

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED ON 31ST MARCH, 2016.						
Sr. No.		Quarter ended on			Year ended on	
		31.03.2016	31.12.2015	31.03.2015	31.03.2016	31.03.2015
		Audited	Reviewed	Audited	Audited	Audited
1	<b>Income from operations</b>					
	[a] Net Sales / Income from operations including Trading Sales	3,615.76	3,819.02	6,018.87	18,857.53	26,294.15
	Less: Excise Duty	364.29	389.10	557.82	1,894.19	2,384.49
	Net of Excise	3,251.47	3,429.92	5,461.05	16,963.34	23,909.66
	[b] Other Operating Income	3,080.50	8.40	153.33	3,124.09	356.58
	<b>Total Income from operations (net)</b>	<b>6,331.97</b>	<b>3,438.32</b>	<b>5,614.38</b>	<b>20,087.43</b>	<b>24,266.24</b>
2	<b>Expenses</b>					
	[a] Cost of Material consumed	2,517.29	2,879.70	3,014.59	14,237.10	17,800.03
	[b] Purchase of stock-in-trade	63.93	59.37	429.53	524.14	1,837.58
	[c] Change of inventories of finished goods, work in process and stock-in-trade	1,766.03	(512.19)	534.80	564.33	(981.35)
	[d] Employees benefits expenses	173.50	241.97	325.61	998.99	1,112.11
	[e] Depreciation and amortisation expenses	142.98	116.58	252.03	530.10	616.99
	[f] Other Expenses (Refer Note)	1,521.61	389.04	866.45	3,319.23	2,615.18
	<b>Total Expenses</b>	<b>6,185.34</b>	<b>3,174.47</b>	<b>5,423.01</b>	<b>20,173.89</b>	<b>23,000.54</b>
3	Profit / (Loss) from operations before other income, finance cost & exceptional items (1-2)	146.63	263.85	191.37	(86.46)	1,265.70
4	Other Income	-	-	-	-	-
5	Profit / (Loss) from ordinary activities before finance cost & exceptional items (3+4)	146.63	263.85	191.37	(86.46)	1,265.70
6	Finance Cost	164.75	148.78	160.02	644.42	581.12
7	Profit / (Loss) from ordinary activities after finance cost but before exceptional items (5-6)	(18.12)	115.07	31.35	(730.88)	684.58
8	Exceptional Items	-	-	-	-	-
9	Profit / (Loss) from ordinary activities before tax (7-8)	(18.12)	115.07	31.35	(730.88)	684.58
10	Tax Expenses/Deferred tax	-	-	-	(303.22)	(264.47)
11	Net Profit / (Loss) from ordinary activities after tax [9-10]	(18.12)	115.07	31.35	(1,034.10)	420.11
12	Extraordinary items (net of tax expenses)	-	-	-	-	-
13	Net Profit / (Loss) for the period (11-12)	(18.12)	115.07	31.35	(1,034.10)	420.11
14	Share of Profit/(loss) of associates	-	-	-	-	-
15	Minority Interest	-	-	-	-	-
16	Net Profit/(loss) after taxes, minority interest and Share of Profit/(loss) of associates (13-14-15)	(18.12)	115.07	31.35	(1,034.10)	420.11
17	Paid-up equity share capital [Face Value of each share Rs.10/-]	905.27	905.27	905.27	905.27	905.27
18	Reserve excluding Revaluation Reserves as per Balance sheet of previous accounting year	-	-	-	3,912.79	4,340.46

19 i	Earnings Per Share (before extraordinary items) (of Rs. 10/- each) (not annualised)					
	a) - Basic	(0.20)	1.27	0.35	(11.42)	4.64
	b) - Diluted	(0.20)	1.27	0.35	(11.42)	4.64
19 ii	Earnings Per Share (after extraordinary items) (of Rs. 10/- each) (not annualised)					
	a) - Basic	(0.20)	1.27	0.35	(11.42)	4.64
	b) - Diluted	(0.20)	1.27	0.35	(11.42)	4.64
	<b>NOTES :</b>					
1]	The above audited Financial Results were reviewed by the Audit Committee and thereafter were approved by the Board of Directors of the Company at its meeting held on 26th April, 2016.					
2] a.	There was a major fire in the Company's Plant at Kumbhivali in the last June-15 ending quarter which has resulted in the substantial loss of Plant & Machinery, Building structure and Inventories. During First quarter of June-15 ended the amount of loss was estimated to Rs.3059.51 Lacs & therefore it was shown as exceptional item during that quarter. During the March-16 ended quarter this amount has been re-grouped to the respective cost heads. Also further, during the March-16 quarter ended the Board has decided that, being virtual certainty of the claim lodged, the insurance claim as lodged of Rs. 3059.51 Lacs has been shown as other income with corresponding amount as recoverable.					
b.	As and when insurance claim is finally received from Insurer, the difference, if any, between claim recoverable-claim received will be adjusted to Profit & Loss account.					
3]	During the quarter, we received one investor's complaints & resolved successfully, there were no investors complaints pending for redressal at the end of the quarter.					
4]	The segment-wise reporting as defined in AS-17 is not applicable since the Company has only one reportable segment 'Chemicals'.					
5]	Corresponding figures of the previous period/ year have been re-grouped / re-arranged wherever necessary to make them comparable.					
6]	The Other Expenses includes a sum of Rs. 510.51 Lacs (net of depreciation) (Gross Rs.731.40 Lacs Dep. Rs.220.89 Lacs) being sums written off on account of loss of plant & machinery in fire during the current year and further sum of Rs.220.89 Lacs, being sums written-off on account of short claim received from Insurer for earlier year claims.					
7]	The figures for the quarter ended March 31, 2016 are balancing figures arrived at as the difference between the reviewed figures for the Nine months ended on December 31, 2015 and the audited figures for the year 31st March, 2016. The figures for the quarter ended March 31, 2015 are balancing figures arrived at as the difference between the reviewed figures for the Nine months ended on December 31, 2014 and the audited figures for the year 31st March, 2015.					
						For Mangalam Organics Limited
						<i>J.C.M.C.</i>
	Place : Mumbai					Kamal Dujodwala
	Date : 26th April, 2016.					Chairman



<b>STATEMENT OF ASSETS &amp; LIABILITIES</b>		
		[Rs.in lacs]
	31.03.2016	31.03.2015
	Audited	Audited
<b>A) EQUITY AND LIABILITIES</b>		
<b>1) Share Holders' Funds</b>		
a) Share Capital	905.27	905.27
b) Reserves and Surplus	3,912.79	4,340.46
	4,818.06	5,245.73
<b>2) Non-Current Liabilities</b>		
a) Long Term liabilities	2,332.02	926.71
b) Deferred Tax Liability	247.23	550.45
c) Long Term Provisions	96.31	103.35
	2,675.56	1,580.51
<b>3) Current Liabilities</b>		
a) Short-Term Borrowings	3,818.11	5,796.24
b) Trade Payable	1,837.46	2,380.78
c) Other Current Liabilities	1,137.29	1,336.40
d) Short Term Provision	26.81	261.80
	6,819.67	9,775.22
<b>TOTAL</b>	<b>14,313.29</b>	<b>16,601.46</b>
<b>B) ASSETS</b>		
<b>1) Non-Current Assets</b>		
Fixed Assets		
a) Tangible Assets	3,476.69	4,775.27
b) Non-Current Investments	0.25	0.25
c) Long Term Loans and advances	27.26	34.55
	3,504.20	4,810.07
<b>2) CURRENT ASSETS</b>		
a) Inventories	4,406.19	6,534.73
b) Trade Receivable	1,219.49	2,172.09
c) Cash and Cash Equivalents	310.36	516.66
d) Short-term Loans and advances	4,870.73	2,561.93
e) Other Current Assets	2.32	5.98
	10,809.09	11,791.39
<b>TOTAL</b>	<b>14,313.29</b>	<b>16,601.46</b>



## AUDITOR'S REPORT

**Independent Auditor's Report**  
**To the Members of Mangalam Organics Limited**  
**(Formerly known as Dujodwala Products Limited)**

### Report on the Financial Statements

We have audited the accompanying financial statements of Mangalam Organics Limited (Formerly known as Dujodwala Products Limited), which comprise the Balance Sheet as at 31st March, 2016, and the Statement of Profit and Loss and Cash Flow Statement for the year ended 31<sup>st</sup> March, 2016, and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;
- b) In the case of the Profit and Loss Account, of the loss for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial Statement comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies Accounts (Rules), 2014 ;



e) On the basis of written representations received from the directors as on 31 March, 2016 and taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2016, from being appointed as a director in terms of section 164(2) of the Act.

f) With respect to the other matters included in the Auditor's Report and to the best of our information and according to explanation given to us:

1. The Company has disclosed the impact of pending litigation on its financial position in its financial statement- Refer Note 28 of the financial statements.
2. The Company does not have any long-term contracts including derivatives contracts for which there are no material foreseeable losses.
3. During the current year, there is no amount which needs to be transferred to the Investor Education and Protection Fund by the Company.

**For R. Kabra & Co.**

Chartered Accountants

(Registration No.104502W)



(Deepa Rathi)

Partner

M. Ship No.104808

FRN : 104502W

**Place: Mumbai**

**Date: 26<sup>th</sup> April, 2016**



**Mangalam Organics Limited (formerly Dujodwala Products Limited)**

**ANNEXURE TO AUDITOR'S REPORT**

**(Referred to our report of even date)**

Annexure referred to in Point 1 of the Auditor's Report of even date to the members of **Mangalam Organics Limited (formerly Dujodwala Products Limited) for the year ended 31<sup>st</sup> March 2016.**

On the basis of such checks as we considered appropriate and the information and explanations given to us during the course of the audit, we state as under:

- i) (a) *The company has not maintained proper records showing full particulars, including quantitative details and situation of fixed assets.* However, the Company has informed us that it is in process of compilation.  
  
(b) According to the information and explanation given to us, all the fixed assets have been physically verified by the management during the year along with the technical expert *but we cannot comment neither on any material discrepancies which were noticed on such verification nor we can comment on whether the same has been properly dealt with in the books of accounts as records were not available for the verification.*
- c) The title deeds of immovable properties are held in the name of the company except that they are mortgaged to bank as per the report given by the external valuer during the year and as per the management and we have relied upon the same.
- ii) (a) The inventory has been physically verified during the year by the management and we have relied on the same. There are no material discrepancies noticed except for the inventory which was lost due to fire but has been properly dealt within the books of accounts.
- iii) (a) In our opinion and according to the information and explanation given to us the company has not granted any secured or unsecured loans to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013 and therefore clause iii b and iii c are not applicable.
- iv) In our opinion and according to the information and explanation provided to us in respect of loans, investments, guarantees and security, the provisions of section 185 and 186 of the Companies Act 2013 have been complied with.
- v) In our opinion and according to the information and explanation given to us by the management, the company has not accepted any deposit from the public and therefore the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under are not applicable.



vi) The Central Government has prescribed maintenance of the cost records under sub section (1) of section 148 of the Companies Act, 2013 in respect to the company's products. We have broadly reviewed the books of accounts & records maintained by the company in this connection and are of the opinion that prima facie, the prescribed accounts and records have been made & maintained. We have however, not made a detailed examination of the records with a view to determining whether they are accurate or complete.

vii) (a) According to the records of the Company, undisputed statutory dues including provident fund, investor education and protection fund, employees state insurance, income tax, sales tax, wealth tax, custom duty, Excise duty, service tax, cess and other material statutory dues applicable to it have *generally* been regularly deposited with the appropriate authorities and no undisputed amounts payable in respect of these were outstanding, at the year end, for a period of more than six months from the date they became payable.

(b) According to the information and explanation given to us, there are no dues outstanding of income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty and cess on account of any dispute except as stated below:-

Name of the statute	Nature of dues	Amount of demand	Payment of demand	Period to which the amount relate	Forum where dispute is pending
The Central Excise Act, 1944	Camphor Price Difference Excise Duty	2,47,49,315	11,12,067 (Our Cum duty calculation with deduction as per Supreme Court Order	February 2004 to May 2005	Commissioner of Central Excise Raigad
The Central Excise Act, 1944	Excise duty	10,91,99,456	NIL	April 1999 to August 2003	High Court
The Central Excise Act, 1944	Excise duty	1,68,88,229	1,45,58,818 ( Cum Duty)	September 2003 to November 2004	High Court
The Central Excise Act, 1944	Excise duty	81,44,105	70,01,466 ( Cum Duty)	December 2004 to September 2005	CESTAT
The Central Excise Act, 1944	Interest	1,68,38,001	1,68,38,001	July 1999 to January 2004	Commissioner of Central Excise and Customs (Appeals) for excess calculation of Interest of Rs 91,30,615 paid under protest
The Central Excise Act, 1944	Interest	2,20,73,762	1,83,52,526	September 2003 to November 2004	Commissioner of Central Excise and Customs ( Appeals)

viii) Based on our audit procedures and the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to financial institutions and banks due to restructuring of loans with the bank. There are no Debenture holders of the company.

ix) In our opinion and according to the information and explanations given to us and on an overall examination of the records and relying on the information compiled by the Company for co-relating the funds raised to the end use of term loans as per the restructuring of the loans from the bank, we have to state that, the company has, prima facie, applied the term loans for the purpose for which the loans were obtained. There have been no moneys raised by way of initial public offer or further public offer (including debt instruments).

x) During the course of our examination of the books and records of the company and according to the information and explanation given to us, we have neither come across any instances of fraud on or by the company or any fraud on the company by its officers or employees, which has been noticed or reported during the current year, nor we have been informed of such case by the management.





- xi) During the course of our examination and as verified we state that the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- xii) The company is not the nidhi company hence provisions do not apply to the Company.
- xiii) As verified by us all the transactions with the related parties are in compliance with sections 177 and section 188 of the Companies Act 2013 where applicable and the details have been disclosed in the Financial Statements, etc as required by the Accounting Standard 18.
- xiv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- xv) As verified the company has not entered in to any non-cash transactions with directors or persons connected with him.
- xvi) The company is not required to be registered under section 451A of the Reserve Bank of India Act,1934.

**For R. Kabra & Co.**  
Chartered Accountants  
(Registration No.104502W)

  
(Deepa Rathi)  
Partner  
M. Ship No.046568  
FRN : 104502W  
**Place: Mumbai**  
**Date: 26<sup>th</sup> April, 2016**

