

MRO-TEK REALTY LIMITED
(FORMERLY KNOWN AS MRO-TEK LIMITED)

Registered & Corporate Office:

No.6, New BEL Road, Chikkamaranahalli, Bangalore - 560 054, Karnataka

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MROTEK®
Integrating Next Generation Networks

MRO: FS: 18-19:544

7th February, 2019

To
The Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G
Bandra – Kurla Complex
Bandra (E)
Mumbai – 400 051

Fax No. 022-2659 8237/38

The Manager
Listing Department
BSE Limited
PJ Towers, Dalal Street, Fort
Mumbai – 400 001

Fax No. 022- 2272 3121

Dear Sirs,

SUB: OUTCOME OF 4TH BOARD MEETING FOR THE FINANCIAL YEAR 2018-19

As informed vide our letter dated 28th January, 2019, the Board of Directors of MRO-TEK Realty Limited, Bangalore met today and *inter-alia* transacted the following business:

1. Considered and approved the un-audited financial results for the Third Quarter and Nine Months ended December 31, 2018.

Further, the Meeting commenced at 4:30 PM and concluded at 5:25PM.

Please take all the above on record and kindly treat this as compliance with Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Kindly acknowledge.

Thanking you
Yours faithfully
For MRO-TEK Realty Limited


Barun Pandey
Company Secretary and Compliance Officer

Scrip Code:	
NSE	: MRO-TEK
BSE	: 532376
Demat ISIN	: INE398B01018

Particulars	(Rs in Lakhs except for EPS)					
	Quarter Ended			Nine Months Ended		Year Ended
	31/Dec/18 UNAUDITED	30/Sep/18 UNAUDITED	31/Dec/17 UNAUDITED	31/Dec/18 UNAUDITED	31/Dec/17 UNAUDITED	31/Mar/18 AUDITED
1 Income						
a. Revenue from Operations (Refer Note 2)	593.74	1,075.10	426.42	2,155.40	1,749.38	3,680.42
b. Other Income	43.27	3.82	11.51	53.80	28.18	116.34
Total Income	637.01	1,078.92	437.93	2,209.20	1,777.56	3,796.76
2 Expenses						
(a) Cost of materials consumed	666.87	861.71	305.90	1,801.80	950.25	1,318.49
(b) Purchases of Stock-in Trade	-	57.74	-	60.24	-	-
(c) Cost of sale of super built up area under construction	-	-	-	-	-	58.75
(d) Changes in inventories of finished Goods, work-in-progress and stock-in-trade	(256.88)	(187.67)	(22.83)	(384.33)	102.64	93.65
(e) Excise duty on sale of goods	-	-	-	-	61.27	61.27
(f) Employee benefit expenses	214.06	241.04	130.63	654.29	241.87	427.19
(g) Finance Cost	73.19	56.05	63.94	175.76	184.02	244.33
(h) Depreciation and amortization expenses	23.78	20.58	26.02	65.90	66.62	80.17
(i) Other expenses	149.38	179.04	213.40	461.76	594.89	817.26
Total Expenses	890.40	1,228.49	717.06	2,835.42	2,201.56	3,101.11
3 Profit/(Loss) before Exceptional Items and tax (1-2)	(253.39)	(149.57)	(279.13)	(626.22)	(424.00)	695.65
4 Exceptional Items (Refer Note 3A, 3B)	-	-	18.65	-	(92.83)	(85.16)
5 Profit/(Loss) before tax from Continuing operations (3-4)	(253.39)	(149.57)	(297.78)	(626.22)	(331.17)	780.81
6 Profit/(Loss) form Discontinued Operations (Refer Note 5)	-	-	-	(84.02)	(28.34)	(28.34)
7 Profit/(Loss) for the period before Tax (5+6)	(253.39)	(149.57)	(297.78)	(710.24)	(359.51)	752.47
8 Tax expense	8.35	(5.55)	0.30	(17.02)	22.75	32.37
9 Net Profit/(Loss) for the period (7-8)	(261.74)	(144.02)	(298.08)	(693.22)	(382.26)	720.10
10 Other Comprehensive Income (net of tax)						
Items that will not be reclassified to Statement of Profit and Loss	1.99	(3.03)	5.76	1.09	10.47	10.59
11 Total Comprehensive Income (9+10)	(259.75)	(147.05)	(292.32)	(692.13)	(371.79)	730.69
12 Paid-up equity share capital (Face Value Rs. 5 each, fully paid-up)	934.23	934.23	934.23	934.23	934.23	934.23
13 Other Equity	(277.68)	(17.90)	(688.03)	(277.66)	(688.03)	414.48
(i) Earnings Per Equity Share (for Continuing operations)						
(a) Basic	Rs. (1.40)	Rs. (0.77)	Rs. (1.60)	Rs. (3.26)	Rs. (1.89)	Rs. 4.01
(b) Diluted	Rs. (1.40)	Rs. (0.77)	Rs. (1.60)	Rs. (3.26)	Rs. (1.89)	Rs. 4.01
(i) Earnings Per Equity Share (for Discontinued operations)						
(a) Basic	Rs. -	Rs. -	Rs. -	Rs. (0.45)	Rs. (0.15)	Rs. (0.15)
(b) Diluted	Rs. -	Rs. -	Rs. -	Rs. (0.45)	Rs. (0.15)	Rs. (0.15)
(i) Earnings Per Equity Share (for Continuing and Discontinued operations)						
(a) Basic	Rs. (1.40)	Rs. (0.77)	Rs. (1.60)	Rs. (3.71)	Rs. (2.05)	Rs. 3.85
(b) Diluted	Rs. (1.40)	Rs. (0.77)	Rs. (1.60)	Rs. (3.71)	Rs. (2.05)	Rs. 3.85

See accompanying note to the Financial results



Notes:

- 1 The above financial results for the quarter ended 31st December, 2018 as recommended by the Audit Committee were approved by the Board of Directors in their respective meetings held on 07th February 2019.
- 2 Effective April 01, 2018, the Company has adopted Ind AS 115, "Revenue from Contracts with Customers" by applying the cumulative effect method to all contracts that were not completed as of April 01, 2018 and accordingly the comparative information has not been restated. The adoption of the standard did not have any material impact to the financial results of the Company for the 9 Months ended Dec 31, 2018.
- 3 **Exceptional Items :**
- 3A During quarter ended Jun, 30 2017 ,The Management has designated investment in the equity instrument of RAD MRO Manufacturing Private Limited as Held for trading. The investments in the said equity instruments were held for disposal due to the dissolution of the Board of Directors of RAD MRO Manufacturing Private Limited on 31st July 2017. Further, the Liquidator has been appointed as per Insolvency and Bankruptcy Code to proceed with Winding up of the Company. The investment is stated at the realisable value net of expenses for disposal. The expected realisable value (Net of expenses) amounts to Rs.375.51 Lakhs and accordingly a sum of Rs. 111.48 Lakhs recognised as income.
- 3B During the previous year, the Management had designated investment in the equity instrument of RAD MRO Manufacturing Private Limited as Held for trading. The investments in the said equity instruments were held for disposal due to the dissolution of the board of RAD MRO Manufacturing Private Limited on 31st July 2017. The company has realised amounting to Rs 165.34 Lakhs and net resultant gain amounts to Rs 92.83 Lakhs.
- 4 Under the previous GAAP, all actuarial gains and losses were recognized in the Statement of Profit and Loss. Under Ind AS, actuarial gains and losses that form part of remeasurement of the net defined benefit liability / asset and the corresponding tax effect thereon are recognized in Other Comprehensive Income.
- 5 For the purpose of Segment Reporting, 'Products', 'Solutions', EMS (Electronic Contract Manufacturing Services) and 'Real Estate Development' constitute primary business segments.
- 6 Due to sustained cash loss, the Board of Directors had decided to discontinue "Solar Based Equipment & Projects" in the Meeting held on January 14, 2016 and informed to stock exchanges. The details of such 'Discontinuing Operations', under the Companies (Accounts) Rules 2014 are given below

PARTICULARS	Quarter ended			Nine Months Ended		Year Ended
	31/Dec/18	30/Sep/18	31/Dec/17	31/Dec/18	31/Dec/17	31/Mar/18
Income from Discontinuing Operations						
(a) Net Sales/income from Operations	-	-	-	-	27.29	27.29
Total Income from Discontinuing Operations (net)	-	-	-	-	27.29	27.29
Expenses of Discontinuing Operations						
Cost of materials consumed	-	-	-	-	36.08	36.08
Indirect Expenses*	-	-	-	64.02	17.55	17.55
Other Income	-	-	-	-	-	-
Total Expenses from Discontinuing Operations	-	-	-	64.02	55.63	55.63
Net Profit/(loss) from Discontinuing Operations	-	-	-	(64.02)	(28.34)	(28.34)

* Rs. 64.02 lakhs towards provision for receivable in respect of Solar based equipment and projects

- 7 Tax Expense include Deferred Tax and Current Income Tax.
- 8 During the quarter, the Company has recognised Deferred Tax Asset of Rs 132.64 lakhs (Previous Year : Deferred Tax Asset of Rs 115.63 lakhs) as stipulated under IND Accounting Standard 12, on "Income Taxes", prescribed under the Act. However, on conservative basis, deferred tax asset on carry forward losses, has not been considered.
- 9 Depreciation For the nine months ended 31st December 2018 is Rs. 65.90 lacs and for the nine months ended 31st Dec, 2017 is Rs.66.62 lakhs which includes Impairment of assets of Rs.6.02 lakhs
- 10 Figures for the previous period have been regrouped, wherever necessary.



Standalone Segment wise Revenue, Results, Assets and Liabilities

Particulars	(Rs In Lakhs except for EPS)					
	Quarter Ended			Nine Months Ended		Year Ended
	31/Dec/18	30/Sep/18	31/Dec/17	31/Dec/18	31/Dec/17	31/Mar/18
	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	AUDITED
1 Segment Revenue (Net Sale)						
(a) Product	405.63	574.59	426.42	1,369.68	1,749.38	1,952.29
(b) Real Estate Development	-	-	-	-	-	1,383.75
(c) EMS (Electronic Contract Manufacturing Services)	149.70	200.47	-	427.27	-	169.06
(d) Solutions	38.41	300.04	-	338.45	-	175.32
Total	593.74	1,075.10	426.42	2,156.40	1,749.38	3,680.42
Less :- Inter segment revenue	-	-	-	-	-	-
Net Sales From Operations	593.74	1,075.10	426.42	2,156.40	1,749.38	3,680.42
2 Segment Results - Profit / (loss) before tax and interest						
(a) Product	102.24	163.37	143.35	389.78	696.49	733.68
(b) Real Estate Development	-	-	-	-	-	1,325.00
(c) EMS (Electronic Contract Manufacturing Services)	11.17	11.27	-	29.35	-	(75.52)
(d) Solutions	(36.30)	34.22	(47.41)	(47.41)	-	(25.69)
Total	77.11	208.86	143.35	371.72	696.49	1,967.47
Less:-						
i) Interest	78.02	51.22	63.94	175.76	184.02	244.33
ii) Other Un-allocable Expenditure net off	256.22	309.64	368.70	919.09	992.99	1,048.67
iii) Un-allocable Income	(3.74)	(2.43)	(11.51)	(12.88)	(121.01)	(68.00)
Total Profit/(loss) before tax	(253.39)	(149.57)	(297.78)	(710.25)	(359.51)	752.47
3 Segment Assets						
(a) Product	1,693.27	1,253.43	2,481.23	1,693.27	2,481.23	2,108.48
(b) Real Estate Development	446.48	446.48	505.23	446.48	505.23	446.48
(c) EMS (Electronic Contract Manufacturing Services)	615.61	487.97	-	615.61	-	55.84
(d) Solutions	615.79	335.43	-	615.79	-	190.39
(e) Un-allocable assets	1,032.52	1,607.12	258.39	1,032.52	258.39	416.73
Total Assets	4,403.67	4,130.43	3,244.85	4,403.67	3,244.85	3,217.92
4 Segment Liabilities						
(a) Product	1,026.89	910.89	475.44	1,026.89	475.44	354.92
(b) Real Estate Development	-	-	-	-	-	-
(c) EMS (Electronic Contract Manufacturing Services)	246.48	193.65	-	246.48	-	158.74
(d) Solutions	102.00	79.56	-	102.00	-	25.56
(e) Un-allocable Liabilities	2,371.73	2,030.00	2,523.21	2,371.73	2,523.21	1,330.00
Total Liabilities	3,747.10	3,214.10	2,998.65	3,747.10	2,998.65	1,869.22

For MRO-TEK Realty Limited

Aniruddha Mehta
Chairman and Managing Director

Place : Bengaluru
Date: 07.02.2019



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INDIPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF MRO-TEK REALTY LIMITED

1. We have reviewed the accompanying Statement of Unaudited Financial Results of MRO-TEK Realty Limited ("the Company"), for the quarter ended and nine months period ended December, 31, 2018 ("the Statement"), being submitted by the Company pursuant to the requirement of the Regulation 33 of The SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as modified by Circular No CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement, which is 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 Indian Accounting Standard 34 "Interim Financial reporting" ("Ind AS 34"), prescribed under section 133 of the companies act, 2013 read with the 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.

2. We conducted our review in accordance with 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 of financial results is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide 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 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.

Place: Bengaluru
Date: 7th February, 2019

For K. S. AIYAR & Co.
Chartered Accountants
FRN: 100186W



Ramamohan R Hegde
Partner
M.No.23206



Office also at
Mumbai Chennai Kolkata
Coimbatore and Hyderabad