

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****August 18, 2017**

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: UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2017

Dear Sir / Madam,

In terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, please find enclosed herewith:

- Un-audited Financial Results for the Quarter ended June 30, 2017 as approved by the Board of Directors in their Meeting held on August 18, 2017;
- Limited Review Report on the Un-audited Financial Results for the Quarter ended June 30, 2017, issued by Walker Chandiok & Co. LLP, Statutory Auditors of the Company and taken on record by the Board.

You are requested to take the same on record and acknowledge the receipt.

Thanking You,

Yours faithfully,

For MONTE CARLO FASHIONS LIMITED
CO. SECRETARY & COMPLIANCE OFFICER

Encl: as above



Monte Carlo Fashions Limited
Statement of Unaudited financial results for the quarter ended 30 June 2017

(₹ in lakh)

Sr. Particulars No. (Refer notes below)	3 months ended 30 June 2017	Corresponding 3 months ended 30 June 2016
	Unaudited	Unaudited
1 Revenue from operations	6,649.07	7,571.43
2 Other income (refer note 6)	540.38	396.28
3 Total income (1+2)	7,189.45	7,967.71
4 Expenses		
(a) Cost of materials consumed	2,893.20	2,819.77
(b) Purchases of stock-in-trade	1,517.19	3,313.86
(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(2,548.24)	(3,961.38)
(d) Employee benefits expense	1,289.00	1,213.42
(e) Finance costs	171.03	342.69
(f) Excise duty	42.76	60.82
(g) Depreciation and amortization expense	517.83	594.45
(h) Advertisement expense	523.69	1,000.78
(i) Other expenses	2,087.65	2,138.74
Total expenses	6,494.11	7,523.15
5 Profit before exceptional items, corporate social responsibility expenditure and tax (3-4)	695.34	444.56
6 Exceptional items	-	-
7 Corporate social responsibility expenditure	8.18	-
8 Profit before tax (5-6-7)	687.16	444.56
9 Tax expense		
-Current tax	243.62	148.96
-Deferred tax credit	(77.78)	(28.46)
10 Profit for the period (8-9)	521.32	324.06
11 Other comprehensive income		
A (i) Items that will not be reclassified to profit or loss	(7.10)	(1.29)
(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-
B (i) Items that will be reclassified to profit or loss	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-
12 Total comprehensive income for the period (10+11)	514.22	322.77
13 Paid-up equity share capital (face value of ₹ 10 each)	2,173.21	2,173.21
14 Other equity excluding revaluation reserves as per balance sheet of previous accounting year	-	-
15 Earnings per share (of ₹ 10 each) (not annualised):		
(a) Basic	2.40	1.49
(b) Diluted	2.40	1.49

For identification only



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 18 August 2017.
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 thereunder 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 ended 30 June 2017 and have issued an unmodified review report. The report issued by the auditor's is available on the Company's website at www.montecarlocorporate.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. Reconciliation of net profit after tax as previously reported under Indian GAAP and IND AS for the quarter ended 30 June 2016 is given below. The Management has also provided a reconciliation of net profit after tax that would have been determined under the previously applicable Indian GAAP with net profit after tax under IND AS.

(₹ in lakh)

Particulars	Notes	Quarter ended 30 June 2017	Quarter ended 30 June 2016
Net profit as per previous Indian GAAP		851.52	204.33
Adjustments on account of:			
(i) Measurement of financial assets and liabilities at amortised cost	5 (a)	(0.01)	(0.69)
(ii) Reclassification of actuarial gain/(loss) arising in respect of defined benefit plan to "other comprehensive income"	5 (b)	7.10	1.29
(iii) Impact of reversal for deferred lease rent straight lining	5 (c)	-	10.00
(iv) Impact on restatement of prior period expenses	5 (d)	-	32.33
(v) Fair value measurement of investments through FVPL	6	214.24	94.48
(vi) Reversal of gain on investments, as per Indian GAAP	6	(610.21)	-
(vii) Gain on investments, as per IND AS	6	14.75	-
(viii) Deferred tax impact on above adjustments		44.00	(12.24)
(ix) Other adjustments		(0.07)	(5.44)
Profit for the period		521.32	324.06
Other comprehensive income		(7.10)	(1.29)
Net profit for the period under Ind AS		514.22	322.77

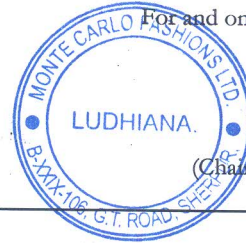
- (a) Under previous Indian GAAP, all financial assets and liabilities were carried at costs. Under Ind AS, certain financial assets and liabilities are initially recognised at fair value and subsequently measured at amortized cost.
- (b) Under previous Indian GAAP, actuarial gains and losses were recognized 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 recognized 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.

For Identification only



6. During the quarter ended 30 June 2017, the Company's investments in mutual funds were redeemed at ₹ 2,610.21 lakh (purchase price of ₹ 2,000 lakh), resulting gain being ₹ 610.21 lakh. As per Ind AS 109, Financials Instruments, these investments in mutual funds are to be classified through fair value 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. On account of adoption of Ind AS, gain on redemption of these investments for the quarter ended 30 June 2017 comes out to ₹ 14.75 lakh as against ₹ 610.21 lakh (gain on redemption of investments under Indian GAAP).

Place: Ludhiana
Date: 18 August 2017



For and on behalf of Board of Directors

Handwritten signature

Jawahar Lal Oswal
(Chairman and Managing Director)
(DIN : 00463866)

For identification only



Walker Chandiok & Co LLP

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Independent Auditor's Review Report on Quarterly Financial 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 30 June 2017, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to the fact that the figures for the corresponding quarter ended 30 June 2016, including the reconciliation of net profit under Ind AS of the corresponding quarter with net profit reported under previous GAAP and the reconciliation of net profit for the quarter ended 30 June 2017 if the results were presented under previous GAAP with net profit reported under Ind AS, as included in the Statement have been approved by the Board of Directors but have not been subject to limited review or audit. 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.

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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 Chandiook & Co LLP

For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

Lalit Kumar

per Lalit Kumar

Partner

Membership No. 095256



Place: Ludhiana

Date: 18 August 2017