



**E·LAND
APPAREL**

Date: 08th December, 2017

**The General Manager,
Department of Corporate Services
BSE Limited,
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
Symbol: ELAND**

Dear Sir/Madam,

Sub: Outcome of Board Meeting held on Friday 08th December, 2017

This is to inform you that the Board of Directors at its meeting held on Friday, 08th December, 2017 has

1. Considered and adopted the Unaudited Financial Results for the quarter and half years (Six Months) ended 30th September, 2017 along with the Limited Review Report pursuant to Regulation 33 of the of SEBI (LODR) Regulations, 2015.

Copy of the said Un-audited Financial Results is attached herewith.

This is for your information and records.

Thanking you,

Thanking you,

For E-Land Apparel Limited


Sunita Kanungo

Company Secretary

MEM No: A16678



Encl: A/a

E-Land Apparel Limited

(Formerly Known as "Mudra Lifestyle Limited")

Reg Off :- Office No. 404, 4th Floor, Western Edge-1, Western Express Highway, Magathane, Borivali (East), Mumbai - 400066.
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INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

**TO THE BOARD OF DIRECTORS OF
E-LAND APPAREL LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **E-LAND APPAREL LIMITED** ("the Company"), for the quarter and six months ended September 30, 2017 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

As stated in Note 1 of the Statement, we have not performed a review of the figures relating to the corresponding quarter and six months ended September 30, 2016 including the reconciliation of net loss for the quarter and six months ended September 30, 2016 between the previous GAAP and the Indian Accounting Standards ("Ind AS").

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

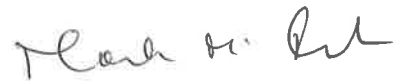


Deloitte Haskins & Sells LLP

4. We draw attention to Note 4 of the Statement. As stated therein, the Company has incurred losses of Rs. 2,355.62 lakhs for the six months period ended September 30, 2017 and the accumulated losses as on that date, have completely eroded the net-worth of the Company. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern and, therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business. However, the Statement has been prepared on a going concern basis considering the confirmation of the Holding Company to provide financial support to the Company and the management's future operational plans and cash flows to discharge its liabilities in the normal course of business as described in the said Note. The ability of the Company to continue as a going concern is dependent on the successful outcome of the mitigation plans.

Our report is not modified in respect of this matter.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Monisha Parikh
Partner
(Membership No. 47840)

BENGALURU, December 8, 2017

(₹ In lakhs)

Statement of Unaudited Financial Results for the quarter and six months ended September 30, 2017						
Sl No.	Particulars	Quarter ended			Six months ended	
		30-Sep-17	30-Jun-17	30-Sep-16	30-Sep-17	30-Sep-16
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1	Revenue from operations	5,561.05	4,621.20	6,339.31	10,182.25	10,975.25
2	Other income	65.79	30.73	42.38	96.52	71.37
3	Total Income (1 + 2)	5,626.84	4,651.93	6,381.69	10,278.77	11,046.62
4	Expenses					
	(a) Cost of raw material and components consumed	2,817.04	2,991.94	3,226.23	5,808.98	6,191.79
	(b) Changes in inventories of finished goods and work-in-progress	791.74	(177.02)	800.53	614.72	390.94
	(c) Excise duty	-	21.04	110.95	21.04	177.94
	(d) Employee benefits expense	1,546.26	1,561.38	1,583.80	3,107.64	3,309.51
	(e) Depreciation and amortisation expense	54.30	54.19	67.64	108.49	133.57
	(f) Finance costs	576.74	715.10	1,342.84	1,291.84	1,720.16
	(g) Other expenses	882.98	798.70	935.38	1,681.68	1,886.87
	Total expenses	6,669.06	5,965.33	8,067.37	12,634.39	13,810.78
5	Profit before tax (3 - 4)	(1,042.22)	(1,313.40)	(1,685.68)	(2,355.62)	(2,764.16)
6	Tax expense	-	-	-	-	-
	(1) Current tax	-	-	-	-	-
	(2) Deferred tax	-	-	-	-	-
7	Profit for the period (5 - 6)	(1,042.22)	(1,313.40)	(1,685.68)	(2,355.62)	(2,764.16)
8	Other comprehensive Income	-	-	-	-	-
9	Total Comprehensive Income for the period (7 + 8)	(1,042.22)	(1,313.40)	(1,685.68)	(2,355.62)	(2,764.16)
10	Paid-up equity share capital (Face Value ₹ 10/-)	4,799.05	4,799.05	4,799.05	4,799.05	4,799.05
11	Earnings per equity share (of ₹ 10/- each) :					
	Basic and Diluted	(2.17)	(2.74)	(3.50)	(4.91)	(5.76)
	See accompanying notes to the financial results					

Notes:

- These financial results have been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and in terms of the Listing Regulations, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. The Company has opted to avail the relaxation provided by the Securities and Exchange Board of India ('SEBI') in respect of disclosure requirements of financial results for the previous year ended March 31, 2017 and the balance sheet as on that date. The results for the quarter and six months ended September 30, 2016 have been recasted to be Ind AS compliant and have not been subjected to limited review. The Company has exercised necessary due diligence to ensure that the financial results provide a true and fair view.
- Reconciliation between financial results as previously reported (referred to as previous GAAP) and Ind AS, for the quarter and six ended September 30, 2016 is as under:

Particulars	(₹ in lakhs)	
	For the three months ended September 30, 2016	For the six months ended September 30, 2016
Net Loss as per Previous GAAP	(425.54)	(1,212.88)
Notional Interest on interest free borrowings (net of deemed guarantee commission income)	(1,242.12)	(1,520.30)
Notional guarantee commission expense	(13.75)	(27.50)
Fair valuation of lease deposits	(0.48)	(0.96)
Loss on account of fair valuation of Investments	(3.79)	(2.52)
Net Loss as per Ind AS	(1,685.68)	(2,764.16)
Other Comprehensive Income		
Items that will not be reclassified to profit and loss	-	-
Items that will be reclassified to profit and loss	-	-
Total Comprehensive Income	-	-



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3 The unaudited balance sheet as at September 30, 2017 is as below:

		(Rs. In Lakhs)
Particulars	As at 30-Sep-17 (Unaudited)	
ASSETS		
(1) Non-current assets		
(a) Property, Plant & Equipment	4,396.81	
(b) Other Intangible assets	68.31	
(c) Financial Assets		
(i) Investments	1.00	
(ii) Other financial assets	338.87	
(d) Deferred tax assets (net)	-	
(e) Other non-current assets	245.62	
Sub-total - Non-current assets	5,050.61	
(2) Current assets		
(a) Inventories	2,018.83	
(b) Financial assets		
(i) Investments	30.20	
(ii) Trade receivables	2,983.67	
(iii) Cash and cash equivalents	1,371.43	
(iv) Other financial assets	328.97	
(c) Other current assets	825.09	
(d) Assets held-for-sale	1,269.39	
Sub-total - Current assets	8,827.57	
Total assets	13,878.18	
(1) Equity and liabilities		
Equity		
(a) Equity Share capital	4,799.05	
(b) Other equity	(17,944.01)	
Sub-total - Equity	(13,144.96)	
(2) Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	8,493.40	
(ii) Other financial liabilities	13.80	
(b) Provisions	253.00	
(c) Other non-current liabilities	9,823.55	
Sub-total - Non-Current liabilities	18,583.75	
(3) Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	2,942.25	
(ii) Trade payables	3,764.44	
(iii) Other financial liabilities	176.75	
(b) Provisions	280.11	
(c) Other current liabilities	1,275.84	
Sub-total - Current liabilities	8,439.39	
Total Equity and Liabilities	13,878.18	

- 4 The Company has incurred losses of Rs. 2,355.62 lakhs for the six months ended September, 30 2017 (six months ended September 30, 2016 - Rs.2,764.16 lakhs) and the accumulated losses exceed its paid up capital and other equity as on that date. The Management is currently implementing a plan to Increase turnover, improve profitability and financial position, sell certain non-core assets and has assessed that It will be able to meet the working capital requirements for the next 12 months based on its cash flow projections. The Holding company has also confirmed financial support to the Company to continue as a going concern. The Company is therefore being viewed as a going concern and the unaudited financial results have been prepared under the going concern assumption.
- 5 The Company had entered into lease cum sale agreement with Karnataka Industrial and Development Board (KIADB) in October 2008 for lease cum sale of an industrial land In Bengaluru. The extended time period to comply with the conditions of the agreement expired during the quarter ended June 30, 2017. The Company has made an application for extension of the time period to comply with the conditions. The carrying value of the land is Rs. 379.42 lakhs as at September 30, 2017 In the financial statements. Pending disposal of the Company's application for further extension of time, no adjustment has been made in the above financial results.



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6 The Company has only one reportable segment i.e. Garments.

7 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on December 8, 2017 and have been subjected to limited review by the Statutory Auditors.



For E-Land Apparel Limited

Jae Ho Song
Managing Director

Place : Mumbai
Date : December 8, 2017

