



MAFATLAL INDUSTRIES LIMITED

Regd. Office : 301-302, Heritage Horizon, 3rd Floor, Off. C.G. Road,
Navrangpura, Ahmedabad 380 009. Email : ahmedabad@mafatlals.com
Tel. : 079 26444404-06 Fax : 079 26444403

Corp. Off.: Kaledonia Building, Off. No.3, 6th Floor, Opp. Vijay Nagar Society,
Sahar Road, Off Western Express Highway, Andheri (East), Mumbai 400 069
Tel. : 022 67713800 Fax : 91 22 67713924/25
CIN : L17110GJ1913PLC000035 Website: www.mafatlals.com

August 1, 2019

To,
Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai- 400001

BSE Code: 500264

Dear Sirs,

Re: Un-Audited Financial Results of the Company for the Quarter ended 30th June 2019

As required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, please find enclosed herewith the Un-Audited Financial Results of the Company for the Quarter ended 30th June 2019 together with the Limited Review Report thereon from the Statutory Auditors, M/s. Price Waterhouse Chartered Accountants LLP.

The Board of Directors of the Company at their Meeting held today has approved the same. The Meeting of the Board of Directors commenced at 12.30 P.M. and concluded at 7.55 P.M.

Thanking you,

Yours faithfully,
FOR MAFATLAL INDUSTRIES LIMITED


ASHISH A KARANJI
COMPANY SECRETARY
End: A/A



ARVIND MAFATLAL GROUP
The ethics of excellence

MAFATAL INDUSTRIES LIMITED

Regd. Office: 301-302, Heritage Horizon, 3rd Floor, Off C. G. Road, Navrangpura, Ahmedabad - 380 009.

Tel:079-26444404-06, Fax:079-26444403, Website:www.mafatals.com,

Email:ahmedabad@mafatals.com, CIN L17110GJ1913PLC000035

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2019

(Rs. in Lakhs)

Sr. No.	PARTICULARS	Quarter ended			Financial Year ended
		30th June, 2019 Unaudited	31st March, 2019 Unaudited (Refer Note 3)	30th June, 2018 Unaudited (Refer Note 3)	31st March, 2019 Audited
1	Revenue				
a	Revenue from operations	27,209.93	24,680.81	31,270.93	102,385.36
b	Other Income	402.02	698.36	671.16	3,090.33
	Total Revenue (a + b)	27,611.95	25,379.17	31,942.09	105,475.69
2	Expenses				
a	Cost of materials consumed	6,966.84	7,100.66	9,794.12	32,626.10
b	Purchases of stock-in-trade	13,043.75	8,811.40	11,618.22	37,470.42
c	Changes in inventories of finished goods, work-in-progress and stock-in-trade	696.11	3,480.22	417.61	3,823.14
d	Employee benefits expense	2,492.98	2,517.88	3,377.78	12,057.04
e	Finance costs (Net)	828.85	757.80	722.26	3,018.86
f	Depreciation and amortization expense	414.84	900.58	895.33	3,595.66
g	Other expenses	3,757.63	4,732.30	6,307.57	22,529.71
	Total expenses	28,201.00	28,300.84	33,132.89	115,120.93
3	Loss before exceptional items (1 - 2)	(589.05)	(2,921.67)	(1,190.80)	(9,645.24)
4	Exceptional items [(Loss) / Profit] (Refer note no.5)	68.82	(7,556.57)	-	(8,361.80)
5	Loss before tax (3 - 4)	(520.23)	(10,478.24)	(1,190.80)	(18,007.04)
6	Tax expense: Credit / (Charge)				
a	Current tax	-	-	-	-
b	Deferred tax (including Minimum Alternate Tax Credit / Entitlement)	-	-	-	-
	Tax expense Credit / (Charge) (Net)	-	-	-	-
7	Net Loss for the period (5 - 6)	(520.23)	(10,478.24)	(1,190.80)	(18,007.04)
8	Other comprehensive income				
a	Items that will not be reclassified to profit or loss				
	- Gain / (Loss) on Fair value of Investments	(7,471.61)	(4,450.02)	(7,539.28)	(11,015.13)
	- Actuarial Gain / (Loss) on Defined Benefit Obligations (net of tax)	(23.89)	(173.95)	5.96	(150.25)
9	Total comprehensive income for the period (7 + 8)	(8,015.73)	(15,102.21)	(8,724.12)	(29,172.42)
10	Loss is attributable to				
	Owners of Mafatal Industries Limited	(520.23)	(10,478.24)	(1,190.80)	(18,007.04)
	Non Controlling Interest	-	-	-	-
		(520.23)	(10,478.24)	(1,190.80)	(18,007.04)
11	Other Comprehensive income is attributable to				
	Owners of Mafatal Industries Limited	(7,495.50)	(4,623.97)	(7,533.32)	(11,165.38)
	Non Controlling Interest	-	-	-	-
		(7,495.50)	(4,623.97)	(7,533.32)	(11,165.38)
12	Total Comprehensive Income is attributable to				
	Owners of Mafatal Industries Limited	(8,015.73)	(15,102.21)	(8,724.12)	(29,172.42)
	Non Controlling Interest	-	-	-	-
		(8,015.73)	(15,102.21)	(8,724.12)	(29,172.42)
13	Paid-up equity share capital (face value of Rs. 10/- per share)	1,391.28	1,391.28	1,391.28	1,391.28
14	Other Equity (excluding revaluation reserve)	-	-	-	49,314.69
15	Loss per share [face value of Rs. 10/- per share] (not annualized)				
	- Basic and Diluted	(3.74)	(75.31)	(8.58)	(129.43)

See accompanying notes to the Financial Results



NOTES:

1. The results for the quarter ended 30th June, 2019 were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 1st August, 2019. They have been subjected to Limited Review by Statutory Auditors.
2. The consolidated results includes the financial results of one subsidiary - Mafatal Services Limited (MSL).
3. Figures for the quarters ended 31st March 2019 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures for the nine months period ended 31st December, 2018 which was not subjected to limited review. Also, figures for the quarter ended 30th June, 2018 are consolidated on the basis of published results of the Company and un-reviewed financial statements prepared by the Management of MSL.
4. During the quarter ended 30th June 2019, there is no change in the status of the litigation in respect of Company's entitlement for Transfer of Development Rights against surrender of part of leasehold land at Mazagaon to Municipal Corporation of Greater Mumbai, as compared to 31st March, 2019.
5. Exceptional items for the quarter and year-ended 31st March, 2019 of Rs. 7,556.57 lakhs and Rs. 8,361.80 lakhs respectively, include write-downs / provisions pertaining to carrying value of Property, Plant and Equipment (classified as held for sale), one-time employees' liabilities and certain current / non-current assets of denim operations, consequent to strategic initiatives undertaken by the Company to substantially scale down denim operations.

In continuation of above-mentioned initiatives, the Company has sold in the quarter ended 30th June 2019, certain assets held for sale and Inventories pertaining to denim operations at profit of Rs. 68.82 lakhs (net), which has been disclosed as exceptional item. Further, subsequent to the quarter ended 30th June, 2019, the Company has entered into an agreement with Union offering compensation to its concerned workmen as a full and final settlement, which will be recognised as an exceptional expenditure in the quarter, when incurred.

After implementation of the above strategic initiatives and based on business plan for current as well as coming years, the Company anticipates an improved financial position in future.

6. Effective 1st April, 2019, the Group has adopted Ind AS 116 'Leases', w.r.t. lease contracts outstanding as on 1st April, 2019 using the modified retrospective method. Accordingly, financial results for the quarter ended 30th June, 2018 and quarter and year ended 31st March, 2019 have not been retrospectively adjusted. This has resulted in recognising a right-of-use asset of Rs. 239.63 lakhs and a corresponding lease liability of Rs. 239.63 lakhs as at 1st April, 2019. The effect of this adoption on the Loss for the period and the Loss per share is not significant and has been given effect in these results.

In the Statement of Profit and Loss for the current period, the nature of expenses in respect of operating leases has changed from lease rent in previous periods to depreciation cost for the right-to-use asset and finance cost for interest accrued on lease liability.

7. The Group has identified Textile Business as its only primary reportable segment in accordance with the requirements of Ind AS 108, 'Operating Segments'. Accordingly, no separate segment information has been provided.



8. Previous period's figures have been reclassified, wherever necessary, to correspond with those of the current period.

For and on behalf of the Board,
For MAFATLAL INDUSTRIES LIMITED



H. A. MAFATLAL
CHAIRMAN
DIN : 00009872

Place: Nadiad
Date: 1st August, 2019



Price Waterhouse Chartered Accountants LLP

The Board of Directors
M/s Mafatlal Industries Limited
6th Floor, 'B' Wing, Kaledonia Building,
Sahar Road, Opp. Vijay Nagar Society,
Andheri (East), Mumbai-400 069

1. We have reviewed the unaudited consolidated financial results of Mafatlal Industries Limited (the "Parent"), its subsidiary (the parent and its subsidiary hereinafter referred to as the "Group"), (refer Note 2 on the Statement)] for the quarter ended June 30, 2019 which are included in the accompanying 'Statement of Consolidated Unaudited Financial Results for the Quarter ended 30th June, 2019' (the "Statement"). The Statement is being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, which has been initialled by us for identification purposes. Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended June 30, 2018 and the quarter ended March 31, 2019, as reported in these financial results have been approved by the Parent's Board of Directors, but have not been subjected to review.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's 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, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the 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 is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of one subsidiary-Mafatlal Services Limited.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in all material respects in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India and 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 amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



Price Waterhouse Chartered Accountants LLP, 11D, 12A, Near Swarnkar Marg, Shivgiri Park, Andheri (East),
Mumbai - 400 028
T: +91 (22) 66691500, F: +91 (22) 66547804 / 07


Registered office and Head office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi 110 002

Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754/N/500016 (ICAI registration number before conversion was 012754N)

Price Waterhouse Chartered Accountants LLP

6. We draw attention to Note 5 regarding net loss before exceptional items of Rs. 589.05 lakhs reported during the quarter ended June 30, 2019. The Company had undertaken strategic initiatives, during the year ended March 31, 2019 which continue during the quarter ended June 30, 2019, to substantially scale down one of its manufacturing operations in anticipation of improving the financial position of the Company. Our conclusion is not modified in respect of this matter.
7. The consolidated unaudited financial results includes the interim financial information of one subsidiary which have not been reviewed by their auditors, whose interim financial information reflect total revenue of Rs. 7.81 lakhs total net profit after tax of Nil and total comprehensive income of Nil for the quarter ended June 30, 2019, as considered in the consolidated unaudited financial results. According to the information and explanations given to us by the Management, these interim financial information are not material to the Group. Our conclusion on the Statement is not modified in respect of the above matter.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016



Priyanshu Gundana
Partner
Membership Number: 109553
UDIN: 19109553AAAAAT8281

Nadiad
August 01, 2019

MAFATAL INDUSTRIES LIMITED

Regd. Office: 301-302, Heritage Horizon, 3rd Floor, Off C. G. Road, Navrangpura, Ahmedabad - 380 009.

Tel:079-26444404-06, Fax:079-26444403, Website:www.mafatals.com,

Email:ahmedabad@mafatals.com, CIN L17110GJ1913PLC000035

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2019

(Rs. in Lakhs)

Sr. No.	PARTICULARS	Quarter ended			Financial Year ended
		30th June, 2019 Unaudited	31st March, 2019 Unaudited	30th June, 2018 Unaudited	31st March, 2019 Audited
1	Revenue				
a	Revenue from operations	27,204.19	24,676.80	31,265.90	102,368.06
b	Other Income	402.02	697.87	671.16	3,089.83
	Total Revenue (a + b)	27,606.21	25,374.67	31,937.06	105,457.89
2	Expenses				
a	Cost of materials consumed	6,966.84	7,100.66	9,794.12	32,626.10
b	Purchases of stock-in-trade	13,043.75	8,811.40	11,618.22	37,470.42
c	Changes in inventories of finished goods, work-in-progress and stock-in-trade	696.11	3,480.22	417.61	3,823.14
d	Employee benefits expense	2,487.58	2,512.11	3,374.72	12,040.77
e	Finance costs (Net)	828.85	757.80	722.26	3,018.86
f	Depreciation and amortisation expense	414.84	900.58	895.33	3,595.66
g	Other expenses	3,757.29	4,733.57	6,305.61	22,528.18
	Total expenses	28,195.26	28,296.34	33,127.87	115,103.13
3	Loss before exceptional items and tax (1 - 2)	(589.05)	(2,921.67)	(1,190.81)	(9,645.24)
4	Exceptional items [(Loss)/Profit] (Refer note no. 4)	68.82	(7,556.57)	-	(8,361.80)
5	Loss before tax (3 - 4)	(520.23)	(10,478.24)	(1,190.81)	(18,007.04)
6	Tax expense				
a	Current tax	-	-	-	-
b	Deferred tax (charge) / credit	-	-	-	-
	Total tax expense (net)	-	-	-	-
7	Net Loss for the period (5 - 6)	(520.23)	(10,478.24)	(1,190.81)	(18,007.04)
8	Other comprehensive income				
	Items that will not be reclassified to profit or loss				
	- Gain / (Loss) on Fair value of Investments	(7,471.61)	(4,450.02)	(7,539.28)	(11,015.13)
	- Actuarial Gain / (Loss) on Defined Benefit Plans (net of tax)	(23.89)	(173.95)	5.96	(150.25)
9	Total comprehensive income for the period (7 + 8)	(8,015.73)	(15,102.21)	(8,724.13)	(29,172.42)
10	Paid-up equity share capital (face value of Rs. 10/- per share)	1,391.28	1,391.28	1,391.28	1,391.28
11	Other Equity (excluding revaluation reserve)	-	-	-	49,307.76
12	Loss per share (face value of Rs. 10/- per share) (not annualized)				
	- Basic and Diluted	(3.74)	(75.31)	(8.56)	(129.43)

See accompanying notes to the Financial Results



NOTES:

1. The results for the quarter ended 30th June, 2019 were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 1st August, 2019. They have been subjected to Limited Review by Statutory Auditors.
2. Figures for the quarter ended 31st March 2019 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures for the nine months period ended 31st December, 2018.
3. During the quarter ended 30th June 2019, there is no change in the status of the litigation in respect of Company's entitlement for Transfer of Development Rights against surrender of part of leasehold land at Mazagaon to Municipal Corporation of Greater Mumbai as compared to 31st March, 2019.
4. Exceptional items for the quarter and year-ended 31st March, 2019 of Rs. 7,556.57 lakhs and Rs. 8,361.80 lakhs respectively, include write-downs / provisions pertaining to carrying value of Property, Plant and Equipment (classified as held for sale), one-time employees' liabilities and certain current / non-current assets of denim operations, consequent to strategic initiatives undertaken by the Company to substantially scale down denim operations.

In continuation of above-mentioned initiatives, the Company has sold in the quarter ended 30th June 2019, certain assets held for sale and Inventories pertaining to denim operations at profit of Rs. 68.82 lakhs (net), which has been disclosed as exceptional item. Further, subsequent to the quarter ended 30th June, 2019, the Company has entered into an agreement with Union offering compensation to its concerned workmen as a full and final settlement, which will be recognised as an exceptional expenditure in the quarter, when incurred.

After implementation of the above strategic initiatives and based on business plan for current as well as coming years, the Company anticipates an improved financial position in future.

5. Effective 1st April, 2019, the Company has adopted Ind AS 116 'Leases', w.r.t. lease contracts outstanding as on 1st April, 2019 using the modified retrospective method. Accordingly, financial results for the quarter ended 30th June, 2018 and quarter and year ended 31st March, 2019 have not been retrospectively adjusted. This has resulted in recognising a right-of-use asset of Rs. 239.63 lakhs and a corresponding lease liability of Rs. 239.63 lakhs as at 1st April, 2019. The effect of this adoption on the Loss for the period and the Loss per share is not significant and has been given effect in these results.

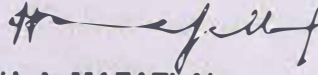
In the Statement of Profit and Loss for the current period, the nature of expenses in respect of operating leases has changed from lease rent in previous periods to depreciation cost for the right-to-use asset and finance cost for interest accrued on lease liability.

6. The Company has identified Textile Business as its only primary reportable segment in accordance with the requirements of Ind AS 108, 'Operating Segments'. Accordingly, no separate segment information has been provided.



7. Previous period's figures have been reclassified, wherever necessary, to correspond with those of the current period.

For and on behalf of the Board,
For MAFATLAL INDUSTRIES LIMITED



H. A. MAFATLAL
CHAIRMAN
DIN : 00009872

Place: Nadiad
Date: 1st August, 2019




Price Waterhouse Chartered Accountants LLP

The Board of Directors
M/s. Mafatlal Industries Limited
6th Floor, 'B' Wing, Kaledonia Building,
Sahar Road, Opp. Vijay Nagar Society,
Andheri (East), Mumbai-400 069

1. We have reviewed the unaudited financial results of Mafatlal Industries Limited (the "Company") for the quarter ended June 30, 2019 which are included in the accompanying 'Statement of Standalone Unaudited Financial Results for the quarter ended 30th June, 2019' (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes.
2. This Statement, which is the 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, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the 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 is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to Note 4 regarding net loss before exceptional items of Rs. 589.05 lakhs reported during the quarter ended June 30, 2019. The Company had undertaken strategic initiatives, during the year ended March 31, 2019 which continue during the quarter ended June 30, 2019, to substantially scale down one of its manufacturing operations in anticipation of improving the financial position of the Company. Our conclusion is not modified in respect of this matter.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016


Priyanshu Gurdana
Partner
Membership Number: 109553
UDIN : 19109553AAAAAS2011

Nadiad
August 01, 2019

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