

MONTE CARLO FASHIONS LIMITED**Regd. Office : B-XXIX-106, G.T. Road, Sherpur, Ludhiana - 141003 (Pb.) India.****Tel.: 91-161-5048610, 5048620, 5048630, 5048640 Fax : 91-161-5048650****Manufacturers & Exporters of High Class Woollen Hosiery Knitwear, Textiles & Exclusive Fully Fashion Knitwears**

February 07, 2018

National Stock Exchange of India Limited Exchange Plaza, 5 th Floor, Plot No. C/1, G-Block, Bandra-Kurla Complex, Bandra (E), Mumbai-400051.	BSE Limited. Phiroze Jeejeebhoy Tower, Dalal Street, Mumbai-400001.
Symbol: MONTECARLO	Scrip Code: 538836

Sub: Outcome of Board Meeting

Dear Sir / Madam,

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to inform you that Board of Directors of the Company in its Meeting held on February 07, 2018 has:

1. Considered and approved the Un-audited Financial Results for the Quarter and Nine Months ended December 31, 2017 and the Limited Review Report of the Statutory Auditors thereon (Copy enclosed);
2. Accepted and approved the resignation of Dr. Sainen Kumar Chaudhuri (DIN: 01021930), Independent Director of the Company with an immediate effect. The details of Change in Directors as required under SEBI Circular dated 9th September, 2015 is given hereunder:

S. No.	Particulars	Details of Change
		Dr. Sainen Kumar Chaudhuri
1.	Reason for change viz; Resignation	Due to Health issues
2.	Date of Cessation	07.02.2018
3.	Brief Profile	N.A.
4.	Disclosure of Relationship	N.A.

The meeting commenced on 02:30 P.M. and concluded on 05:15 P.M.

This is for your information and record. Kindly acknowledge the receipt and oblige.

Thanking You,

For MONTE CARLO FASHIONS LIMITED


CO. SECRETARY & COMPLIANCE OFFICER

Encl: as above



Monte Carlo Fashions Limited
Statement of unaudited financial results for the quarter and nine months ended 31 December 2017

(Rs in lakh)

Serial number	Particulars	For the quarter ended			For the nine months ended	
		3 months ended 31 December 2017	Preceding 3 months ended 30 September 2017	Corresponding 3 months ended in the previous year 31 December 2016	Year to date figures for current period ended 31 December 2017	Year to date figures for previous year ended 31 December 2016
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	Revenue from operations					
1	Revenue from operations (refer note 5)	35,592.09	13,768.12	29,076.47	56,009.28	49,247.47
2	Other income	86.38	339.29	881.20	966.05	1,826.46
3	Total income (1+2)	35,678.47	14,107.41	29,957.67	56,975.33	51,073.93
4	Expenses					
	(a) Cost of materials consumed	2,698.15	4,667.08	1,929.60	10,258.43	8,727.77
	(b) Purchases of stock-in-trade	8,117.86	6,811.44	5,036.08	16,446.49	15,441.53
	(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	11,570.09	(4,265.72)	12,042.55	4,756.13	2,602.87
	(d) Employee benefits expense	1,220.96	1,355.29	1,165.22	3,865.25	3,643.88
	(e) Finance costs	253.84	186.03	199.92	610.90	983.89
	(f) Excise duty (refer note 5)	-	-	294.81	42.76	621.91
	(g) Depreciation and amortization expense	544.42	525.25	637.72	1,587.50	1,843.10
	(h) Other expenses					
	Advertisement	707.96	320.36	1,029.99	1,552.01	2,452.76
	Others	3,284.40	2,290.60	2,271.38	7,662.63	6,997.92
	Total expenses	28,397.68	11,890.33	24,607.27	46,782.10	43,315.63
5	Profit before exceptional items, corporate social responsibility expenditure and tax (3-4)	7,280.79	2,217.08	5,350.40	10,193.23	7,758.30
6	Exceptional items	-	-	-	-	-
7	Corporate social responsibility expenditure	-	-	11.07	8.18	11.07
8	Profit before tax (5-6-7)	7,280.79	2,217.08	5,339.33	10,185.05	7,747.23
9	Tax expense					
	-Current tax	2,648.84	633.88	1,770.99	3,526.34	2,537.22
	-Deferred tax charge/(credit)	(146.51)	26.99	77.40	(197.30)	48.77
10	Profit for the period (8-9)	4,778.46	1,556.21	3,490.94	6,856.01	5,161.24
11	Other comprehensive income					
	(i) Items that will not be reclassified to profit or loss	(4.19)	(10.14)	(1.19)	(21.43)	(3.75)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(7.42)	-	-	(7.42)	-
12	Total comprehensive income for the period (10+11)	4,781.69	1,546.07	3,489.75	6,842.00	5,157.49
13	Paid-up equity share capital (face value of Rs 10 each)	2,173.21	2,173.21	2,173.21	2,173.21	2,173.21
14	Earnings per share (of Rs 10 each) (not annualised)					
	(a) Basic	21.99	7.16	16.06	31.55	23.75
	(b) Diluted	21.99	7.16	16.06	31.55	23.75



Notes:

1. The above financial results were reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on 7 February 2018.
2. The Company has adopted Indian Accounting Standards ('Ind AS') from 1 April 2017 (transition date being 1 April 2016) and accordingly, these financial results have been prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015 as amended by Companies (Indian Accounting Standard) Rules, 2016. These financial results have been prepared in accordance with recognition and measurement principles in Ind AS 34, Interim Financial Reporting, prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under and the other accounting principles generally accepted in India.
3. The auditors of the Company have carried out a limited review of the unaudited financial results for the quarter and nine months period ended 31 December 2017 and have issued an unmodified review report. The report issued by the auditor's is available on the Company's website at www.montecarlocorporat.com.
4. The Company's primary business segment is reflected based on principal business activities carried on by the Company. As per Indian Accounting Standard 108, Operating Segments, as notified under the Companies (Indian Accounting Standards) Rules, 2015, the Company operates in one reportable business segment i.e., manufacturing and trading of textile garments and is primarily operating in India and hence, considered as single geographical segment.
5. Revenue from operations for the quarter ended 31 December 2017 and quarter ended 30 September 2017 is net of Goods and Service Tax (GST) which came into effect on 1 July 2017. Revenue prior to 1 July 2017 is net of Value Added Tax (VAT) but gross of excise duty. Accordingly, the revenue from operations for the quarter and nine months period ended 31 December 2017 and quarter ended 30 September 2017 are not comparable with the previous periods presented in those financial results. Similarly, excise duty expense is also not comparable.
6. Reconciliation of net profit after tax as previously reported under Indian GAAP and Ind AS for the quarter and nine months period ended 31 December 2016:

(Rs in lakh)

Particulars	Notes	Quarter ended in the previous year 31 December (Unaudited)	Nine months period ended 31 December (Unaudited)
Net profit as per previous Indian GAAP		3,393.98	4,938.38
Adjustments on account of:			
(i) Measurement of financial assets and liabilities at amortised cost	6 (a)	(0.58)	(0.92)
(ii) Reclassification of actuarial loss arising in respect of defined benefit plan to other comprehensive income	6 (b)	1.19	3.75
(iii) Impact of reversal for deferred lease rent straight lining	6 (c)	11.00	33.00
(iv) Impact on restatement of prior period expenses	6 (d)	-	43.54
(v) Fair value measurement of investments through profit or loss	6 (e)	102.06	365.11
(vi) Reversal of gain on investments, as per Indian GAAP	6 (e)	0.00	(190.47)
(vii) Gain on investments, as per Ind AS	6 (e)	(0.00)	9.73
(viii) Other adjustments		(2.09)	(13.02)
(ix) Deferred tax impact on above adjustments		(14.61)	(27.86)
Profit for the period		3,490.94	5,161.24
Other comprehensive Income	6 (b)	(1.19)	(3.75)
Net profit for the period under Ind AS		3,489.75	5,157.49

- (a) Under previous Indian GAAP, all financial assets and liabilities were carried at costs. Under Ind AS, certain financial assets and liabilities are initially recognised at fair value and subsequently measured at amortized cost.
- (b) Under previous Indian GAAP, actuarial gains and losses were recognized in the statement of profit and loss. Under Ind AS, the actuarial gains and losses are recognized in other comprehensive income.
- (c) Under previous Indian GAAP, lease rentals under an operating lease are recognised as an expense/income on a straight line basis over the lease term. Under Ind AS, no straight-lining of lease rental is required, if lease escalations are in line with the expected general inflation to compensate the lessor for expected inflationary cost.
- (d) Under previous Indian GAAP, prior period items are included in determination of net profits in which error pertaining to prior period is discovered. Under Ind AS, prior period errors are corrected retrospectively by restating the comparative amounts for prior periods presented in which the error occurred or if the error occurred before the earliest period presented, by restating the opening balance sheet.
- (e) Under previous Indian GAAP, investments in mutual funds were recognised at lower of cost or fair value. Under Ind AS, these investments in mutual funds are classified as fair value through profit or loss (FVPL). Pursuant to the requirement of Ind AS 109, Financial Instruments, the Company has valued its investments in mutual funds at fair value and resultant impact is recognized in opening reserves as on the date of transition i.e. 1 April 2016 and changes thereafter have been recognized in statement of profit and loss for the respective accounting periods.

Place: Ludhiana
Date: 7 February 2018

For and on behalf of Board of Directors



Jawahar Lal Oswal

Jawahar Lal Oswal
(Chairman and Managing Director)

Walker Chandiok & Co LLP

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Independent Auditor's Review Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Monte Carlo Fashions Limited

1. We have reviewed the accompanying statement of unaudited financial results ('Statement') of Monte Carlo Fashions Limited ('the Company') for the quarter ended 31 December 2017 and the year to date results for the period 1 April 2017 to 31 December 2017, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Gurgaon, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

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3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Walker Chandiok & Co LLP
For Walker Chandiok & Co LLP
Chartered Accountants
Firm Registration No: 001076N/N500013

Lalit Kumar
per Lalit Kumar
Partner
Membership No. 095256



Place: Ludhiana
Date: 7 February 2018