

MONTE CARLO FASHIONS LIMITED

Regd. Office : B-XXIX-106, G.T. Road, Sherpur, Ludhiana - 141003 (Pb.) India.

Tel.: 91-161-5048610, 5048620, 5048630, 5048640 Fax : 91-161-5048650

Manufacturers & Exporters of High Class Woollen Hosiery Knitwear, Textiles & Exclusive Fully Fashion Knitwears

May 25, 2018

National Stock Exchange of India Limited Exchange Plaza, 5 th Floor, Plot No. C/1, G-Block, Bandra-Kurla Complex, Bandra (E), Mumbai-400051.	BSE Limited. Phiroze Jeejeebhoy Tower, Dalal Street, Mumbai-400001.
Symbol: MONTECARLO	Scrip Code: 538836

Sub: Outcome of Board Meeting

Dear Sir / Madam,

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to inform you that Board of Directors of the Company in its Meeting held on May 25, 2018, have inter-alia, transacted the following businesses:

1. Considered and approved the Audited Financial Results for the Quarter and Financial Year ended March 31, 2018 (Copy enclosed), along with the Auditor's Report received from M/s Walker Chandiook & Co. LLP, Statutory Auditors of the Company and Declaration pursuant to the provisions of Regulation 33 (3) (d) of Listing Regulations.
2. Recommended a final dividend of ₹12/- per Equity Share (120%) having Face Value of ₹10/- each for the Financial Year 2017-2018. The Final Dividend will be paid after approval of the Members at the ensuing Annual General Meeting of the Company.
3. Accepted and approved the resignation of Dr. Yash Paul Sachdeva (DIN: 02012337), Independent Director of the Company with an immediate effect. The details required under SEBI CIR/CFD/CMD/4/2015 dated September 09, 2015 are given herein as under:

S.No.	Particulars	Dr. Yash Paul Sachdeva
1.	Reason for Change	Dr. Yash Paul Sachdeva have resigned from the Directorship due to pre-occupation and personal circumstances
2.	Date of Cessation	25.05.2018
3.	Brief Profile	Not Applicable
4.	Disclosure of Relationship	Not Applicable

4. Appointed Sh. Rishabh Oswal (DIN: 03610853), President-Commercial of the Company as an Additional Director to be designated as an Executive Director for a period of 5 years w.e.f. 01.06.2018, subject to the approval of Members at the ensuing Annual General Meeting of the Company. The details required under SEBI CIR/CFD/CMD/4/2015 dated September 09, 2015 are given herein as under:



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S.No.	Particulars	Sh. Rishabh Oswal
1.	Reason for Change	Sh. Rishabh Oswal (DIN: 03610853) has been appointed as an Additional Director of the Company to be designated as an Executive Director on the Board of the Company.
2.	Date of Appointment and Term of Appointment	He has been appointed for a term of 5 years w.e.f. 01.06.2018.
3.	Brief Profile	Sh. Rishabh Oswal, aged 26 Years, completed his B.A. Hons. in Management Studies from University of Nottingham, UK in 2013 and thereafter he completed PGP MFAB, Executive MBA from the prestigious Indian School of Business, Hyderabad. He joined Monte Carlo Fashions Limited as Senior Vice President-Operations in 2015 and presently he is working as President-Commercial of the Company. He is having 5 years of Experience in overall Administration. He is also serving as Director of various other Group Companies. He holds 70,000 Equity Shares of the Company.
4.	Disclosure of Relationship between Directors	He is related to Sh. Jawahar Lal Oswal, Chairman and Managing Director, Sh. Sandeep Jain, Smt. Ruchika Oswal and Smt. Monica Oswal, Executive Directors of the Company.

5. Taken note of Sh. Paurush Roy (DIN: 03038347), Non-Executive Director of the Company, being an Independent Director of the Company. For the year commencing from 01.04.2018, Sh. Paurush Roy qualifies conditions to be an Independent Director. Accordingly it has been decided that henceforth he will be deemed to be an Independent Director and the Board has taken note of the same. His appointment as an Independent Director is subject to confirmation in the forthcoming Annual General Meeting by the members after considering the Explanatory Statement attached to the notice. The details required under SEBI CIR/CFD/CMD/4/2015 dated September 09, 2015 are given herein as under:

S.No.	Particulars	Sh. Paurush Roy
1.	Reason for Change	Sh. Paurush Roy, Non Executive Director of the Company has been taken note of being an Independent Director.
2.	Date of Appointment and Term of Appointment	He has been taken note of being an Independent Director for a term of 3 consecutive years w.e.f. 25.05.2018.
3.	Brief Profile	Sh. Paurush Roy, aged 43 years, holds an MBA degree from Indian Institute of Management (IIM), Lucknow and also received his B.E. degree from the Indian Institute of Technology (IIT), Roorkee. He has more than 15 years of experience and during his tenure he has worked with leading and emerging corporates across multiple sectors like energy, consumer goods, industrials, retail, and infrastructure, providing innovative, and customized



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		financial solutions across the capital structure. Prior to joining Samara India Advisors in 2008, he has worked with HSBC, Citibank and Deutsche Bank. He joined the Board of our Company with effect from June 5, 2012. He does not have any shareholding in the Company.
4.	Disclosure of Relationship between Directors	He is not related to any Director of the Company

The Board meeting was commenced at 02:30 P.M. and concluded at 05:15 P.M..

This is for your information and record. Kindly acknowledge the receipt and oblige.

Thank You,

For MONTE CARLO FASHIONS LIMITED

CO. SECRETARY & COMPLIANCE OFFICER

Encl: as above



Monte Carlo Fashions Limited
Statement of audited financial results for the quarter and year ended 31 March 2018

(₹ in lakhs, except earnings per share)

Serial Number	Particulars	For the quarter ended			For the year ended	
		3 months ended 31 March 2018	Preceding 3 months ended 31 December 2017	Corresponding 3 months ended 31 March 2017	Current year ended 31 March 2018	Previous year ended 31 March 2017
		(Audited) Refer note 5	(Unaudited)	(Audited) Refer note 5 and 7	(Audited)	(Audited) Refer note 7
	Revenue					
1	Revenue from operations (refer note 4)	8,629.77	35,592.09	9,290.61	64,639.05	58,538.08
2	Other income	801.96	86.38	566.73	1,768.01	2,393.19
3	Total revenue (1+2)	9,431.73	35,678.47	9,857.34	66,407.06	60,931.27
	Expenses					
4	(a) Cost of materials consumed	3,206.08	2,698.15	2,659.75	13,464.51	11,387.52
	(b) Purchases of stock-in-trade	6,022.68	8,117.86	4,541.57	22,469.17	19,983.10
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(3,238.63)	11,570.09	(1,181.38)	1,517.50	1,421.49
	(d) Employee benefits expense	1,441.70	1,220.96	1,279.76	5,306.95	4,923.64
	(e) Finance costs	160.72	253.84	190.69	771.62	1,174.58
	(f) Excise duty (refer note 4)	-	-	70.87	42.76	692.78
	(g) Depreciation and amortization expense	508.78	544.42	630.59	2,096.28	2,473.69
	(h) Other expenses					
	Advertisement	932.28	707.96	539.58	2,484.29	2,992.34
	Others	1,597.03	3,284.40	2,382.64	9,259.66	9,380.56
	Total expenses	10,630.64	28,397.68	11,114.07	57,412.74	54,429.70
5	Profit/(loss) before exceptional items, corporate social responsibility expenditure and tax (3-4)	(1,198.91)	7,280.79	(1,256.73)	8,994.32	6,501.57
6	Exceptional items	-	-	-	-	-
7	Corporate social responsibility expenditure	-	-	19.21	8.18	30.28
8	Profit/(loss) before tax (5-6-7)	(1,198.91)	7,280.79	(1,275.94)	8,986.14	6,471.29
9	Tax expense					
	- Current tax	(450.80)	2,648.84	(325.93)	3,075.54	2,211.29
	- Deferred tax charge/(credit)	135.76	(146.51)	(204.41)	(61.54)	(155.64)
10	Profit/(loss) for the period (8-9)	(883.87)	4,778.46	(745.60)	5,972.14	4,415.64
11	Other comprehensive income					
	(i) Items that will not be reclassified to profit or loss	45.53	(4.19)	(192.27)	24.10	(196.02)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	83.60	(7.42)	(67.84)	76.18	(67.84)
12	Total comprehensive income for the period (10+11)	(921.94)	4,781.69	(870.03)	5,920.06	4,287.46
13	Paid-up equity share capital (face value of ₹ 10 each)	2,173.21	2,173.21	2,173.21	2,173.21	2,173.21
14	Other equity as per balance sheet				50,720.51	47,416.07
15	Earnings/(loss) per share (of ₹ 10 each) (not annualised)					
	(a) Basic	(4.07)	21.99	(3.43)	27.48	20.32
	(b) Diluted	(4.07)	21.99	(3.43)	27.48	20.32

Place: Ludhiana
Date: 25 May 2018



For and on behalf of Board of Directors

Jawal

Jawahar Lal Oswal
Chairman and Managing Director
(DIN: 00463866)

For identification only



Monte Carlo Fashions Limited
Statement of assets and liabilities as at 31 March 2018

(₹ in lakhs)

Particulars	As at	As at
	31 March 2018	31 March 2017
	(Audited)	(Audited)
ASSETS		
Non-current assets		
a) Property, plant and equipment	15,501.97	16,147.02
b) Capital work-in-progress	8.91	272.63
c) Other intangible assets	117.92	137.16
d) Financial assets		
i) Investments	3,760.72	2,356.70
ii) Loans	396.22	359.19
ii) Other financial assets	-	1,651.00
e) Income tax assets (net)	766.87	211.84
f) Deferred tax assets (net)	369.99	384.63
g) Other non-current assets	95.02	111.09
Total non-current assets	21,017.62	21,631.26
Current assets		
a) Inventories	19,067.51	20,201.06
b) Financial assets		
i) Investments	9,072.09	9,349.92
ii) Trade receivables	19,299.80	14,630.84
iii) Cash and cash equivalents	152.23	69.49
iv) Other bank balances	1,659.80	2,527.87
v) Loans	24.57	36.68
vi) Other financial assets	271.61	427.52
c) Other current assets	2,796.82	1,494.61
Total current assets	52,344.43	48,737.99
TOTAL ASSETS	73,362.05	70,369.25
EQUITY AND LIABILITIES		
a) Equity share capital	2,173.21	2,173.21
b) Other equity	50,720.51	47,416.07
Total equity	52,893.72	49,589.28
Non-current liabilities		
a) Financial liabilities		
i) Borrowings	1,281.98	1,538.45
ii) Others financial liabilities	1,341.23	1,234.93
b) Other non-current liabilities	146.64	15.18
Total non-current liabilities	2,769.85	2,788.56
Current liabilities		
a) Financial liabilities		
i) Borrowings	4,033.55	3,438.09
ii) Trade and other payables	11,016.95	10,332.67
iii) Other financial liabilities	1,039.81	2,416.54
b) Other current liabilities	986.72	1,250.34
c) Provisions	621.45	553.77
Total current liabilities	17,698.48	17,991.41
TOTAL EQUITY AND LIABILITIES	73,362.05	70,369.25

For and on behalf of Board of Directors



Jawahar Lal Oswal

Jawahar Lal Oswal
Chairman and Managing Director
(DIN: 00463866)

Place: Ludhiana
Date: 25 May 2018

For Identification only



Notes:

- The above financial results were reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on 25 May 2018. The statutory auditors have expressed an unmodified audit opinion on these results.
- The Company has adopted Indian Accounting Standards ('Ind AS') from 1 April 2017 (transition date being 1 April 2016) and accordingly, these financial results have been prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015 as amended by Companies (Indian Accounting Standard) Rules, 2016.
- The Company's primary business segment is reflected based on principal business activities carried on by the Company. As per Indian Accounting Standard 108, Operating Segments, as notified under the Companies (Indian Accounting Standards) Rules, 2015, the Company operates in one reportable business segment i.e., manufacturing and trading of textile garments and is primarily operating in India and hence, considered as single geographical segment.
- Revenue from operations for the quarter ended 31 March 2018 and quarter ended 31 December 2017 is net of Goods and Service Tax (GST) which is applicable from 1 July 2017, however, revenue for the periods upto 30 June 2017 is net of Value Added Tax (VAT) but gross of excise duty. Accordingly, the revenue from operations for the quarter and year ended 31 March 2018 and quarter ended 31 December 2017 are not comparable with the previous periods presented in those financial results. Similarly, excise duty expense is also not comparable.
- The figures of current quarter (i.e. three months ended 31 March 2018) and the corresponding previous quarter (i.e. three months ended 31 March 2017) are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the respective financial years, which have been subject to limited.
- The Board of Directors have recommended a final dividend of 120% (₹12 per equity share of ₹10 each), subject to the approval of shareholders in ensuring Annual General Meeting.
- The financial results for the quarter and year ended 31 March 2017 have been adjusted for the differences in the accounting principles adopted by the Company on transition to Ind AS.
- Reconciliation of net profit after tax and equity as previously reported under Indian GAAP and Ind AS for the quarter and year ended 31 March 2017:

(₹ in lakhs)

Particulars	Notes	Quarter ended	Year ended	Year ended
		31 March 2017	31 March 2017	31 March 2017
		(Audited)	(Audited)	(Audited)
		Net profit	Net profit	Equity
Balance for the period under Indian GAAP		(706.12)	4,232.28	48,850.54
Adjustments on account of:				
(i) Measurement of financial assets and liabilities at amortised cost	8 (a)	(13.33)	(14.27)	(13.38)
(ii) Reclassification of actuarial loss arising in respect of defined benefit plan to other comprehensive income	8 (b)	192.27	196.02	196.02
(iii) Impact of reversal for deferred lease rent straight lining	8 (c)	(25.63)	7.37	188.59
(iv) Impact on restatement of prior period expenses	8 (d)	(195.82)	(152.28)	(334.25)
(v) Fair value measurement of investments through profit or loss	8 (e)	(21.51)	162.86	1,006.62
(vi) Other adjustments		13.02	-	-
(vii) Deferred tax impact on above adjustments		79.36	51.50	(108.84)
Balance for the period		(677.76)	4,483.48	49,785.30
Other comprehensive Income	8 (b)	(192.27)	(196.02)	(196.02)
Balance for the period under Ind AS		(870.03)	4,287.46	49,589.28

- Under previous Indian GAAP, all financial assets and liabilities were carried at costs. Under Ind AS, certain financial assets and liabilities are initially recognised at fair value and subsequently measured at amortized cost.
- Under previous Indian GAAP, actuarial gains and losses were recognized in the statement of profit and loss. Under Ind AS, the actuarial gains and losses are recognized in other comprehensive income.
- Under previous Indian GAAP, lease rentals under an operating lease are recognised as an expense/income on a straight line basis over the lease term. Under Ind AS, no straight-lining of lease rental is required, if lease escalations are in line with the expected general inflation to compensate the lessor for expected inflationary cost.
- Under previous Indian GAAP, prior period items are included in determination of net profits in which error pertaining to prior period is discovered. Under Ind AS, prior period errors are corrected retrospectively by restating the comparative amounts for prior periods presented in which the error occurred or if the error occurred before the earliest period presented, by restating the opening balance sheet.
- Under previous Indian GAAP, investments in mutual funds were recognised at lower of cost or fair value. Under Ind AS, these investments in mutual funds are classified as fair value through profit or loss (FVPL). Pursuant to the requirement of Ind AS 109, Financial Instruments, the Company has valued its investments in mutual funds at fair value and resultant impact is recognized in opening reserves as on the date of transition i.e. 1 April 2016 and changes thereafter have been recognized in statement of profit and loss for the respective accounting periods.

For and on behalf of Board of Directors



Jawahar Lal Oswal

Jawahar Lal Oswal
Chairman and Managing Director
(DIN: 00463866)

Place: Ludhiana
Date: 25 May 2018

For identification only



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**Independent Auditor's Report on Financial Results of the Company Pursuant to the
Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)
Regulations, 2015**

To the Board of Directors of Monte Carlo Fashions Limited

1. We have audited the financial results of Monte Carlo Fashions Limited ('the Company') for the year ended 31 March 2018, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to Note 5 to the financial results regarding the figures for the quarter ended 31 March 2018 as reported in these financial results, which are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of the third quarter of the financial year. Also, the figures up to the end of the third quarter had only been reviewed and not subjected to audit. These financial results are based on the financial statements for the year ended 31 March 2018 prepared in accordance with the accounting principles generally accepted in India, including Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 ('the Act') and published year to date figures up to the end of the third quarter of the financial year prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, Interim Financial Reporting, specified under Section 133 of the Act, and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, which are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial results based on our audit of the financial statements for the year ended 31 March 2018 and our review of financial results for the nine months period ended 31 December 2017.
2. 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 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.



Walker Chandiook & Co LLP

3. In our opinion and to the best of our information and according to the explanations given to us, the financial results:
- (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016 in this regard; and
 - (ii) give a true and fair view of the net profit (including other comprehensive income) and other financial information in conformity with the accounting principles generally accepted in India including Ind AS specified under Section 133 of the Act for the year ended 31 March 2018.
4. The Company had prepared separate financial results for the year ended 31 March 2017, based on the financial statements for the year ended 31 March 2017 prepared in accordance with Accounting Standards ('AS') prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) and financial results for the nine months period ended 31 December 2016 prepared in accordance with the recognition and measurement principles laid down in AS 25, Interim Financial Reporting, prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) and SEBI Circular CIR/CFD/CMD/15/2015 dated 30 November 2015, and other accounting principles generally accepted in India, on which we issued auditor's report dated 30 May 2017. These financial results for the year ended 31 March 2017 have been adjusted for the differences in the accounting principles adopted by the Company on transition to Ind AS, which have also been audited by us. Our opinion is not modified in respect of this matter.

Walker Chandiook & Co LLP

For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No.: 001076N/N500013

Sandeep Mehta

per **Sandeep Mehta**

Partner

Membership No. 99410



Place: Ludhiana

Date: 25 May 2018

MONTE CARLO FASHIONS LIMITED

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DECLARATION PURSUANT TO REGULATION 33(3)(d) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURES REQUIREMENTS) (AMENDMENT) REGULATIONS, 2016.

I, Jawahar Lal Oswal, Chairman & Managing Director of Monte Carlo Fashions Limited having its Registered Office at B-XXIX-106, G.T. Road, Sherpur, Ludhiana-141003, do hereby declare that M/s Walker Chandiook & Co. LLP, Statutory Auditors of the Company have carried out audit of the Financial Statements of the Company for the year ended 31st March 2018 and have issued an Audit Report with unmodified opinion.

PLACE : LUDHIANA

DATE : 25.05.2018



FOR MONTE CARLO FASHIONS LIMITED


CHAIRMAN & MANAGING DIRECTOR