



E-LAND  
**APPAREL**

Date: 24<sup>th</sup> May, 2019

**The General Manager**  
**Department of Corporate Services**  
**BSE Limited**  
New Trading Ring,  
Rotunda Building, 1<sup>st</sup> Floor,  
P.J Towers, Dalal Street,  
Fort, Mumbai - 400 001  
**Scrip Code: 532820**

**The Manager**  
**Listing Department**  
**National Stock Exchange of India Limited**  
Exchange Plaza, Plot No. C/1, G-Block,  
Bandra-Kurla Complex, Bandra (East)  
Mumbai - 400 051  
**Symbol: ELAND**

Dear Sir/Madam,

**Subject: Outcome of Board Meeting**

**Reference: Regulation 30 of SEBI (Listing Obligations & Disclosure' Requirements) Regulations, 2015**

We wish to inform you that pursuant to Regulation 30 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 it is hereby informed that the meeting of Board of Directors of the Company held on Friday, May 24, 2019, at Palai Plaza, 3rd Floor, 9, Kohinoor Road, Opp Hotel Pritam, Dadar (East), Mumbai 400014 and considered and approved the following transactions:

1. Audited Financial Results of the Company for the quarter and year ended 31<sup>st</sup> March, 2019. **(Annexure 1)**.
2. Voluntarily delisting from National Stock Exchange of India Limited.

The meeting commenced on 02:00 p.m. and concluded at ~~04~~:30 p.m.  
We request you to take the above on your record.

**For E-Land Apparel Limited**

**CHONGTAE BAEK**  
**Director**  
DIN: 01566661

**E-Land Apparel Limited**  
**(Formerly known as Mudra Lifestyle Limited)**

Regd Off :- Office No. 404, 4<sup>th</sup> Floor, Western Edge-I, Western Express Highway, Magathane, Borivali (East), Mumbai-400066  
Tel: +91-22-4097 2600, Fax: +91-22-4097 2601, CIN : L17110MH1997PLC106945, Web : www.elandapparel.com

**Auditor's Report on Quarterly and Annual Standalone Financial Results of E-Land Apparel Limited pursuant to the Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015**

TO  
THE BOARD OF DIRECTORS OF E-LAND APPAREL LIMITED

1. We have audited the standalone annual financial results of **E-Land Apparel Limited ("the company")** for the year ended 31 March 2019 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (listing Regulations') as modified by Circular No.CIR/CFD/FAC/62/2016 dated July 5, 2016. Attention is drawn to the fact that figures for last the quarter ended 31 March 2019 and the corresponding quarter ended in the previous year as reported in these standalone annual financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the relevant financial year. Also the figures up to the end of the third quarter had only been reviewed and not subjected to audit.

This Statement 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 the Indian Accounting Standard 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on these annual financial results based on our audit of the annual financial statement.

2. We have not performed a review of the figure relating to the 1<sup>st</sup> quarter for the year, corresponding quarter of previous year financial statements drawn for the year ended as on 31<sup>st</sup> March, 2018, which were reviewed by Deloitte Haskins & Sells LLP, Chartered Accountants, the predecessor auditor.
3. 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 standalone annual financial results are free of material misstatement. 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.
4. In our opinion and to the best of our information and according to the explanations given to us these financial results:
  - (i) are presented in accordance with the requirements of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and



(ii) give a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net loss and total comprehensive income and other financial information for the year ended 31 March 2019 .

5. We draw attention to Note 3 of the Statement, which indicates that the Company has incurred losses of Rs.744.30 lakhs for the quarter ended March, 2019 and loss of Rs. 4,151.87 for the year ended 31<sup>st</sup> March, 2019. The accumulated losses as on 31<sup>st</sup> March, 2019, have eroded the net-worth of the Company. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. However, the Statement has been prepared on a going concern basis for the reasons stated in the said Note.

Our report is not modified in respect of this matter.

**For Hinesh R. Doshi & Co LLP**  
**Chartered Accountants**  
**Firm Registration No- 103677W/W100056**

*Hinesh R Doshi*

**Hinesh R. Doshi**  
**Partner**  
**Membership No. 042539**  
**Place: Mumbai**  
**Date: 24<sup>th</sup> May, 2019**



Statement of Unaudited Financial Results for the quarter ended March 31, 2019

(₹ in Lakhs)

Sl No	Particulars	Quarter ended				Year ended 31-Mar-19	Year ended 31-Mar-18
		31-Mar-19	31-Dec-18	31-Mar-18	31-Mar-19		
1	Revenue from operations	4,656.09	4,439.18	4,405.21	17,201.89	18,371.52	
2	Other income	33.20	8.25	78.68	404.61	208.21	
3	<b>Total Income (1+2)</b>	<b>4,689.29</b>	<b>4,447.43</b>	<b>4,483.88</b>	<b>17,606.51</b>	<b>18,579.73</b>	
4	<b>Expenses</b>						
	(a) Cost of raw material and components consumed	2,263.62	2,071.31	2,135.64	9,296.74	10,690.43	
	(b) Changes in inventories of finished goods, work-in-progress	234.84	517.79	378.97	195.55	518.53	
	(c) Excise duty	-	-	-	-	21.04	
	(d) Employee benefits expenses	1,217.59	1,310.08	1,503.69	5,155.67	6,139.30	
	(e) Finance costs (Refer Note 6)	785.23	1,064.75	221.79	3,910.37	2,241.33	
	(f) Depreciation, Amortization and Impairment expense	48.75	49.11	46.55	194.39	209.43	
	(g) Other expenses	883.55	840.86	414.62	3,005.66	2,991.14	
	<b>Total expenses</b>	<b>5,433.58</b>	<b>5,853.90</b>	<b>4,701.26</b>	<b>21,758.38</b>	<b>22,811.20</b>	
5	<b>Loss before tax and exceptional items (3-4)</b>	<b>(744.30)</b>	<b>(1,406.47)</b>	<b>(217.38)</b>	<b>(4,151.87)</b>	<b>(4,231.47)</b>	
6	<b>Exceptional items - (Income) / Expenses (Refer Note 1)</b>	-	-	3,611.02	-	3,611.02	
7	<b>Loss before tax (5-6)</b>	<b>(744.30)</b>	<b>(1,406.47)</b>	<b>(3,828.40)</b>	<b>(4,151.87)</b>	<b>(7,842.49)</b>	
8	<b>Tax expense</b>						
	(1) Current tax expenses	-	-	-	-	-	
	(2) Deferred tax	-	-	-	-	-	
9	<b>Loss for the period / year (7-8)</b>	<b>(744.30)</b>	<b>(1,406.47)</b>	<b>(3,828.40)</b>	<b>(4,151.87)</b>	<b>(7,842.49)</b>	
10	<b>Other comprehensive Income</b>						
	1 (a) Items that will not be reclassified to profit and loss	28.72	-	63.69	28.72	63.69	
	(b) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	
	2 (a) Items that will be reclassified to profit and loss	-	-	-	-	-	
	(b) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	
	<b>Total</b>	<b>28.72</b>	<b>-</b>	<b>63.69</b>	<b>28.72</b>	<b>63.69</b>	
11	<b>Total Comprehensive Income for the period / year (9+10)</b>	<b>(715.58)</b>	<b>(1,406.47)</b>	<b>(3,764.71)</b>	<b>(4,123.15)</b>	<b>(7,778.80)</b>	
12	<b>Paid-up equity share capital (Face Value ₹ 10/-)</b>	<b>4,799.05</b>	<b>4,799.05</b>	<b>4,799.05</b>	<b>4,799.05</b>	<b>4,799.05</b>	
13	<b>Earnings per equity share (of ₹ 10/- each) *</b>	<b>(1.55)</b>	<b>(2.93)</b>	<b>(7.98)</b>	<b>(8.65)</b>	<b>(16.34)</b>	

\* Not annualised for the quarter



1	Exceptional Items constitute (Income) / Expenses :	Quarter Ended		Year ended	
		31/Mar/19	31/Dec/18	31/Mar/18	31/Mar/18
	Accelerated notional interest on interest free borrowings (net of deemed guarantee commission income) (Refer note 1.1 below)	-	-	-	3,872.67
	Benefit on One Time Settlement (OTS) with lenders (Refer note 1.2 below)	-	-	-	(157.61)
	Reversal of right of recompense liability payable to lenders (Refer note 1.2 below)	-	-	-	(104.04)
	<b>Total</b>				<b>3,611.02</b>

(₹ in lakhs)

1.1. The Company, in 2012, had applied for the restructuring of its debts through Corporate Debt Restructuring (CDR) Mechanism as envisaged under the Reserve Bank of India (RBI) guidelines. Pursuant to the same, based on approval of the CDR cell, the Company entered into a Master Restructuring Agreement in September 2012. In 2016, the Company and its fellow subsidiary viz. E-Land Fashion India Private Limited ("EFPL") had applied for One Time Settlement (OTS) with all the banks in the consortium, pursuant to which, approval was received during the year ended March 31, 2018 from all the banks for the OTS in respect of the borrowings of both the entities. Based on receipt of the approval for OTS from the consortium of lenders, the Company utilized Export Advances received from E-Land Asia Holdings Pte, the Holding Company, to repay the borrowings from banks and also the borrowings from EFPL to ensure that the entities comply with the OTS as a Group. This has resulted in an accelerated unwinding of the notional interest (net of deemed guarantee commission income) on the interest-free borrowings from EFPL of Rs. 3,872.67 lakhs.

1.2 During the quarter ended March 31, 2018, the OTS formalities, including reconciliation of balances, settlement of dues, final approval from CDR, receipt of 'No Dues Certificate' from banks etc. have been completed and accordingly, an amount of Rs. 157.61 lakhs was credited to the Statement of Profit and Loss towards the benefit arising on account of the OTS. Further, the Company also reversed the provision for right of recompense amounting to Rs. 104.04 lakhs made in the books in the previous periods.

2 The Government of India introduced the Goods and Service Tax (GST) with effect from July 1, 2017. Consequently, the revenue for the periods after such date are presented net of GST and are accordingly not comparable with the previous period ended June 30, 2017 presented in the results.

3 The Company has incurred losses of Rs. 744.30 lakhs (before other comprehensive income) for the quarter ended March 31, 2019 (quarter ended March 31, 2018 - Rs. 3,828.40 lakhs) and overall loss of Rs. 4,151.87 for the year ended on 31<sup>st</sup> March, 2019. The accumulated losses exceed its paid up capital and other equity as on 31<sup>st</sup> March, 2019. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern and, therefore, it may be unable to realise its assets and discharge its liabilities in the normal course of business. The Management is currently implementing a plan to increase turnover, improve profitability and financial position, sell certain non-core assets and has assessed that it will be able to meet the working capital requirements for the next 12 months based on its cash flow projections. The Holding company has also confirmed financial support to the Company to continue as a going concern. The Company is therefore being viewed as a going concern and the financial results have been prepared under the going concern assumption.

4 The Company has only one reportable segment i.e. Garments.

5 Ind AS 115 – Revenue from Contracts with Customers, mandatory for reporting periods beginning on or after April 1, 2018, replaces existing revenue standard Ind AS 18. The application of Ind AS 115 has impacted the Company's accounting for recognition of revenue from contracts with customers insofar as it relates to accounting of significant financing component in the contracts.

The Company has applied the modified retrospective approach to contracts that were not completed as on April 1, 2018 and has given impact of Ind AS 115 application by debit to the opening balance of retained earnings as at the said date by Rs. 2,065.04. Accordingly, the comparatives have not been restated and hence not comparable with previous period figures.

For the quarter ended March 31, 2019, the application of Ind AS 115 has resulted in the the Finance costs being higher by Rs. 785.24 lakhs (Quarter ending December '18 - 1064.75 lakhs) and loss after tax being higher by a similar amount vis-à-vis the amounts if the replaced standard was applicable. The basic and diluted EPS would be Rs. (0.09) as against Rs. (1.55).

6 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 24, 2019 and have been subjected to limited review by the Statutory Auditors.

7 The company has changed its register office from Mumbai to Bangalore



For and on behalf of the Board of E-Land Apparel Limited  
 Chong Taebaeak  
 Independent Director  
 DIN: 01566661  
 Place : Mumbai  
 Date : May 24, 2019



Particulars	As at 31st Mar 2019	As at 31 March 2018
<b>ASSETS</b>		
<b>Non-current assets</b>		
(a) Property, Plant and Equipment	4,295.72	4,336.52
(b) Other Intangible assets	21.99	53.86
(c) Financial Assets		
(i) Investments		
a) Other investments	1.00	1.00
(ii) Other financial assets	257.99	260.42
(d) Other non-current assets	394.77	447.28
<b>Total Non - Current Assets</b>	<b>4,971.47</b>	<b>5,099.08</b>
<b>Current assets</b>		
(a) Inventories	1,639.47	2,196.46
(b) Financial assets		
(i) Other Investments	18.47	22.78
(ii) Trade receivables	1,937.31	2,305.23
(iii) Cash and cash equivalents	1,749.01	560.74
(iv) Other financial assets	19.53	16.28
(c) Other current assets	1,184.20	946.37
	6,547.99	6,047.85
Assets classified as held for sale	-	19.32
<b>Total current assets</b>	<b>6,547.99</b>	<b>6,067.18</b>
<b>Total assets</b>	<b>11,519.46</b>	<b>11,166.26</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity Share capital	4,799.05	4,799.05
(b) Other equity	(35,444.20)	(28,271.75)
<b>Total Equity</b>	<b>(30,645.15)</b>	<b>(23,472.70)</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	3,504.64	1,000.97
(ii) Other financial liabilities	14.00	14.01
(b) Provisions	341.35	346.74
(c) Other non-current liabilities	34,752.49	28,935.14
<b>Total Non - Current Liabilities</b>	<b>38,612.48</b>	<b>30,296.86</b>
<b>Current liabilities</b>		
(a) Financial Liabilities		
(i) Trade payables	3,028.42	3,605.41
(ii) Other financial liabilities	5.66	13.20
(b) Provisions	166.07	138.34
(c) Other current liabilities	351.98	585.15
<b>Total Current Liabilities</b>	<b>3,552.13</b>	<b>4,342.10</b>
<b>Total Liabilities</b>	<b>42,164.61</b>	<b>34,638.96</b>
<b>Total Equity and Liabilities</b>	<b>11,519.46</b>	<b>11,166.26</b>



For and on behalf of the Board of E-Land Apparel Limited

Chong Tae Baek  
Independent Director  
DIN: 01566661  
Place : Mumbai  
Date : May 24, 2019

