



MCSML/SD/2014-15/
30th May, 2014

Bombay Stock Exchange Ltd.
Floor 25, P. J. Towers
Dalal Street
MUMBAI – 400 001

National Stock Exchange of India Ltd.
5th Floor, Exchange Plaza,
Plot No. C/1, G Block,
Bandra-Kurla Complex,
MUMBAI – 400 051

Sub: Audited Results for the Year ended on 31st March, 2014

Dear Sir,

In terms of Clause 41 of the Listing Agreement, please find enclosed statement of Annual Audited Financial Results of the Company for the Year ended on March 31st, 2014.

Kindly acknowledge the receipt.

Thanking You.

Yours faithfully,
For Malwa Cotton Spinning Mills Limited


Jangi Lal Oswal
(Chairman-cum-Managing Director)
Encl: as Above

CIN No. L17115PB1976PLC003702

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Works : Raikot Road, Barnala, Distt. SANGRUR (Pb.) Tel. : 01679-230262, 230907 Fax : 01679- 231962
Village Patlian, Tehsil Paonta Sahib, Distt. SIRMOUR (H.P.) Tel. : 01704-222255/222455 Fax : 01704-222990
Village Hariān, Kohara Machhiwara Road, Distt. LUDHIANA (Pb.) Tel. : 01628-252392,94,95 Fax : 250061

S.No.	Particulars	(Rs. Lacs)					S.No.	Particulars	(Rs. Lacs)				
		Quarter ended (Audited) 31.03.2014	Quarter ended (Unaudited) 31.12.2013	Quarter ended (Audited) 31.03.2013	Year ended (Audited) 31.03.2014	Year ended (Audited) 31.03.2013			Quarter ended (Audited) 31.03.2014	Quarter ended (Unaudited) 31.12.2013	Quarter ended (Audited) 31.03.2013	Year ended (Audited) 31.03.2014	Year ended (Audited) 31.03.2013
1	Income From Operations	4157	4287	9191	18838	31323	1	Segment Revenue					
a)	Net Sales/Income from Operations (Net of Excise Duty)							Yarn	3761	3778	9026	17824	30717
	Total Income from operations (Net)	4157	4287	9191	18838	31323		Thread	1959	1883	2356	7894	8779
2	Expenses							Total	5720	5661	11382	25718	39496
a)	Cost of Material Consumed	2404	2599	6977	11009	21845		Less: Inter Segment Revenue	1563	1374	2191	6880	8173
b)	Purchase of Stocks-in-Trade	(3)	37	560	201	586							
c)	Change in inventories of Finished Goods, work-in-progress and stock-in-trade	(49)	131	2919	481	9252							
d)	Employee Benefits Expenses	742	830	985	3382	4232							
e)	Depreciation and Amortisation Expense	82	83	96	331	387							
f)	Other Expenses	2265	1363	2250	8318	8093							
	Total Expenses (a to f)	5441	5043	13777	23722	44395		Net Sales/Income from Operation	4157	4287	9191	18838	31323
3	Profit/(Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	(1284)	(756)	(4586)	(4884)	(13072)	2	Segment Results					
4	Other Income	11	16	96	67	195		(Profit before Tax & Interest from each Segment)					
5	Profit/(Loss) from ordinary activities before Finance Costs and Exceptional Items (3+4)	(1273)	(740)	(4490)	(4817)	(12877)		Yarns	(499)	(590)	(4262)	(1873)	(11910)
6	Finance Costs	(49)	14	650	49	3295		Thread					
	Profit/(Loss) from ordinary activities after Finance Costs but before Exceptional Item (5-6)	(1224)	(754)	(5140)	(4866)	(16172)		Total	(498)	(590)	(4262)	(1873)	(11910)
9	Exceptional items: {Gain/(Loss)}	-	-	-	-	-		Less:					
10	Tax Expense	(1224)	(754)	(5140)	(4866)	(16172)		(i) Interest	(49)	14	650	49	3295
11	Net Profit/(Loss) from Ordinary Activities after Tax (9-10)	(1224)	(754)	(5140)	(4866)	(16172)		(ii) Other un-allocable expenditure (Net of un-allocable income)	775	150	228	2944	967
12	Extraordinary items (Net of Expense)	-	-	-	-	-		Total Profit/(Loss) Before Tax	(1224)	(754)	(5140)	(4866)	(16172)
13	Net Profit/(Loss) for the period (11-12)	(1224)	(754)	(5140)	(4866)	(16172)							
14	Paid-up equity share capital (Face value Rs. 10/- each)	790	790	790	790	790							
15	Reserve excluding Revaluation Reserves	-	-	-	(21885)	(17020)							
16 (i)	Earning per share (Not Annualised) - (Rs.)	-	-	-	-	-							
	Before Extraordinary item												
	- Basic	(16.38)	(10.44)	(65.91)	(65.16)	(208.18)							
	- Diluted	(10.70)	(4.38)	(23.45)	(42.59)	(65.12)							
16 (ii)	After Extraordinary item												
	- Basic	(16.38)	(10.44)	(65.91)	(65.16)	(208.18)							
	- Diluted	(10.70)	(4.38)	(23.45)	(42.59)	(65.12)							
	- Basic	(16.38)	(10.44)	(65.91)	(65.16)	(208.18)							
	- Diluted	(10.70)	(4.38)	(23.45)	(42.59)	(65.12)							
A	PARTICULARS OF SHAREHOLDING												
1	Public shareholding	3775413	3775413	3775413	3775413	3775413		Capital Employed					
	- Number of shares	47.76%	47.76%	47.76%	47.76%	47.76%		Yarns	9162	10526	13535	9162	13535
	- Percentage of shareholding							Thread	2764	2542	3345	2764	3345
2	Promoters and promoter group Shareholding							Total	11926	13168	16880	11926	16880
	a) Pledged/Encumbered												
	- Number of shares	3275415	3275415	3275415	3275415	3275415							
	- Percentage of shares(as a % of the total shareholding of promoter and promoter group)	79.32	79.32	79.32	79.32	79.32							
	- Percentage of share (as a % of the total share capital of the company)	41.43	41.43	41.43	41.43	41.43							
	b) Non-encumbered												
	- Number of Shares	**854200	**854200	**854200	**854200	**854200							
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	20.68	20.68	20.68	20.68	20.68							
	- Percentage of shares (as a % of the total share capital of the company)	10.81	10.81	10.81	10.81	10.81							
B	INVESTOR COMPLAINTS												
	Pending at the beginning of the quarter	Nil											
	Received during the quarter	Nil											
	Disposed of during the quarter	Nil											
	Remaining unresolved at the end of the quarter	Nil											

For Malwa Cotton Spinning Mills Limited

Chairman cum-Managing Director

MALWA COTTON SPINNING MILLS LIMITED
Regd Office : Industrial Area 'A', Ludhiana - 141003

AUDITED STATEMENT OF ASSETS AND LIABILITIES		(Rs Lacs)	
Particulars	As at 31.03.2014 (Audited)	As at 31.03.2013 (Audited)	
A. EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	3515	3515	
(b) Reserve and Surplus	(21885)	(17020)	
	(18370)	(13505)	
2 Non-Current Liabilities			
(a) Long-term Borrowings	10658	12803	
(b) Long-term Provisions	630	781	
	11288	13584	
3 Current Liabilities			
(a) Short-term Borrowings	12945	13058	
(b) Trade Payables	3154	2664	
(c) Other Current Liabilities	10623	7939	
(d) Short-term Provisions	322	310	
	27044	23971	
Sub-total - Current Liabilities			
	27044	23971	
Sub-total - Non-current Liabilities			
	11288	13584	
TOTAL - EQUITY AND LIABILITIES	19962	24050	
B. ASSETS			
1 Non-Current Assets			
(a) Fixed Assets	5112	5441	
(b) Non-current Investments	984	984	
(c) Long-term Loans and Advances	632	627	
	6728	7052	
2 Current Assets			
(a) Inventories	3699	4484	
(b) Trade Receivables	8360	10772	
(c) Cash and Cash Equivalents	376	469	
(d) Short-term Loans and Advances	799	1273	
	13234	16998	
Sub-total - Current Assets			
	13234	16998	
TOTAL - ASSETS	19962	24050	

NOTES:

- The above results were reviewed by Statutory Auditors, Audit Committee and approved by the Board of Directors at their meeting held on 30th May, 2014.
- As per Audited Balance sheet for financial year ended on 31st March, 2013, the accumulated losses exceed the net worth of the company as on that date, the company has become Sick Industrial company under section 3(1) (c) of the Sick Industrial Companies (Special Provisions) Act, 1985 and reference made has been registered with Board as case no 27/2013 on 24-5-2013.
- The company profitability affected due to external factors i.e. slowdown in economy, liquidity tightness, labour shortage and low capacity utilisation. The company will take measures for optimizing capacity utilisation, new product developments, improvement in efficiencies and other cost control measures for running all the units profitably and improvement in cash flows. These measures along with consistent improvement in operating efficiencies and yields and change in product mix are expected to drive growth in revenue. In addition company will continue to explore various options for restructuring of its debts as per scheme as may be approved by BIFR and to raise finance in order to meet its short term and long term obligations with the promoters committing to provide operational and financial support as may be directed by BIFR. Accordingly company's financial statements have been prepared as going concern basis whereby realisation of assets and discharge of liabilities are expected to occur in the normal course of business.
- The negative networth and business loss is temporary phenomena arising due to sub-optimum capacity utilisation and unsustainable debt burden. The recoverable amount of assets is more than the carrying value, therefore there is no need to recognise any loss on account of impairment of assets.
- Other expenses includes provisions for doubtful debts & bad debts written off for quarter Rs. 507 lacs and the year Rs. 2143 lacs.
- The company has not provided interest on borrowings as the lenders have categorised the account as NPA.
- ** Inclusive of 756150 shares (in physical form) not pledged but lying with institutions as security.
- Disclosures with regard to segment results of thread has been given to the extent information could be compiled from the books as the Company is not maintaining separate records.
- The figures have been regrouped/rearranged wherever necessary for comparison purpose.

For Malwa Cotton Spinning Mills Limited,

(Signature)

Chairman-cum-Managing Director