



MANDHANA

a whirlpool of ideas!

CIN : L17120MH1984PLC033553

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

26th May, 2017

To,
BSE Limited,
Corporate Relationship Department,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

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,

Sub: Outcome of the Board Meeting held on 26th May, 2017

Ref: BSE- 533204; NSE - MANDHANA

Pursuant to Regulation 30 read with Para A of Part A of Schedule III of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 (Listing Regulations), we hereby inform that the Board of Directors (Board) of the Company at its meeting held today, i.e. 26th May, 2017, has, *inter alia*:

1. Approved the Audited Financial Results of the Company for the Quarter and Financial Year ended 31st March, 2017;
2. Noted the resignation of Mr. Vinay Sampat from the post of Company Secretary and Compliance Officer of the Company with effect from 20th May, 2017.

Further, please find enclosed herewith the following:

1. Audited Financial Results of the Company for the Quarter and Financial Year ended 31st March, 2017;
2. Auditor's Report on the Audited Financial Results; and
3. Declaration in respect of audit report with unmodified opinion.

You are requested to kindly take the same on your records and oblige.

Thanking You,

Yours truly,
for **MANDHANA INDUSTRIES LIMITED**


PURUSHOTTAM C. MANDHANA
(Chairman and Managing Director)



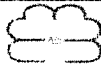
Encl.: As above



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



MANDHANA

MANDHANA INDUSTRIES LIMITED

STATEMENT OF FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2017

(Rs. In Lacs)

Sr. No	Particulars	For the Quarter Ended			For the Year ended	
		UnAudited	UnAudited	UnAudited	Audited	Audited
		31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
PART I						
1	Income from Operations					
	(a) Net Sales/Income from Operations	11,224.01	11,092.13	47,227.39	51,671.16	164,660.61
	Less : Excise Duty	-	-	-	-	-
	(b) Other Operating Income	-	-	-	-	-
	Total Income from Operations (Net)	11,224.01	11,092.13	47,227.39	51,671.16	164,660.61
2	Expenditure					
	(a) Cost of materials consumed	12,082.42	1,703.47	30,868.38	41,456.57	72,846.89
	(b) Purchase of Stock in Trade	0.74	0.00	11,564.23	16,550.64	35,712.60
	(c) Changes in inventories of Finished Goods, Work in Progress and	(5,089.91)	5,054.83	(10,645.48)	24,573.76	808.15
	(d) Employee Benefit expense	1,976.86	1,984.06	2,887.74	8,906.07	10,238.53
	(e) Manufacturing Cost	3,027.74	2,759.91	4,373.33	12,086.94	16,047.28
	(f) Depreciation and amortisation expenses	1,014.72	1,025.96	987.69	4,084.66	4,013.60
	(g) Impairment of Property, Plant and Equipment	1,122.80	-	-	1,122.80	-
	(h) Other expenses	1,154.47	874.75	1,500.02	4,286.08	4,934.05
	Total	15,289.83	13,402.98	41,535.91	113,067.52	144,601.10
3	Profit (+) / Loss (-) from Operations Before Other Income and Finance Costs (1-2)	(4,065.83)	(2,310.86)	5,691.48	(61,396.35)	20,059.50
4	Other Income	44.52	151.86	643.14	355.52	1,343.53
5	Profit (+) / Loss (-) from Ordinary Activities before Finance Costs(3+4)	(4,021.30)	(2,159.00)	6,334.62	(61,040.83)	21,403.04
6	Finance Costs	4,457.39	3,256.76	3,106.37	13,805.06	11,899.14
7	Profit (+)/Loss (-) from Ordinary Activities after Finance Costs (5-6)	(8,478.70)	(5,415.76)	3,228.25	(74,845.89)	9,503.91
8	Tax Expenses - Current Tax	-	-	1,028.72	-	3,218.28
	- Deferred Tax (Assets)/Liability	(708.21)	(85.82)	261.64	(1,000.61)	182.12
9	Net Profit (+)/Loss (-) from Ordinary Activities after Tax (7-8)	(7,770.48)	(5,329.94)	1,937.89	(73,845.28)	6,103.51
10	Income Tax paid of Earlier Year	(997.15)	-	-	(997.15)	69.07
11	Net Profit (+)/Loss (-)	(6,773.34)	(5,329.94)	1,937.89	(72,848.14)	6,034.44
12	Other Comprehensive Income	98.26	-	55.97	98.26	55.97
13	Total Comprehensive Income for the period (11+12)	(6,675.08)	(5,329.94)	1,993.86	(72,749.88)	6,090.41
14	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
15	Reserves (excluding revaluation reserves & DRR)	(15,816.53)	6,392.23	56,933.35	(15,816.53)	56,933.35
16	Revaluation Reserve	15,803.42	15,803.42	15,803.42	15,803.42	15,803.42
17	Debenture Redemption Reserve (DRR)	1,425.00	1,425.00	1,425.00	1,425.00	1,425.00
18	Earning Per Share of Rs. 10/- each: Basis & Diluted (Rs.)	(20.45)	(16.09)	5.85	(219.63)	18.39
19	Debt Equity Ratio	6.67	2.85	0.44	6.67	0.44
20	Debt Service Coverage Ratio(DSCR)	(0.41)	(0.30)	1.08	(2.47)	0.94
21	Interest Service Coverage Ratio (ISCR)	(0.90)	(0.66)	2.04	(4.42)	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

STATEMENT OF ASSETS & LIABILITIES AS ON 31ST MARCH,2017

Particulars	NOTE No.	AS AT 31.03.2017	AS AT 31.03.2016
ASSETS			
Non-Current Assets			
(a) Property, Plant and Equipment	1	63,539.16	68,473.82
(c) Intangible assets		7.75	5.54
(d) Financial Assets			
(i) Other Financial Assets	2 (A)	203.37	2,127.15
(e) Other non-current assets	2 (B)	885.00	960.00
Sub-Total - Non-Current Assets		64,635.29	71,566.51
Current Assets			
(a) Inventories	3	18,708.57	54,243.85
(b) Financial Assets			
(i) Trade Receivables	4	41,693.64	52,918.54
(ii) Cash and cash equivalents	5	530.03	1,143.55
(iii) Current Investments	6	0.25	0.25
(iv) Short Term Loans and Advances	7	7,418.91	15,138.51
(c) Other Current Assets	8	2,011.45	4,239.47
Sub-Total - Current Assets		70,362.84	127,684.17
TOTAL ASSETS		134,998.13	199,250.68
EQUITIES AND LIABILITIES			
Equity			
(a) Equity Share Capital	9	3,312.39	3,312.39
(b) Other Equity	10	1,411.89	74,161.77
Sub-Total-Equity		4,724.28	77,474.16
Non-Current Liabilities			
(a) Financial liabilities			
(i) Long Term Borrowings	11	10,256.69	22,185.00
(ii) Other Financial Liabilities	12	26.22	49.04
(b) Long Term Provisions	13	83.25	101.97
(c) Deferred Tax Liabilities (Net)	14	7,455.14	8,455.75
Sub-Total-Non-Current Liabilities		17,821.29	30,791.75
Current Liabilities			
(a) Financial liabilities			
(i) Short Term Borrowings	15	74,706.01	67,165.33
(ii) Trade Payables		5,905.25	3,909.64
(iii) Other Current Financial Liabilities	16 (A)	26,450.00	11,327.57
(b) Other Current Liabilities	16 (B)	1,065.32	3,166.64
(c) Short Term Provisions	17	4,325.98	5,415.59
Sub-Total-Current Liabilities		112,452.55	90,984.77
TOTAL EQUITY AND LIABILITIES		134,998.12	199,250.68





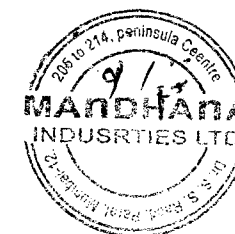
MANDHANA

MANDHANA INDUSTRIES LIMITED

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

(Rs. in Lacs)

Sr No.	Particulars	For the Quarter Ended			For the Year ended	
		UnAudited	UnAudited	UnAudited	Audited	Audited
		31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
1	Segment Revenue					
	[a] Textiles	7,196.06	8,182.56	40,200.81	34,773.70	143,740.96
	[b] Garment	4,027.95	2,909.56	7,026.58	16,897.47	20,919.65
	Total	11,224.01	11,092.12	47,227.39	51,671.16	164,660.61
	Less: Inter-segment Revenue					
	Total Revenue	11,224.01	11,092.12	47,227.39	51,671.16	164,660.61
2	Segment Profit / (Loss) Before Tax & Interest					
	[a] Textiles	(1,439.16)	(2,410.33)	4,438.49	(55,415.58)	15,953.08
	[b] Garment	(2,626.65)	99.48	1,252.99	(5,980.76)	4,106.43
	Total	(4,065.82)	(2,310.85)	5,691.48	(61,396.34)	20,059.50
	Less: Interest	4,457.39	3,256.76	3,106.37	13,805.06	11,899.14
		(8,523.21)	(5,567.61)	2,585.11	(75,201.41)	8,160.37
	Add: Unallocable Income	44.52	151.86	643.14	355.52	1,343.53
	Profit Before Tax	(8,478.69)	(5,415.75)	3,228.25	(74,845.88)	9,503.90
3	Segment Assets					
	[a] Textiles	115,488.97	125,606.41	174,986.52	115,488.97	174,986.52
	[b] Garment	19,508.90	17,864.50	24,263.91	19,508.90	24,263.91
	[c] Other unallocable	0.25	0.25	0.25	0.25	0.25
		134,998.12	143,471.16	199,250.68	134,998.12	199,250.68
4	Segment Liabilities					
	[a] Textiles	106,598.98	119,512.56	155,433.13	106,598.98	155,433.13
	[b] Garment	16,534.79	10,268.61	26,984.33	16,534.79	26,984.33
	[c] Other unallocable	11,864.36	13,689.98	16,833.22	11,864.36	16,833.22
		134,998.12	143,471.16	199,250.68	134,998.12	199,250.68



Note:

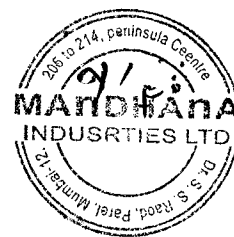
1. The results were reviewed by the Audit Committee and thereafter approved subject to note no.3 below by the Board of Directors at their meeting held on 26th May, 2017.
2. Results for the quarter /year ended 31st March,2017 are in compliance with the Indian Accounting Standards (Ind-AS) notified by the ministry of Corporate Affairs. Consequently, results for quarter and previous year ended 31st March,2016 have been restated to comply with Ind-AS to make them comparable. The figures for quarter ended 31st March 2017 are the balancing figures between the audited figures in respect of the full financial year and the year-to-date figure up to the third quarter of the financial year.

Reconciliation of profit and other equity between Ind-AS and Previous Indian GAAP for earlier period and as at 31st March,2016 as under

Sr no	Nature of adjustments	Note No.	Profit Reconciliation		Other Equity
			Quarter Ended	Year Ended	As At
			31-03-16	31-03-16	31-03-16
	Net Profit /Other Equity as per Previous Indian GAAP		1593.45	5713.00	57055.40
1	Interest on Borrowing	(i)	(43.82)	(169.93)	278.99
2	Interest on Security deposit	(ii)	39.80	155.37	790.69
3	Unwinding of prepaid rent	(ii)	(32.87)	(132.21)	(820.98)
4	Foreign Exchange	(iii)	389.88	485.37	337.35
5	Deferred Tax	(iv)	47.42	38.81	(80.47)
6	Employment Cost	(v)	(55.97)	(55.97)	-
7	Revaluation Reserve	(vi)	-	-	15803.42
8	Reversal of Proposed for Previous Year		-	-	797.36
	Total		344.44	321.44	17106.37
	Net Profit After OCI /Other Equity as per Ind-AS		1937.89	6034.44	74161.77

Note forming part of

(i)	Interest on Borrowings/Debentures:- Loan Processing fees/transaction cost, the same cost under Ind-As 23 are considered for calculation effective interest rate. The impact for the periods subsequent to the date of transition is reflected in the Profit and Loss Account.
(ii)	Interest on Security Deposit/Prepaid Rent:- Under Indian GAAP, Lease Security Deposits (which are refundable in the nature on the completion of the lease term) are recorded at the transaction value. As per Ind AS 109, Financial Instruments, all financial assets and liabilities are required to be recognized at



	<p>fair value. Since lease security deposits are refundable, these would generally meet the definition of Financial Asset under Ind AS 109. As the Security Deposits are interest free, the difference between the deposit amount and the fair value would then be recognized in the statement of Profit and Loss on straight line basis over the lease term.</p>
(iii)	<p>Foreign Exchange:- Premium or discount and MTM (Mark to Mark) loss recognized as per the IGAAP in the Profit and Loss account have been reversed. MTM on forward contracts have been recognized in statement of Profit and Loss account with recognition of Financial Asset or Liabilities in the Balance Sheet.</p>
(iv)	<p>Deferred Tax:- The impact of transition adjustments together with Ind – As 12 mandate of using balance sheet approach (against profit and loss approach in the previous GAAP) for computation of deferred taxes has resulted in charge to the Reserves, on the date of transition, with consequential impact to the Profit and Loss Account for the subsequent periods.</p>
(v)	<p>Employee Benefit/ Other Comprehensive Income:- Employee Benefit/ Other Comprehensive Income:- Both under IGAAP and Ind AS, the Company recognized costs related to its post-employment defined plan on an actuarial basis. Under IGAAP, the entire cost, including actuarial gains and losses, are charged to Profit or Loss Accounts. Under Ind AS, remeasurements are recognized immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI. Accordingly, the amount of actuarial gain is Rs.55.97 Lakhs reduced from the amount of employee benefit expenses.</p>
(vi)	<p>Fair Valuation as Deemed Cost for Land:- As required by Ind AS -101 the company has option to take deemed cost of Property, Plant & Equipment either at carrying value or fair value. On transition to Ind AS, the company has elected to continue with the carrying value of its property, plant & equipment except Land recognised as at 1 April, 2015 measured as per previous GAAP. The company has considered fair value for such land admeasuring over 158,649 sq Mt. , situated in Tarapur and Baramati, resulting in impact of Rs. 15,208.41 lakhs in accordance with stipulations of Ind-AS 101 with the resultant impact being accounted for in the reserve.</p>
(vii)	<p>Attributing time value of money to Assets Retirement Obligation:- Under Ind-As, such obligation is recognized and measured at present value. Under pervious Indian GAAP it was recorded at cost. The impact for the periods subsequent to the date of transition is reflected in the profit and Loss Account.</p>
(viii)	<p>Demerger of Retail Division Business:-A Scheme of Arrangement between Mandhana Industries Limited ("MIL/Demergered Company") and Mandhana Retail Ventures Limited ("MRVL/Resulting Company") and their respective shareholders and creditors, pursuant to which the Retail Division of MIL has been demerged and transferred into MRVL. The Appointed date of the said arrangement was April 1, 2014 though approval from the Hon'ble High Court of Judicature at Bombay had received on March 29, 2016. The company has not considered the impact of Ind AS 103 "Business Combinations" as the transaction happened prior to transition date i.e. April 1, 2016 and accordingly the financial numbers of 2014-15 and 2015-16 of the demerged entity (MIL) have been considered while working out Ind AS adjustments.</p>



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 is in default of repayment of certain of its principal obligations as well as interest to its lenders. The Company is in discussions with its lenders for evaluating a suitable restructuring plan.
5. As per accounting policy Company has done test of Impairment for the year and it finds that the Factory Building at Baramati has impaired due to high cost of expenses capitalized mainly due to interest related to prior commencement period and accordingly an amount of Rs.1122.80 lacs is charged to Profit & Loss accounts as impairment loss.
6. Previous period figures have been regrouped/rearranged, wherever necessary.

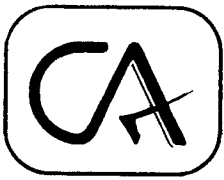
For MANDHANA INDUSTRIES LIMITED


Purushottam C. Mandhana
Chairman & Managing Director



Date : 26th May, 2017

Place : Mumbai



KPND & Co.

(Chartered Accountants)

Auditor's 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 Requirement) Regulations, 2015

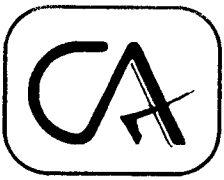
To,
The Board of Directors
Mandhana Industries Limited
204/214, Peninsula Centre,
Dr. S. S. Rao Road, Parel,
Mumbai – 400 012

Dear Sirs,

We have audited the quarterly Financial Results of **MANDHANA INDUSTRIES LIMITED** for the quarter ended **31st March, 2017** and the year to date results for the period **from 01.04.2016 to 31.03.2017**, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure requirements) Regulations, 2015.

These quarterly financial results as well as the year to date financial results have been prepared on the basis of the Ind AS financial statements, which are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial results based on our audit of such standalone Ind AS financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard, 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.

We conducted our audit in accordance with the auditing Standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.



KPND & Co.

(Chartered Accountants)

In our opinion and to the best of our information and according to the explanations given to us, these quarterly financial results as well as the year to date results;

- (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated 5th July 2016 in this regards; and
- (ii) give a true and fair view of the financial performance including other comprehensive income and other financial information for the quarter ended **31.03.2017** as well as the year to date results for period **from 01.04.2016 to 31.03.2017**.

For KPND & Company
CHARTERED ACCOUNTANTS

Dhamecha

Nilesh Dhamecha
Proprietor
Membership No: 143172
FRN : 133861W
Date : 26.05.2017
Place : Mumbai





MANDHANA

a whirlpool of ideas!

CIN : L17120MH1984PLC033553

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

26th May, 2017

To,
BSE Limited,
Corporate Relationship Department,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

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,

Ref: BSE- 533204; NSE – MANDHANA

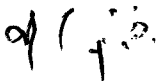
Sub: Declaration in respect of Auditors Report with Unmodified Opinion

With reference to the Audited Financial Results of the Company for the Quarter and Financial Year ended 31st March, 2017, we hereby declare that the Statutory Auditors of the Company, M/s KPND & Co., Chartered Accountants (Firm Registration Number 133861W), have issued Audit Report with unmodified opinion in respect of Audited Financial Statement of the Company for the year ended 31st March, 2017.

Request you to please take the above on record and oblige.

Thanking you,

Yours truly,
For **Mandhana Industries Limited**


Purushottam C. Mandhana
(Chairman and Managing Director)



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



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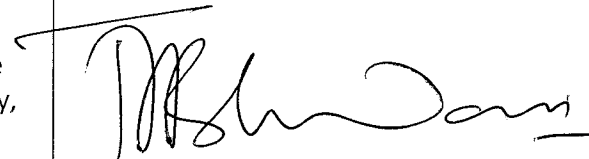
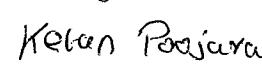


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CIN : L17120MH1984PLC033553

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

FORM - A

(For Audit Report with unmodified opinion)

1.	Name of the Company	Mandhana Industries Limited BSE Scrip Code: 533204 NSE Symbol : MANDHANA
2.	Annual Financial Statements for the year ended	31 st March, 2017
3.	Types of Audit Observation	Un-modified
4.	Frequency of observation	Not Applicable
5.	Signed by :	
	Mr. Purushottam C. Mandhana Managing Director	For Mandhana Industries Ltd.  Director/Authorised Signature
	Mr. Purushottam C. Mandhana CFO	For Mandhana Industries Ltd.  Director/Authorised Signature
	Mr. Jeenendra Bhandari Audit Committee Chairman of the meeting held on 26 th May, 2017	
For KPND & Co., Chartered Accountant Firm Registration No. 133861W  (Partner) Membership No.: 146343	 	

Place: Mumbai

Date: 26th May, 2017



MANDHANA INDUSTRIES LTD.

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

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