



MANDHANA

a whirlpool of ideas!

CIN : L17120MH1984PLC033553

Registered Office : Plot No. C-3, M.I.D.C., Tarapur Industrial, Area Boisar - 401 506.

16th November, 2017

To,
National Stock Exchange of India Limited
Listing Department,
Exchange Plaza, Plot No. C-1, G Block,
Bandra Kurla Complex,
Bandra (East), Mumbai - 400 051

Dear Sir/Madam,

Sub: Reply to the clarifications sought on the financial results submitted by the Company for the quarter ended 30th June, 2017

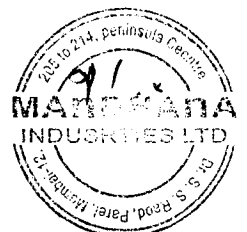
Ref: Your email dated 3rd October, 2017.

Symbol: MANDHANA

This has reference to the captioned subject and email received from your office and our previous replies submitted on 22nd August, 2017 and 22nd September, 2017 for letter dated 17th August, 2017 and 7th September, 2017 respectively and our telephonic discussion with Ms. Ritu Farsaiya on 24th October, 2017, regarding non-submission of “*Reconciliation of Profit and Loss statement*” (‘said reconciliation statement’) forming integral part of the Unaudited Financial Results (‘UFR’) for the quarter ended 30th June, 2017 submitted by the Company on 9th August, 2017.

Based on discussions with Ms. Farsaiya, we understand that as the Indian Accounting Standard (‘IND-AS’) is applicable to the Company with effect from 1st April, 2016 (Transition Date being 1st April, 2015). Therefore, IND-AS compliant UFR are required to be submitted by the Company for the quarters ended on 30th June, 2016, 30th September, 2016 and 31st December, 2016 along with the Limited Review Reports thereon and corresponding reconciliation statements as applicable pursuant to SEBI Circular no. CIR/CFD/FAC/62/2016 dated 5th July, 2016.

Kindly note that Corporate Insolvency Resolution Process has been initiated for the Company under the provisions of the Insolvency and Bankruptcy Code, 2016 (‘IBC’) by the National Company Law Tribunal vide Order no. C.P. No. 1399/I&BP/NCLT/MAH/2017 (‘order’) with effect from 29th September, 2017. Consequently, as per section 17 of the IBC, 2016, the



MANDHANA INDUSTRIES LTD.

Office: 205 - 214, Peninsula Center, Dr. S.S. Rao Road, Parel, Mumbai - 400 012, India.

Tel.: 91-22-43539191 • Fax: 91-22-43539216 / 17 / 18 • E-mail: info@mandhana.com • Website: www.mandhana.com

powers of the Board of Directors of the Company stand suspended with effect from that date and such powers vest with Ms. Charu Desai (IP Registration no IBBI/IPA-001/IP-P00434/2017-18/10757), appointed as an Interim Resolution Professional ('IRP') of the Company.

Please find enclosed herewith the IND AS compliant Unaudited Financial Results authenticated by the undersigned duly authorised vide authority letter dated 7th November, 2017, issued by IRP in this regard;

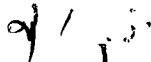
- (i) For the quarter ended 30th June, 2016;
- (ii) For the quarter and half year ended 30th September, 2016; and
- (iii) For the quarter and nine months ended 31st December, 2016.

We trust this addresses your query/clarification.

Thanking you.

Yours truly,

for **MANDHANA INDUSTRIES LIMITED**


PURUSHOTTAM C. MANDHANA
(Authorised Signatory)



Encl: As above.

CC:

Kind Attn: Mr. Mandar Chavan,
Deputy Manager, Listing Compliance,
BSE LIMITED
P. J. Towers, Dalal Street,
Mumbai - 400001, India



K P N D & CO.,

(Chartered Accountants)

Review Report to
Interim Resolution Professional
Mandhana Industries Limited
205/214, Peninsula Centre,
Dr. S. S. Rao Road, Parel,
Mumbai – 400 012

Dear Sir/ Madam,

We have reviewed the accompanying statement of unaudited financial results of **MANDHANA INDUSTRIES LIMITED (the Company)**, for the quarter ended **30th June, 2016** (the statement), being submitted by the company pursuant to the requirements of Regulations 33 of the SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015. As the Corporate Insolvency Resolution Process has been initiated in respect of the Company under the provisions of the Insolvency And Bankruptcy Code, 2016 (IBC) by the Hon'ble National Company Law Tribunal, as per Section 17 of the IBC, the powers of the Board of Directors stand suspended, and such powers vest with the Interim Resolution Professional ("the IRP") appointed for the Company. This statement is the responsibility of the Company's Management and the IRP. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, engagements to Review Financial Statements 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

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 the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular dated 5th July, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Attention is invited to the following:

Note No. 3 regarding an application to NCLT under section 131 of Companies Act 2013.

Our Report is not qualified in respect of the above matters.

For KPND & Co.

CHARTERED ACCOUNTANTS

Dhamecha
NILESH J. DHAMECHA

Partner

Membership No: 143172

FRN : 133861W

Date 13th November, 2017



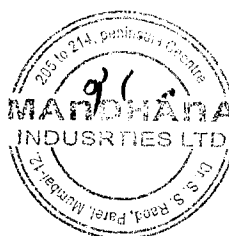


MANDHANA

MANDHANA INDUSTRIES LIMITED

STATEMENT OF PROFIT & LOSS FOR THE QUARTER ENDED 30TH JUNE, 2016

Sr. No.	Particulars	(Rs. In lacs)			
		For the Quarter ended		For the Year ended	
		UnAudited 30.06.2016	Audited 31.03.2016	UnAudited 30.06.2015	Audited 31.03.2016
	PART I				
I	Revenue from Operations				
II	Other Income	15,816.73	47,227.39	30,998.12	164,660.61
III	Total Revenue (I+II)	(90.03)	643.14	283.67	1,343.53
		15,726.70	47,870.53	31,281.79	166,004.14
IV	Expenses :				
	(a) Cost of materials consumed				
	(b) Purchase of Stock in Trade	20,522.36	30,868.38	13,808.28	72,846.89
	(c) Changes in inventories of Finished Goods, Work in Progress and Stock-in-Trade	10,954.27	11,564.23	4,172.45	35,712.60
	(d) Employee Benefit expense	14,814.37	(10,645.48)	1,400.54	808.15
	(e) Manufacturing Cost	2,709.04	2,887.74	2,235.59	10,238.53
	(f) Finance Costs	3,532.66	4,373.33	3,411.31	16,047.28
	(g) Depreciation and amortisation expenses	2,653.31	3,106.37	2,817.92	11,899.14
	(h) Impairment of Property, Plant and Equipment	1,017.36	987.69	992.59	4,013.60
	(i) Other expenses	-	-	-	-
	Total Expenses	1,075.73	1,500.02	1,008.76	4,934.05
		57,279.10	44,642.28	29,847.44	156,500.24
V	Profit (+) / Loss (-) before exceptional and extraordinary item and tax (III-IV)	(41,552.40)	3,228.25	1,434.35	9,503.90
VI	Exceptional items	-	-	-	-
VII	Profit (+) / Loss (-) before extraordinary item and tax (III-IV)	-	-	-	-
VIII	Extraordinary items	(41,552.40)	3,228.25	1,434.35	9,503.90
IX	Profit Before Tax (VII-VIII)	-	-	-	-
X	Tax Expenses - Current Tax	(41,552.40)	3,228.25	1,434.35	9,503.90
	- Deferred Tax (Assets)/Liability	-	1,028.72	505.25	3,218.28
XI	Profit/(Loss) for the period from continuing operations (IX-X)	(199.71)	261.64	(24.41)	182.12
XII	Income Tax paid of Earlier Year	(41,352.69)	1,937.89	953.51	6,103.50
XIII	Net Profit (+)/Loss (-) (XI-XII)	-	-	-	69.07
XIV	Other Comprehensive Income	(41,352.69)	1,937.89	953.51	6,034.43
XV	Total Comprehensive Income for the period (XIII+XIV)	-	55.97	-	55.97
XVI	Profit/(Loss) for the period from discontinuing operations	(41,352.69)	1,993.86	953.51	6,090.40
XVII	Tax Expenses of discontinuing operations	-	-	-	-
XVIII	Profit/(Loss) from discontinuing Operations (after Tax) (XVI-XVII)	-	-	-	-
XIX	Profit/(Loss) for the period (XV+XVIII)	(41,352.69)	1,993.86	953.51	6,090.40
XX	Paid up equity share capital (Face value of Re. 10/- each)				
XXI	Reserves (excluding revaluation reserves & DRR)	3,312.39	3,312.39	3,312.39	3,312.39
XXII	Revaluation Reserve	15,580.66	56,933.35	52,118.83	56,933.35
XXIII	Debenture Redemption Reserve (DRR)	15,803.42	15,803.42	15,803.42	15,803.42
XXIV	Earning Per Share of Rs. 10/- each: Basis & Diluted (Rs.)	1,425.00	1,425.00	1,900.00	1,425.00
XXV	Debt Equity Ratio	(124.84)	5.85	2.88	18.39
XXVI	Debt Service Coverage Ratio(DSCR)	0.90	0.44	0.50	0.44
XXVII	Interest Service Coverage Ratio (ISCR)	(2.61)	1.08	0.80	0.94
	Notes	(14.66)	2.04	1.51	1.80
	Formula For Computation of Ratios: Debt Equity Ratio :- Long Term loan / Networth Debt Service Coverage Ratio(DSCR) :- Earning before Interest and Tax /(Interest + principal Repayment) Interest Service Coverage Ratio (ISCR) :- Earning before Interest and Tax / Interest Expenses				





MANDHANA INDUSTRIES LIMITED
SEGMENT-WISE REVENUE, RESULTS, SEGMENT ASSETS AND SEGMENT LIABILITIES

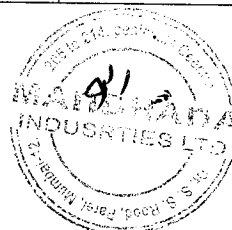
Sr No.	Particulars	(Rs. in Lacs)			
		For the Quarter Ended			For the Year ended
		UnAudited 30.06.2016	Audited 31.03.2016	UnAudited 30.06.2015	Audited 31.03.2016
1	Segment Revenue				
	[a] Textiles	10,095.47	40,200.81	26,701.09	143,740.96
	[b] Garment	5,721.26	7,026.58	4,297.03	20,919.65
	Total	15,816.73	47,227.39	30,998.12	164,660.61
	Less: Inter-segment Revenue	-	-	-	-
	Total Revenue	15,816.73	47,227.39	30,998.12	164,660.61
2	Segment Profit / (Loss) Before Tax & Interest				
	[a] Textiles	(38,694.14)	4,438.49	2,935.83	15,953.08
	[b] Garment	(114.92)	1,252.99	1,032.76	4,106.43
	Total	(38,809.06)	5,691.48	3,968.59	20,059.51
	Less: Interest	2,653.31	3,106.37	2,817.92	11,899.14
	Add: Unallocable Income	(41,462.37)	2,585.11	1,150.67	8,160.37
	Profit Before Tax	(90.03)	643.14	283.67	1,343.53
		(41,552.40)	3,228.25	1,434.34	9,503.90
3	Segment Assets				
	[a] Textiles	149,689.93	174,986.52	150,830.36	174,986.52
	[b] Garment	23,348.67	24,263.91	36,124.97	24,263.91
	[c] Other unallocable	0.25	0.25	0.25	0.25
	Total	173,038.85	199,250.68	186,955.58	199,250.68
4	Segment Liabilities				
	[a] Textiles	142,700.80	155,433.13	149,526.24	155,433.13
	[b] Garment	16,636.57	26,984.33	26,235.70	26,984.33
	[c] Other unallocable	13,701.48	16,833.22	11,193.64	16,833.22
	Total	173,038.85	199,250.68	186,955.58	199,250.68



Note:

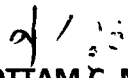
1. The Corporate Insolvency Resolution Process has been initiated in respect of the Company under the provisions of the Insolvency And Bankruptcy Code, 2016 (IBC) by the Hon'ble National Company Law Tribunal and thereby pursuant to Section 17 of the IBC, the powers of the Board of Directors stand suspended, and such powers vest with the Interim Resolution Professional ("the IRP") appointed for the Company. The results were prepared by the management and the same has been taken on record by the Interim Resolution Professional.
2. The Statutory Auditors have carried out a Limited Review of the results for the quarter ended 30th June, 2016.
3. The cost of material consumed and change in inventories includes a write off of Rs. 36375.79 lacs on account of old nonmoving /slow moving stock obsolescence which has been part of the closing stock for FY 2015 & FY 2016. Since the said stock has been liquidated in subsequent quarters at a value which is significantly lower than the book value, there are reasons to believe that the valuation as reflected in FY 2015 & FY 2016 could have been presented at cost instead of Market Realisable Value. In view of the above, the Board of Directors find it prudent to refer the matter to the National Company Law Tribunal (NCLT) and seek revision of Financial Statements for FY 2015 & FY 2016 under Section 131 "Voluntary revision of financial statements or Board's Report" of Companies Act, 2013. The above results including those of FY 2015 and FY 2016 may undergo change consequent to the order passed by National Company Law Tribunal (NCLT) pursuant to our application.
4. The Company has adopted Indian Accounting Standard (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules thereunder, effective 1st April 2016 (transition date being 1st April, 2015). The results for the quarter ended 30th June, 2015, restated as per Ind AS.
5. Reconciliation between financial results as previously reported and as restated under Ind AS for the quarter ended June 30, 2015 are as under:

Particulars	For the Quarter ended 30 th June, 2015
Net Profit /Other Equity as per Previous Indian GAAP	870.89
Ind AS impact of effective Cost of Borrowing	(41.64)
Ind AS impact of Unwinding of discount on security deposit	37.47
Ind AS impact of Amortisation of Prepaid Rent	(32.87)
Foreign Exchange Fluctuation Impact	134.00
Deferred Tax	(14.34)
Other Comprehensive Income (Net of income tax)	-
Total	82.62
Net Profit before OCI /Other Equity as per Ind-AS	953.51



6. Previous period figures have been regrouped/ rearranged, wherever necessary.

For MANDHANA INDUSTRIES LIMITED


PURUSHOTTAM C. MANDHANA
(Authorised Signatory)



Date : 13th November, 2017

Place : Mumbai



K P N D & CO.,

(Chartered Accountants)

Review Report to
Interim Resolution Professional
Mandhana Industries Limited
205/214, Peninsula Centre,
Dr. S. S. Rao Road, Parel,
Mumbai – 400 012

Dear Sir/ Madam,

We have reviewed the accompanying statement of unaudited financial results of **MANDHANA INDUSTRIES LIMITED (the Company)**, for the quarter ended **30th September, 2016** (the statement), being submitted by the company pursuant to the requirements of Regulations 33 of the SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015. As the Corporate Insolvency Resolution Process has been initiated in respect of the Company under the provisions of the Insolvency And Bankruptcy Code, 2016 (IBC) by the Hon'ble National Company Law Tribunal, as per Section 17 of the IBC, the powers of the Board of Directors stand suspended, and such powers vest with the Interim Resolution Professional ("the IRP") appointed for the Company. This statement is the responsibility of the Company's Management and the IRP. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, engagements to Review Financial Statements 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

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 the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular dated 5th July, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Attention is invited to the following:

Note No. 4 regarding an application to NCLT under section 131 of Companies Act 2013.

Our Report is not qualified in respect of the above matters.

For KPND & Co.

CHARTERED ACCOUNTANTS

Dhamecha
NILESH J. DHAMECHA

Partner

Membership No: 143172

FRN : 133861W

Date : 13th November, 2017

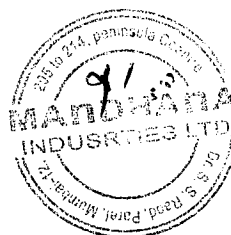
Place : Mumbai





STATEMENT OF PROFIT & LOSS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2016

Sr. No.	Particulars	For the Quarter ended			For the Half Year ended		For the Year ended
		UnAudited 30.09.2016	UnAudited 30.06.2016	UnAudited 30.09.2015	UnAudited 30.09.2016	UnAudited 30.09.2015	Audited 31.03.2016
I	PART I						
II	Revenue from Operations						
III	Other Income	13,538.30	15,816.73	45,450.07	29,355.02	76,448.19	164,660.61
	Total Revenue (I+II)	249.17	(90.03)	241.61	159.14	525.28	1,343.53
IV	Total Revenue (I+II)	13,787.47	15,726.70	45,691.68	29,514.17	76,973.47	166,004.14
	Expenses :						
	(a) Cost of materials consumed	7,148.33	20,522.36	14,293.73	27,670.69	28,102.01	72,846.89
	(b) Purchase of Stock in Trade	5,595.62	10,954.27	10,872.76	16,549.89	15,045.21	35,712.60
	(c) Changes in inventories of Finished Goods, Work in Progress and Stock-in-Trade	9,794.47	14,814.37	5,464.69	24,608.84	6,865.23	808.15
	(d) Employee Benefit expense	2,236.11	2,709.04	2,332.00	4,945.15	4,567.59	10,238.53
	(e) Manufacturing Cost	2,766.63	3,532.66	3,982.31	6,299.29	7,393.62	16,047.28
	(f) Finance Costs	3,437.60	2,653.31	2,934.15	6,090.91	5,752.07	11,899.14
	(g) Depreciation and amortisation expenses	1,026.62	1,017.36	1,016.67	2,043.98	2,009.26	4,013.60
	(h) Impairment of Property, Plant and Equipment	-	-	-	-	-	-
	(i) Other expenses	1,181.12	1,075.73	1,210.32	2,256.85	2,219.08	4,934.05
	Total Expenses	33,186.50	57,279.10	42,106.63	90,465.60	71,954.07	156,500.24
V	Profit (+) / Loss (-) before exceptional and extraordinary item and tax (III-IV)	(19,399.03)	(41,552.40)	3,585.05	(60,951.43)	5,019.40	9,503.90
VI	Exceptional items	-	-	-	-	-	-
VII	Profit (+) / Loss (-) before extraordinary item and tax (III-IV)	(19,399.03)	(41,552.40)	3,585.05	(60,951.43)	5,019.40	9,503.90
VIII	Extraordinary items	-	-	-	-	-	-
IX	Profit Before Tax (VII-VIII)	(19,399.03)	(41,552.40)	3,585.05	(60,951.43)	5,019.40	9,503.90
X	Tax Expenses - Current Tax	-	-	-	-	-	-
	- Deferred Tax (Assets)/Liability	(6.88)	(199.71)	(51.04)	(206.58)	(75.45)	182.12
XI	Profit/(Loss) for the period from continuing operations (IX-X)	(19,392.15)	(41,352.69)	2,534.67	(60,744.85)	3,488.18	6,103.50
XII	Income Tax paid of Earlier Year	-	-	69.07	-	69.07	69.07
XIII	Net Profit (+)/Loss (-) (XI-XII)	(19,392.15)	(41,352.69)	2,465.60	(60,744.85)	3,419.11	6,034.43
XIV	Other Comprehensive Income	-	-	-	-	-	-
XV	Total Comprehensive Income for the period (XIII+XIV)	(19,392.15)	(41,352.69)	2,465.60	(60,744.85)	3,419.11	55.97
XVI	Profit/(Loss) for the period from discontinuing operations	-	-	-	-	-	-
XVII	Tax Expenses of discontinuing operations	-	-	-	-	-	-
XVIII	Profit/(Loss) from discontinuing Operations (after Tax) (XVI-XVII)	-	-	-	-	-	-
XIX	Profit/(Loss) for the period (XV+XVIII)	(19,392.15)	(41,352.69)	2,465.60	(60,744.85)	3,419.11	6,090.40
XX	Paid up equity share capital (Face value of Re. 10/- each)	3,312.39	3,312.39	3,312.39	3,312.39	3,312.39	3,312.39
XXI	Reserves (excluding revaluation reserves & DRR)	(3,811.50)	15,580.66	54,634.42	(3,811.50)	54,634.42	56,933.35
XXII	Revaluation Reserve	15,803.42	15,803.42	15,803.42	15,803.42	15,803.42	15,803.42
XXIII	Debt Redemption Reserve (DRR)	1,425.00	1,425.00	1,850.00	1,425.00	1,850.00	1,425.00
XXIV	Earning Per Share of Rs. 10/- each: Basis & Diluted (Rs.)	(58.54)	(124.84)	7.44	(183.39)	10.32	18.39
XXV	Debt Equity Ratio	1.89	0.90	0.46	1.89	0.46	0.44
XXVI	Debt Service Coverage Ratio(DSCR)	(2.64)	(2.61)	1.14	(3.33)	0.95	0.94
XXVII	Interest Service Coverage Ratio (ISCR)	(4.64)	(14.66)	2.22	(9.01)	1.87	1.80
	Notes						
	Formula For Computation of Ratios:						
	Debt Equity Ratio :- Long Term loan / Networth						
	Debt Service Coverage Ratio(DSCR) :- Earning before Interest and Tax /(Interest + principal Repayment)						
	Interest Service Coverage Ratio (ISCR) :- Earning before Interest and Tax / Interest Expenses						





MANDHANA INDUSTRIES LIMITED

SEGMENT-WISE REVENUE, RESULTS, SEGMENT ASSETS AND SEGMENT LIABILITIES

(Rs. in Lacs)

Sr No.	Particulars	For the Quarter Ended			For the Half Year Ended		For the Year ended
		UnAudited	UnAudited	UnAudited	UnAudited	UnAudited	Audited
		30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015	31.03.2016
1	Segment Revenue						
	[a] Textiles	9,299.61	10,095.47	40,850.53	19,395.08	67,551.62	143,740.96
	[b] Garment	4,238.69	5,721.26	4,599.53	9,959.95	8,896.57	20,919.65
	Total	13,538.30	15,816.73	45,450.06	29,355.03	76,448.18	164,660.61
	Less: Inter-segment Revenue	-	-	-	-	-	-
	Total Revenue	13,538.30	15,816.73	45,450.06	29,355.03	76,448.18	164,660.61
2	Segment Profit / (Loss) Before Tax & Interest						
	[a] Textiles	(12,871.93)	(38,694.14)	4,835.01	(51,566.07)	7,770.84	15,953.08
	[b] Garment	(3,338.66)	(114.92)	1,442.57	(3,453.58)	2,475.33	4,106.43
	Total	(16,210.59)	(38,809.06)	6,277.58	(55,019.65)	10,246.17	20,059.51
	Less: Interest	3,437.60	2,653.31	2,934.15	6,090.92	5,752.07	11,899.14
		(19,648.19)	(41,462.37)	3,343.43	(61,110.57)	4,494.10	8,160.36
	Add: Unallocable Income	249.17	(90.03)	241.61	159.14	525.28	1,343.53
	Profit Before Tax	(19,399.02)	(41,552.40)	3,585.05	(60,951.43)	5,019.39	9,503.90
3	Segment Assets						
	[a] Textiles	129,199.39	149,689.93	161,332.44	129,199.39	161,332.44	174,986.52
	[b] Garment	19,859.01	23,348.67	31,793.98	19,859.01	31,793.98	24,263.91
	[c] Other unallocable	0.25	0.25	0.25	0.25	0.25	0.25
	Total	149,058.65	173,038.85	193,126.67	149,058.65	193,126.67	199,250.68
4	Segment Liabilities						
	[a] Textiles	126,365.72	142,700.80	157,717.95	126,365.72	157,717.95	155,433.13
	[b] Garment	9,003.02	16,636.57	23,281.59	9,003.02	23,281.59	26,984.33
	[c] Other unallocable	13,689.91	13,701.48	12,127.13	13,689.91	12,127.13	16,833.22
	Total	149,058.65	173,038.85	193,126.67	149,058.65	193,126.67	199,250.68





MANDHANA

MANDHANA INDUSTRIES LIMITED

STATEMENT OF ASSETS & LIABILITIES AS ON 30TH SEPTEMBER,2016

Particulars	AS AT 30.09.2016
ASSETS	
Non-Current Assets	
(a) Property, Plant and Equipment	66,650.13
(b) Intangible assets	-
(c) Financial assets	
(i) Other Financial Assets	2,123.07
(b) Other non-current assets	1,023.00
Sub-Total - Non-Current Assets	69,796.20
Current Assets	
(a) Inventories	21,774.23
(b) Financial Assets	
(i) Trade Receivables	41,883.38
(ii) Cash and cash equivalents	659.18
(iii) Current Investments	0.25
(iv) Short Term Loans and Advances	11,698.31
(c) Other Current Assets	3,247.10
Sub-Total - Current Assets	79,262.45
TOTAL ASSETS	149,058.65
EQUITIES AND LIABILITIES	
Equity	
(a) Equity Share Capital	3,312.39
(b) Other Equity	13,416.92
Sub-Total-Equity	16,729.31
Non-Current Liabilities	
(a) Financial liabilities	
(i) Long term Borrowings	17,764.80
(i) Other Financial Liabilities	37.92
(b) Long term Provisions	48.67
(c) Deferred Tax Liabilities (Net)	8,249.15
Sub-Total-Non-Current Liabilities	26,100.54
Current Liabilities	
(a) Financial liabilities	
(i) Short term Borrowings	74,954.53
(ii) Trade Payables	9,078.36
(iii) Other Current Financial Liabilities	15,367.85
(b) Other Current Liabilities	1,452.79
© Short Term Provisions	5,375.27
Sub-Total-Current Liabilities	106,228.80
TOTAL EQUITY AND LIABILITIES	149,058.65



Note:

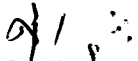
1. The Corporate Insolvency Resolution Process has been initiated in respect of the Company under the provisions of the Insolvency And Bankruptcy Code, 2016 (IBC) by the Hon'ble National Company Law Tribunal and thereby pursuant to Section 17 of the IBC, the powers of the Board of Directors stand suspended, and such powers vest with the Interim Resolution Professional ("the IRP") appointed for the Company. The results were prepared by the management and the same has been taken on record by the Interim Resolution Professional.
2. The Statutory Auditors have carried out a Limited Review of the results for the quarter ended 30th September, 2016.
3. The cost of Material Consumed and change in inventories in the current quarter includes loss of Rs.14200.83 lacs on account of old nonmoving /slow moving stock obsolescence.
4. The cost of material consumed and change in inventories in the quarter ended 30th June, 2016 includes a write off of Rs. 36375.79 lacs on account of old nonmoving /slow moving stock obsolescence which has been part of the closing stock for FY 2015 & FY 2016. Since the said stock has been liquidated in current/subsequent quarter at a value which is significantly lower than the book value, there are reasons to believe that the valuation as reflected in FY 2015 & FY 2016 could have been presented at cost instead of Market Realisable Value. In view of the above, the Board of Directors find it prudent to refer the matter to the National Company Law Tribunal (NCLT) and seek revision of Financial Statements for FY 2015 & FY 2016 under Section 131 "Voluntary revision of financial statements or Board's Report" of Companies Act, 2013. The above results including those of FY 2015 and FY 2016 may undergo change consequent to the order passed by National Company Law Tribunal (NCLT) pursuant to our application.
5. The Company has adopted Indian Accounting Standard (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules thereunder, effective 1st April, 2016 (transition date being 1st April, 2015). The results for the quarter and Half Year ended 30th September, 2015, restated as per Ind AS.
6. Reconciliation between financial results as previously reported and as restated under Ind AS for the quarter and the half year ended September 30, 2015 are as under:

Particulars	<i>For the Quarter ended 30th September, 2015</i>	<i>For the Half Year ended 30th September, 2015</i>
Net Profit /Other Equity as per Previous Indian GAAP	2451.18	3322.07
Ind AS impact of effective Cost of Borrowing	(40.73)	(82.37)
Ind AS impact of Unwinding of discount on security deposit	38.65	76.12
Ind AS impact of Amortisation of Prepaid Rent	(33.23)	(66.10)
Foreign Exchange Fluctuation Impact	25.98	159.98
Deferred Tax	23.75	9.41
Other Comprehensive Income (Net of income tax)	-	-
Total	14.42	97.04
Net Profit before OCI /Other Equity as per Ind-AS	2465.60	3419.11



6. Previous period figures have been regrouped/ rearranged, wherever necessary.

For MANDHANA INDUSTRIES LIMITED


PURUSHOTTAM C. MANDHANA
(Authorised Signatory)

Date : 13th November, 2017

Place : Mumbai





K P N D & CO.,

(Chartered Accountants)

Review Report to
Interim Resolution Professional
Mandhana Industries Limited
205/214, Peninsula Centre,
Dr. S. S. Rao Road, Parel,
Mumbai – 400 012

Dear Sir/ Madam,

We have reviewed the accompanying statement of unaudited financial results of **MANDHANA INDUSTRIES LIMITED (the Company)**, for the quarter ended **31st December, 2016** (the statement), being submitted by the company pursuant to the requirements of Regulations 33 of the SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015. As the Corporate Insolvency Resolution Process has been initiated in respect of the Company under the provisions of the Insolvency And Bankruptcy Code, 2016 (IBC) by the Hon'ble National Company Law Tribunal, as per Section 17 of the IBC, the powers of the Board of Directors stand suspended, and such powers vest with the Interim Resolution Professional ("the IRP") appointed for the Company. This statement is the responsibility of the Company's Management and the IRP. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, engagements to Review Financial Statements 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

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 the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular dated 5th July, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Attention is invited to the following:

Note No. 3. regarding an application to NCLT under section 131 of Companies Act 2013

Our Report is not qualified in respect of the above matters.

For KPND & Co.

CHARTERED ACCOUNTANTS

Dhamecha
NILESH J. DHAMECHA

Partner

Membership No: 143172

FRN : 133861W

Date : 13th November, 2017

Place : Mumbai





MANDHANA INDUSTRIES LIMITED

STATEMENT OF PROFIT & LOSS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2016

Sr. No.	Particulars	For the Quarter ended			For the Nine Months ended		For the Year ended
		UnAudited	UnAudited	UnAudited	UnAudited	UnAudited	Audited
		31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015	31.03.2016
	PART I						
I	Revenue from Operations						
II	Other Income	11,092.13	13,538.29	40,985.03	40,447.16	117,433.22	164,660.61
III	Total Revenue (I+II)	11,092.13	13,538.29	40,985.03	40,447.16	117,433.22	164,660.61
IV	Expenses :						
	(a) Cost of materials consumed	1,703.47	7,148.32	13,512.60	29,374.15	41,978.51	72,846.89
	(b) Purchase of Stock in Trade	-	5,595.63	9,103.15	16,549.90	24,148.37	35,712.60
	(c) Changes in inventories of Finished Goods, Work in Progress and Stock-in-Trade	5,054.83	9,794.47	4,588.41	29,663.67	11,453.63	808.15
	(d) Employee Benefit expense-	1,984.06	2,236.11	2,770.47	6,929.21	7,350.79	10,238.53
	(e) Manufacturing Cost	2,759.91	2,766.63	4,217.72	9,059.20	11,673.95	16,047.28
	(f) Finance Costs	3,256.76	3,437.60	3,040.70	9,347.67	8,792.77	11,899.14
	(g) Depreciation and amortisation expenses	1,025.96	1,026.62	1,016.65	3,069.94	3,025.91	4,013.60
	(h) Impairment of Property, Plant and Equipment	-	-	-	-	-	-
	(i) Other expenses	874.75	1,181.12	1,210.12	3,131.60	3,434.03	4,934.05
	Total Expenses	16,659.74	33,186.50	39,459.82	107,125.34	111,857.96	156,500.24
	Profit (+) / Loss (-) before exceptional and extraordinary item and tax (III-IV)	(5,415.75)	(19,399.03)	1,700.33	(66,367.18)	6,275.65	9,503.90
V	Exceptional items	-	-	-	-	-	-
VII	Profit (+) / Loss (-) before extraordinary item and tax (III-IV)	(5,415.75)	(19,399.03)	1,700.33	(66,367.18)	6,275.65	9,503.90
VIII	Extraordinary items	-	-	-	-	-	-
IX	Profit Before Tax (VII-VIII)	(5,415.75)	(19,399.03)	1,700.33	(66,367.18)	6,275.65	9,503.90
X	Tax Expenses - Current Tax	-	-	-	-	-	-
	- Deferred Tax (Assets)/Liability	(85.82)	(6.87)	582.89	(292.40)	2,189.56	3,218.28
XI	Profit/(Loss) for the period from continuing operations (IX-X)	(5,329.93)	(19,392.16)	1,121.50	(66,074.78)	4,165.61	6,103.50
XII	Income Tax paid of Earlier Year	-	-	-	-	69.07	69.07
XIII	Net Profit (+)/Loss (-) (XI-XII)	(5,329.93)	(19,392.16)	1,121.50	(66,074.78)	4,096.54	6,034.43
XIV	Other Comprehensive Income	-	-	-	-	-	-
XV	Total Comprehensive Income for the period (XIII+XIV)	(5,329.93)	(19,392.16)	1,121.50	(66,074.78)	4,096.54	55.97
XVI	Profit/(Loss) for the period from discontinuing operations	-	-	-	-	-	-
XVII	Tax Expenses of discontinuing operations	-	-	-	-	-	-
XVIII	Profit/(Loss) from discontinuing Operations (after Tax) (XVI-XVII)	-	-	-	-	-	-
XIX	Profit/(Loss) for the period (XV+XVIII)	(5,329.93)	(19,392.16)	1,121.50	(66,074.78)	4,096.54	6,090.40
XX	Paid up equity share capital (Face value of Re. 10/- each)	3,312.39	3,312.39	3,312.39	3,312.39	3,312.39	3,312.39
XXI	Reserves (excluding revaluation reserves & DRR)	(9,141.45)	(3,811.50)	54,394.42	(9,141.45)	54,394.42	56,933.35
XXII	Revaluation Reserve	15,803.42	15,803.42	15,803.42	15,803.42	15,803.42	15,803.42
XXIII	Debenture Redemption Reserve (DRR)	1,425.00	1,425.00	1,850.00	1,425.00	1,850.00	1,425.00
XXIV	Earning Per Share of Rs. 10/- each: Basis & Diluted (Rs.)	(16.09)	(58.54)	3.39	(199.48)	12.37	18.39
XXV	Debt Equity Ratio	2.85	1.89	0.44	2.77	0.43	0.44
XXVI	Debt Service Coverage Ratio(DSCR)	(0.30)	(2.64)	0.82	(3.38)	0.88	0.94
XXVII	Interest Service Coverage Ratio (ISCR)	(0.66)	(4.64)	1.56	(6.10)	1.71	1.80
	Notes						
	Formula For Computation of Ratios:						
	Debt Equity Ratio :- Long Term loan / Networth						
	Debt Service Coverage Ratio(DSCR) :- Earning before Interest and Tax /(Interest + principal Repayment)						
	Interest Service Coverage Ratio (ISCR) :- Earning before Interest and Tax / Interest Expenses						





MANDHANA

MANDHANA INDUSTRIES LIMITED

SEGMENT-WISE REVENUE, RESULTS, SEGMENT ASSETS AND SEGMENT LIABILITIES

Sr No.	Particulars	(Rs. in Lacs)					
		For the Quarter Ended			For the Nine Months ended		For the Year ended
		UnAudited 31.12.2016	UnAudited 30.09.2016	UnAudited 31.12.2015	UnAudited 31.12.2016	UnAudited 31.12.2015	Audited 31.03.2016
1	Segment Revenue						
	[a] Textiles	8,182.56	9,299.61	35,988.69	27,577.64	103,510.31	143,740.96
	[b] Garment	2,909.57	4,238.70	4,996.34	12,869.52	13,922.91	20,919.65
	Total	11,092.12	13,538.30	40,985.03	40,447.16	117,433.22	164,660.61
	Less: Inter-segment Revenue	-	-	-	-	-	-
	Total Revenue	11,092.12	13,538.30	40,985.03	40,447.16	117,433.22	164,660.61
2	Segment Profit / (Loss) Before Tax & Interest						
	[a] Textiles	(2,410.33)	(12,871.94)	3,737.62	(53,976.40)	11,508.50	15,953.08
	[b] Garment	99.48	(3,338.67)	828.30	(3,354.11)	2,859.53	4,106.43
	Total	(2,310.85)	(16,210.60)	4,565.92	(57,330.51)	14,368.03	20,059.51
	Less: Interest	3,256.76	3,437.60	3,040.71	9,347.67	8,792.77	11,899.14
	Add: Unallocable Income	(5,567.61)	(19,648.20)	1,525.21	(66,678.18)	5,575.26	8,160.37
	Profit Before Tax	151.86	249.17	175.11	311.00	700.39	1,343.53
		(5,415.75)	(19,399.03)	1,700.32	(66,367.18)	6,275.65	9,503.90
3	Segment Assets						
	[a] Textiles	125,606.41	129,199.39	168,891.45	125,606.41	168,891.45	174,986.52
	[b] Garment	17,864.50	19,859.01	26,060.94	17,864.50	26,060.94	24,263.91
	[c] Other unallocable	0.25	0.25	0.25	0.25	0.25	0.25
		143,471.16	149,058.65	194,952.64	143,471.16	194,952.64	199,250.68
4	Segment Liabilities						
	[a] Textiles	119,512.56	126,365.72	163,928.99	119,512.56	163,928.99	155,433.13
	[b] Garment	10,268.62	9,003.02	18,335.41	10,268.62	18,335.41	26,984.33
	[c] Other unallocable	13,689.98	13,689.91	12,688.24	13,689.98	12,688.24	16,833.22
		143,471.16	149,058.65	194,952.64	143,471.16	194,952.64	199,250.68



Note:

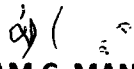
1. The Corporate Insolvency Resolution Process has been initiated in respect of the Company under the provisions of the Insolvency And Bankruptcy Code, 2016 (IBC) by the Hon'ble National Company Law Tribunal and thereby pursuant to Section 17 of the IBC, the powers of the Board of Directors stand suspended, and such powers vest with the Interim Resolution Professional ("the IRP") appointed for the Company. The results were prepared by the management and the same has been taken on record by the Interim Resolution Professional.
2. The Statutory Auditors have carried out a Limited Review of the results for the quarter ended 31st December, 2016.
3. The cost of material consumed and change in inventories in the quarter ended 30th June, 2016 includes a write off of Rs. 36375.79 lacs on account of old nonmoving /slow moving stock obsolescence which has been part of the closing stock for FY 2015 & FY 2016. Since the said stock has been liquidated in current/previous quarter at a value which is significantly lower than the book value, there are reasons to believe that the valuation as reflected in FY 2015 & FY 2016 could have been presented at cost instead of Market Realisable Value. In view of the above, the Board of Directors find it prudent to refer the matter to the National Company Law Tribunal (NCLT) and seek revision of Financial Statements for FY 2015 & FY 2016 under Section 131 "Voluntary revision of financial statements or Board's Report" of Companies Act, 2013. The above results including those of FY 2015 and FY 2016 may undergo change consequent to the order passed by National Company Law Tribunal (NCLT) pursuant to our application.
4. The Company has adopted Indian Accounting Standard (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules thereunder, effective 1st April 2016 (transition date being 1st April, 2015). The results for the quarter and nine months ended 31st December, 2015, restated as per Ind AS.
5. Reconciliation between financial results as previously reported and as restated under Ind AS for the quarter and nine months ended December 30, 2015 are as under:

Particulars	For the Quarter ended 31 st December,2015	For the Nine Months ended 31 st December,2015
Net Profit /Other Equity as per Previous Indian GAAP	1241.54	4119.50
Ind AS impact of effective Cost of Borrowing	(43.74)	(126.11)
Ind AS impact of Unwinding of discount on security deposit	39.44	115.56
Ind AS impact of Amortisation of Prepaid Rent	(33.24)	(99.34)
Foreign Exchange Fluctuation Impact	(64.49)	95.49
Deferred Tax	(18.01)	(8.64)
Other Comprehensive Income (Net of income tax)	-	-
Total	(120.04)	(23.04)
Net Profit before OCI /Other Equity as per Ind-AS	1121.50	4096.54



7. Previous period figures have been regrouped/ rearranged, wherever necessary.

For MANDHANA INDUSTRIES LIMITED


PURUSHOTTAM C. MANDHANA
(Authorised Signatory)

Date : 13th November, 2017

Place : Mumbai

