

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

Jawahar Lal Oswal

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 31 March 2018	As at 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
iii) 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:

1. 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.
2. 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.
3. 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.
4. 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.
5. 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.
6. 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 ensuing Annual General Meeting.
7. 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.
8. 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 31 March 2017	Year ended 31 March 2017	Year ended 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

- (a) 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.
- (b) 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.
- (c) 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.
- (d) 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.
- (e) 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 Chandiok & 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 Chandiok & Co LLP

For Walker Chandiok & 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**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****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 Chandiok & 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** 