

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

November 13, 2018

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 AND HALF YEAR ENDED 30th SEPTEMBER, 2018

Dear Sir / Madam,

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

- Un-Audited Financial Results for the Quarter and Half Year ended September 30, 2018 alongwith the Statement of Assets and Liabilities as at 30th September, 2018 as approved by the Board of Directors in their Meeting held on November 13, 2018;
- Limited Review Report on the Un-audited Financial Results for the Quarter and Half Year ended September 30, 2018, issued by Walker Chandio & 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

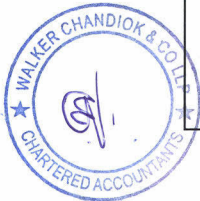
Registered/Corporate Office : B-XXIX-106, G.T. Road, Sherpur, Ludhiana-141003, Punjab

Tel.: 91-161-5048610-40, Fax: 91-161-5048650, Email: info@montecarlo.in, Website: http://www.montecarlocorporate.com, CIN: L51494PB2008PLC032059

Statement of unaudited financial results for the quarter and six months ended 30 September 2018

(₹ in lakhs)

Sr. No.	Particulars (refer notes below)	For the quarter ended			For the six months ended		For the year ended
		3 months ended 30 September 2018	Preceding 3 months ended 30 June 2018	Corresponding 3 months ended in the previous year 30 September 2017	Year to date figures for current period ended 30 September 2018	Year to date figures for previous period ended 30 September 2017	Previous year ended 31 March 2018
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Revenue from operations						
1	Revenue from operations (refer note 5 and 6)	12,579.50	5,924.08	10,830.40	18,503.58	16,859.38	57,637.26
2	Other income	376.21	315.11	351.88	691.32	879.67	1,778.57
3	Total income (1+2)	12,955.71	6,239.19	11,182.28	19,194.90	17,739.05	59,415.83
4	Expenses						
	(a) Cost of materials consumed	5,737.14	4,284.23	4,672.45	10,021.37	7,560.28	13,475.07
	(b) Purchases of stock-in-trade [refer note 6 (a)]	6,480.00	793.03	3,739.53	7,273.03	4,111.93	14,956.86
	(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress [refer note 6 (b)]	(6,368.91)	(4,822.02)	(4,215.57)	(11,190.93)	(5,966.74)	2,028.02
	(d) Employee benefits expense	1,558.26	1,353.08	1,367.88	2,911.34	2,644.29	5,306.95
	(e) Finance costs	248.94	155.53	195.42	404.47	357.06	771.62
	(f) Excise duty (refer note 5)	-	-	-	-	42.76	42.76
	(g) Depreciation and amortization expense	473.85	459.10	525.25	932.95	1,043.08	2,096.28
	(h) Other expenses						
	Advertisement and business promotion	662.06	770.69	320.36	1,432.75	844.05	2,484.29
	Others	3,038.74	2,212.86	2,359.87	5,251.60	4,189.91	9,259.66
	Total expenses	11,830.08	5,206.50	8,965.19	17,036.58	14,826.62	50,421.51
5	Profit before exceptional items, corporate social responsibility expenditure and tax (3-4)	1,125.63	1,032.69	2,217.09	2,158.32	2,912.43	8,994.32
6	Exceptional items	-	-	-	-	-	-
7	Corporate social responsibility expenditure	-	-	-	-	8.18	8.18
8	Profit before tax (5-6-7)	1,125.63	1,032.69	2,217.09	2,158.32	2,904.25	8,986.14
9	Tax expense						
	-Current tax	475.48	435.95	633.89	911.43	877.51	3,075.54
	-Deferred tax charge/(credit)	(41.84)	(27.89)	26.99	(69.73)	(50.79)	(61.54)
10	Profit for the period (8-9)	691.99	624.63	1,556.21	1,316.62	2,077.53	5,972.14
11	Other comprehensive income						
	A (i) Items that will not be reclassified to profit or loss	9.09	4.22	(10.15)	13.31	(17.25)	24.10
	(ii) Income tax relating to items that will not be reclassified to profit or loss	3.17	1.48	-	4.65	-	76.18
	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)	697.91	627.37	1,546.06	1,325.28	2,060.28	5,920.06
13	Paid-up equity share capital (face value of ₹ 10 each)	2,173.21	2,173.21	2,173.21	2,173.21	2,173.21	2,173.21
14	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year						50,720.51
15	Earnings per share (of ₹ 10 each) (not annualised)						
	(a) Basic	3.18	2.87	7.16	6.06	9.56	27.48
	(b) Diluted	3.18	2.87	7.16	6.06	9.56	27.48



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Notes:

1. Statement of Assets and liabilities as at 30 September 2018

Particulars	(₹ in lakhs)	
	As at	As at
	30 September 2018 (Unaudited)	31 March 2018 (Audited)
ASSETS		
Non-current assets		
a) Property, plant and equipment	14,833.61	15,501.97
b) Capital work-in-progress	110.96	8.91
c) Other intangible assets	104.79	117.92
d) Financial assets		
i) Investments	4,498.77	3,760.72
ii) Loans	433.17	396.22
e) Income tax assets (net)	1,294.46	766.87
f) Deferred tax assets (net)	435.11	369.99
g) Other non-current assets	155.14	95.02
Total non-current assets	21,866.01	21,017.62
Current assets		
a) Inventories [refer note 6 (b)]	31,650.42	20,046.83
b) Financial assets		
i) Investments	8,553.78	9,072.09
ii) Trade receivables	21,955.41	19,263.24
iii) Cash and cash equivalents	81.64	152.23
iv) Other bank balances	1,661.52	1,659.80
v) Loans	17.03	24.57
vi) Other financial assets	61.50	271.61
c) Other current assets	4,296.84	2,796.82
Total current assets	68,278.14	53,287.19
TOTAL ASSETS	90,144.15	74,304.81
EQUITY AND LIABILITIES		
a) Equity share capital	2,173.21	2,173.21
b) Other equity (refer note 7)	48,902.17	50,720.51
Total equity	51,075.38	52,893.72
Non-current liabilities		
a) Financial liabilities		
i) Borrowings	1,164.17	1,281.98
ii) Others financial liabilities	1,413.78	1,341.23
b) Other non-current liabilities	138.58	146.64
Total non-current liabilities	2,716.53	2,769.85
Current liabilities		
a) Financial liabilities		
i) Borrowings	13,392.00	4,033.55
ii) Trade and other payables		
-total outstanding dues of micro enterprises and small enterprises	353.45	446.04
-total outstanding dues of creditros other than micro enterprises and small enterprises	14,733.87	10,570.91
iii) other financial liabilities [refer note 6 (b)]	5,048.51	2,272.23
b) Other current liabilities	1,964.84	986.72
c) Provisions [refer note 6 (b)]	859.57	331.79
Total current liabilities	36,352.24	18,641.24
TOTAL EQUITY AND LIABILITIES	90,144.15	74,304.81



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Notes:

2. The above financial results were reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on 13 November 2018. These results have been subjected to limited review by the Statutory auditors of the Company.

3. 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 there under and the other accounting principles generally accepted in India.

4. The Company's primary business segment is reflected based on principal business activities carried on by the Company. Chairman and Managing Director has been identified as being the Chief Operating Decision Maker ("CODM") evaluates the Company's performance and allocates resources based on analysis of the various performance indicators of the Company as a single unit. Therefore, there are no separate reportable business segments as per Ind AS 108- Operating Segments. 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. Revenue from operations for the quarter and six months ended 30 September 2018 and quarter ended 30 June 2018 is net of Goods and Service Tax (GST) which is applicable from 1 July 2017. However, revenue for the periods upto 30 June 2017 (included in figure of six months ended 30 September 2017 and year ended 31 March 2018) was net of Value Added Tax (VAT) but inclusive of excise duty. Accordingly, the revenue from operations for the quarter and six months ended 30 September 2018 are not strictly comparable with the quarter and six months ended 30 September 2017 presented in those financial results. Similarly, excise duty expense is also not comparable.

6. a) Effective from 1 April 2018, Company has adopted Indian Accounting Standard (Ind AS) 115. Prior to adoption of Ind AS 115, sale of raw material was being considered as revenue. Under Ind AS 115, in the absence of any commercial substance in the contract, sale of raw material has been adjusted with the purchase of stock in trade for the reporting periods to provide more reliable and more relevant information of the Company. Company has adopted the standard using retrospective approach. The impact on financial results as a result of this adjustment is as under:

Impact on financial results

Particulars	3 months ended 30 September 2018	Preceding 3 months ended 30 June 2018	Corresponding 3 months ended in the previous year 30 September 2017	Year to date figures for current period ended 30 September 2018	Year to date figures for previous period ended 30 September 2017	Previous year ended 31 March 2018
Decrease in revenue from operations	3,630.39	2,424.85	3,071.91	6,055.24	4,216.70	7,512.31
Decrease in purchases of stock-in-trade	3,630.39	2,424.85	3,071.91	6,055.24	4,216.70	7,512.31
Net impact on profit before tax	-	-	-	-	-	-

6. b) Prior to adoption of Ind AS 115, the Company was recording sales return provision only for the margin on expected sales return. Pursuant to adoption of Ind AS 115, revenue is not recognized for expected return with corresponding change in cost of sales, refund liability classified under other financial liabilities and right to recover goods classified under inventories. Company has adopted the standard using retrospective approach. The impact on financial results including Statement of Assets and Liabilities as a result of this adjustment is as under:

Impact on financial results

Particulars	3 months ended 30 September 2018	Preceding 3 months ended 30 June 2018	Corresponding 3 months ended in the previous year 30 September 2017	Year to date figures for current period ended 30 September 2018	Year to date figures for previous period ended 30 September 2017	Previous year ended 31 March 2018
Decrease/(Increase) in revenue from operations	357.04	(255.75)	(429.32)	101.29	(1,226.39)	(547.09)
Increase/(Decrease) in changes in inventories of finished goods, stock-in-trade and work-in-progress	357.04	(255.75)	(429.32)	101.29	(1,226.39)	(547.09)
Net impact on profit before tax	-	-	-	-	-	-

Impact on statement of assets and liabilities

Particulars	As at 30 September 2018	As at 31 March 2018
Increase in other financial liabilities (refund liability)	1,405.18	1,232.43
Increase in inventories (right to recover goods)	1,044.05	942.76
Decrease in short-term provisions	361.13	289.67

The current growth from revenue from operations during quarter and 6 months ended 30 September 2018 is 16% and 10% respectively compared to corresponding periods of previous year. Had the Company not made this adjustment stated in note 6 (b), the growth from revenue from operations for quarter and 6 months ended 30 September 2018 would have been 24% and 19% respectively compared to corresponding periods of previous year.

7. Dividend of ₹ 12 per share (on the face value of ₹ 10 per equity share) amounting to ₹ 2,610.55 lakhs (excluding dividend distribution tax of ₹ 536.05 lakhs) declared at 10th Annual General Meeting held on 27 September 2018 was disbursed from 1 October 2018 onwards.

8. The figures of the previous periods/year have been regrouped/reclassified to make them comparable with those of current period/year wherever considered necessary.



Place: Ludhiana
Date: 13 November 2018



For and on behalf of Board of Directors

Jawahar Lal Oswal

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

For identification only

Walker Chandiook & Co LLP

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Independent Auditor's Review 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 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 September 2018 and the year to date results for the period 1 April 2018 to 30 September 2018, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. 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.
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



Walker Chandiook & Co LLP

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.

For **Walker Chandiook & Co LLP**

Chartered Accountants

Firm Registration No: 001076N/N500013



Sandeep Mehta

Partner

Membership No. 099410



Place : Ludhiana

Date : 13 November 2018