetings held on 11th August, 2016.
11. In order to align with the requirements of Companies Act 2013, it has been decided to close the accounts of the Company as on 31st March, and thereby financial statement for the period ended 31st March 2016 pertaining to the period of eighteen months ended on that date has been prepared.
12. Previous year / periods' figures have been rearranged / regrouped / reclassified wherever necessary.

Kolkata

Dated: 11th August, 2016

For and on behalf of the Board



Chairman