

MRO-TEK REALTY LIMITED

Registered & Corporate Office:

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

Ph : +91 80 42499000

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Email : info@mro-tek.com CIN No. L28112KA1984PLC005873 www.mro-tek.com

MROTEK®

Integrating Next Generation Networks

MRO: FS: 19-20:502

12th February, 2020

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 2019-20

As informed vide our letter dated 30th January, 2020, 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 3rd quarter ended December 31, 2019 along with limited review.

Further, the meeting commenced at 4:00 PM and concluded at 6:05 PM

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

MRO-TEK REALTY LIMITED
(formerly named MRO-TEK LIMITED till May 10, 2016)
Regd Office: No.6, 'Maruthi Complex', New BEL Road, Chikkamaranahalli, Bengaluru-560 054 Phone No. 080-42499000
Website - "www.mro-tek.com"
CIN NO.L28112KA1984PLC005873
STATEMENT OF UN AUDITED RESULTS FOR THE QUARTER & NINE MONTHS ENDED 31st Dec, 2019

Particulars	(Rs in Lakhs except for EPS)					
	Quarter Ended			Nine Months ended		Year Ended
	31/Dec/19 UN AUDITED	30/Sep/19 UN AUDITED	31/Dec/18 UN AUDITED	31/Dec/19 UN AUDITED	31/Dec/18 UN AUDITED	31/Mar/19 AUDITED
1 Income						
a. Revenue from Operations	985.38	2,063.13	593.74	3,453.24	2,155.40	2,691.56
b. Other Income	11.83	21.25	44.81	53.83	53.80	40.58
Total Income	997.21	2,084.38	638.55	3,507.07	2,209.20	2,732.14
2 Expenses						
(a) Cost of materials consumed	423.02	1,208.39	686.87	1,908.77	1,801.80	2,155.22
(b) Purchases of Stock-in Trade	-	0.15	-	1.27	60.24	60.24
(c) Changes in inventories of finished Goods, work-in-progress and stock-in-trade	417.68	(149.70)	(256.88)	312.50	(384.33)	(334.51)
(d) Employee benefit expenses	189.86	197.58	217.40	591.73	659.71	886.73
(e) Finance Cost	132.35	128.47	73.19	364.55	175.76	247.74
(f) Depreciation and amortization expenses	31.58	31.17	23.78	89.74	65.90	92.09
(g) Other expenses	106.76	173.81	147.58	375.81	456.34	533.35
Total Expenses	1,301.25	1,589.87	891.94	3,644.37	2,835.42	3,640.86
3 Profit/(Loss) before Exceptional Items and tax (1-2)	(304.04)	494.51	(253.39)	(137.30)	(626.22)	(908.72)
4 Exceptional Items (Refer Note 3A, 3B)	-	-	-	-	-	-
5 Profit/(Loss) before tax from Continuing operations (3-4)	(304.04)	494.51	(253.39)	(137.30)	(626.22)	(908.72)
6 Profit/(Loss) from Discontinued Operations (Refer Note 5)	-	-	-	-	(84.02)	(84.18)
7 Profit/(Loss) for the period before Tax (5+6)	(304.04)	494.51	(253.39)	(137.30)	(710.24)	(992.90)
8 Tax expense	9.41	(0.68)	8.35	20.78	(17.02)	(6.88)
9 Net Profit/(Loss) for the period (7-8)	(313.45)	495.19	(261.74)	(158.08)	(693.22)	(986.02)
10 Other Comprehensive Income (net of tax)						
Items that will not be reclassified to Statement of Profit and Loss	(2.01)	0.72	1.99	(1.29)	1.09	2.87
11 Total Comprehensive Income (9+10)	(315.46)	495.91	(259.75)	(159.37)	(692.13)	(983.15)
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	(728.04)	(412.58)	(277.66)	(728.04)	(277.66)	(568.67)
(i) Earnings Per Equity Share (for Continuing operations)						
(a) Basic	Rs. (1.68)	2.65	(1.40)	(0.85)	(3.26)	(4.83)
(b) Diluted	Rs. (1.68)	2.65	(1.40)	(0.85)	(3.26)	(4.83)
(i) Earnings Per Equity Share (for Discontinued operations)						
(a) Basic	Rs. -	-	-	-	(0.45)	(0.45)
(b) Diluted	Rs. -	-	-	-	(0.45)	(0.45)
(i) Earnings Per Equity Share (for Continuing and Discontinued operations)						
(a) Basic	Rs. (1.68)	2.65	(1.40)	(0.85)	(3.71)	(5.28)
(b) Diluted	Rs. (1.68)	2.65	(1.40)	(0.85)	(3.71)	(5.28)

See accompanying note to the Financial results



Notes:

- 1 The above financial results for the quarter ended 31st Dec, 2019 as recommended by the Audit Committee were approved by the Board of Directors in their respective meetings held on 12th Feb 2020.
- 2 A. The Company has adopted Ind AS 115 'Revenue from Contracts with Customers' with the date of initial application being April 1, 2018. Ind AS 115 establishes a comprehensive framework on revenue recognition. Ind AS 115 replaces Ind AS 18 'Revenue' and Ind AS 11 'Construction Contracts'. The application of Ind AS 115 did not have material impact on the financial statements. As a result, the comparative information has not been restated.
- B. The company has accounted for revenue of Rs. 1449.45 lakhs, during the previous quarter, along with attributable expenses for same for a "supply, installation and maintain" contract entered in to with Bharat Sanchar Nigam Limited for their WCL Project based on Management's interpretation of IND AS 115 besides distinct contract performance obligation by creation of asset at customer's location for their exclusive use and with no alternative use to the company.
- 3 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.
- 4 For the purpose of Segment Reporting, 'Products', 'Solutions', EMS (Electronic Contract Manufacturing Services), 'Real Estate Development', IT & Drone and Export Oriented Unit constitute primary business segments.
- 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/19	30/Sep/19	31/Dec/18	31/Dec/19	31/Dec/18	31/Mar/19
Income from Discontinuing Operations						
(a) Net Sales/income from Operations	-	-	-	-	-	-
Total Income from Discontinuing Operations (net)	-	-	-	-	-	-
Expenses of Discontinuing Operations						
Cost of materials consumed	-	-	-	-	-	-
Indirect Expenses*	-	-	-	-	84.02	84.18
Other Income	-	-	-	-	-	-
Total Expenses from Discontinuing Operations	-	-	-	-	84.02	84.18
Net Profit/(loss) from Discontinuing Operations	-	-	-	-	(84.02)	(84.18)

*For Year ended 31st March 2019 Rs. 83.37 lakhs towards provision for receivable in respect of Solar based equipment and projects & 0.81 lakhs towards sales tax payable interest provision.

- 5 Tax Expense include Deferred Tax and Current Income Tax.
- 6 During this quarter, the Company has recognised Deferred Tax Asset of Rs 71.82 lakhs (Previous Year : Deferred Tax Asset of Rs 92.60 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.
- 7 Figures for the previous period have been regrouped, wherever necessary.



Standalone Segment wise Revenue, Results, Assets and Liabilities

Particulars	(Rs in Lakhs)					
	Quarter Ended			Nine Months ended		Year Ended
	31/Dec/19 UN AUDITED	30/Sep/19 UN AUDITED	31/Dec/18 UN AUDITED	31/Dec/19 UN AUDITED	31/Dec/18 UN AUDITED	31/Mar/19 AUDITED
1 Segment Revenue (Net Sale)						
(a) Product	188.48	242.67	405.63	715.59	1,389.68	1,909.73
(b) Real Estate Development	-	-	-	-	-	-
(c) EMS (Electronic Contract Manufacturing Services)	796.40	363.62	149.70	1,249.10	427.27	491.35
(d) Solutions	-	1,450.13	38.41	1,473.31	338.45	290.48
(e) IT & Drone	0.50	6.71	-	15.24	-	-
Total	985.38	2,063.13	593.74	3,453.24	2,155.40	2,691.56
Less :- Inter segment revenue						
Net Sales From Operations	985.38	2,063.13	593.74	3,453.24	2,155.40	2,691.56
2 Segment Results - Profit / (loss) before tax and Interest						
(a) Product	23.75	39.82	102.24	71.10	389.78	325.43
(b) Real Estate Development	-	-	-	-	-	-
(c) EMS (Electronic Contract Manufacturing Services)	4.54	(44.94)	11.17	(132.88)	29.35	(304.85)
(d) Solutions	(17.18)	773.45	(36.30)	742.88	(47.41)	(76.40)
(e) IT & Drone	(36.17)	(42.33)	-	(113.62)	-	(41.07)
Total	(25.06)	726.00	77.11	567.48	371.72	(96.89)
Less:-						
i) Interest	132.35	128.47	73.19	364.54	175.76	247.74
ii) Other Un-allocable Expenditure net off	150.56	106.51	261.05	353.03	919.08	655.85
iii) Un-allocable Income	(3.93)	(3.49)	(3.74)	(12.79)	(12.88)	(7.58)
Total Profit/(loss) before tax	(304.04)	494.51	(253.39)	(137.30)	(710.24)	(992.90)
3 Segment Assets						
(a) Product	2,330.24	2,924.03	1,693.27	2,330.24	1,693.27	2,443.36
(b) Real Estate Development	446.48	432.48	446.48	446.48	446.48	446.48
(c) EMS (Electronic Contract Manufacturing Services)	2,228.22	1,856.69	615.61	2,228.22	615.61	832.63
(d) Solutions	851.45	780.17	615.79	851.45	615.79	407.41
(e) IT & Drone	115.20	114.36	-	115.20	-	87.40
(f) Un-allocable assets	702.59	783.49	1,032.52	702.59	1,032.52	597.58
Total Assets	6,674.18	6,891.22	4,403.67	6,674.18	4,403.67	4,814.86
4 Segment Liabilities						
(a) Product	342.28	621.78	1,026.89	342.28	1,026.89	615.76
(b) Real Estate Development	-	-	-	-	-	-
(c) EMS (Electronic Contract Manufacturing Services)	960.27	683.45	246.48	960.27	246.48	410.19
(d) Solutions	23.61	299.16	102.00	23.61	102.00	365.41
(e) IT & Drone	17.72	28.36	-	17.72	-	31.89
(f) Un-allocable Liabilities	5,124.12	4,736.82	2,371.73	5,124.12	2,371.73	3,026.05
Total Liabilities	6,468.00	6,369.57	3,747.10	6,468.00	3,747.10	4,449.30

Place : Bengaluru
Date: 12th Feb 2020

For MRO-TEK Realty Limited

Anuradha Mehta
Chairman and Managing Director



K. S. AIYAR & CO

CHARTERED ACCOUNTANTS

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Near 6th Main, Malleswaram,
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INDEPENDENT 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, 2019 ("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 amended.
2. 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.
3. 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 provides less assurance than an audit. We have not performed an audit and 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 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 amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Bengaluru
Date: 12th February, 2020

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



Ramamohan R Hegde
Partner

M.No.23206

UDIN: 20023206AAAAK2163



Office also at
Mumbai Chennai Kolkata
Coimbatore and Hyderabad