

MODERN INDIA LIMITED

Regd. Office: Modern Centre, Sane Guruji Marg, Mahalaxmi, Mumbai - 400 011.

Corporate Office : 1, Mittal Chambers, 228, Nariman Point, Mumbai - 400 021.

Web:www.modernindia.co.in, Email: info@modernindia.co.in, Tel.:022-67444200 / 66624181, Fax:022-67444300

Statement of Audited Financial Results for the Year Ended on 31st March, 2016.

CIN:L17120MH1933PLC002031

(₹ In Lacs)

		Unaudited		Audited		Audited	
		Three Months Ended		Year Ended		Year Ended	
		Standalone		Standalone		Consolidated	
		31.03.2016	31.12.2015	31.03.2015	31.03.2016	31.03.2015	31.03.2016
1	Income from operations						
	(a) Net Sales / Income From Operations	2740.47	2512.52	1115.48	8038.47	5407.36	16975.01
	(b) Other Operating Revenue	5.08	3.64	3.65	14.90	185.74	14.90
	Total income from operations	2745.55	2516.16	1119.13	8053.37	5593.10	16,989.91
2	Expenses						
	(a) Purchases of Goods Traded	2710.68	2,348.97	1083.98	7684.11	5268.30	14985.63
	(b) Changes in Inventories	(131.68)	2.59	(11.74)	(254.22)	(11.70)	(254.22)
	(c) Employee Benefits Expense	110.47	114.50	90.53	401.52	392.61	1302.58
	(d) Depreciation and amortization expenses	100.86	103.63	40.84	396.30	151.30	461.48
	(e) Other Expenses	181.36	209.53	210.11	902.82	814.02	1297.00
	Total Expenses	2971.69	2779.22	1413.72	9130.53	6614.53	17792.47
3	(Loss) from Operations before Other Income, finance cost and exceptional items	(226.14)	(263.06)	(294.59)	(1077.16)	(1021.43)	(802.56)
4	Other Income (Including Interest Income)-Note No.3	64.20	870.77	92.96	1479.08	802.95	1597.31
5	Profit / (Loss) from ordinary activities before finance cost and exceptional Items	(161.94)	607.71	(201.63)	401.92	(218.48)	794.75
6	Finance Costs	80.95	98.87	20.60	385.47	217.66	479.93
7	Profit / (Loss) from ordinary activities after finance cost but before Exceptional items	(242.89)	508.84	(222.23)	16.45	(436.14)	314.82
8	Exceptional Income /(Expenses)	-	-	-	-	25.00	0.00
9	Profit / (Loss) from Ordinary Activities before Tax	(242.89)	508.84	(222.23)	16.45	(411.14)	314.82
10	Tax Expense	(95.73)	167.15	(73.39)	2.72	(162.13)	86.85
11	Net Profit / (Loss) from Ordinary Activities after Tax	(147.16)	341.69	(148.84)	13.73	(249.01)	227.97
12	Extra Ordinary Items	-	-	-	-	-	-
	Minority Interest	-	-	-	-	27.71	8.81
13	Net Profit / (Loss) for the period	(147.16)	341.69	(148.84)	13.73	(249.01)	200.26
14	Paid-up Equity Share Capital - Face Value ₹ 2/-	750.86	750.86	750.86	750.86	750.86	750.86
15	Reserves excluding Revaluation Reserves (as per Audited Accounts)	-	-	-	3,839.17	3,960.99	3,909.86
16	Basic and diluted EPS for the period before Extraordinary items (In Rupees)	(0.39)	0.91	(0.40)	0.04	(0.66)	0.53
17	Basic and diluted EPS for the period after Extraordinary items (In Rupees)	(0.39)	0.91	(0.40)	0.04	(0.66)	0.53

- 1 The above results were reviewed by the Audit Committee and taken on record by the Board of Directors at their respective meetings held on May 26, 2016.
- 2 The results for the quarter ended March 31, 2016 as reported in these financial results are derived figures arrived at after subtracting the reviewed results (not subjected to audit) for the nine months ended on December 31, 2015 from the audited results for the year ended March 31, 2016.
- 3 Other income of the year includes Profit on Sale of Fixed Assets of ₹ 1,240.76 Lacs.
- 4 The Statutory Auditors in their Report on the Standalone Financial Statements for the year ended on March 31, 2016 have qualified their opinion as regards Receivable of ₹ 1359.51 Lacs in respect of Commodities Trading Transaction done on NSEL .
The Managements reply is stated here under.
An amount of ₹ 1,359.51 Lacs (Net of ₹ 93.61 Lacs recovered till date) is outstanding as receivable in respect of Commodities Trading Transactions done on National Spot Exchange Limited (NSEL). The Company has filed a representative suit in the Hon'ble Bombay High Court for recovery of the same. Time limit for Ministry of Corporate Affairs (MCA) to pass Order under Section 396 of the Companies Act, 1956 is extended to 15th June, 2016. In the meanwhile various decrees have been passed by the High Court of Bombay against defaulters, including sale of commodities and assets is also in process. Various agencies including Economic Offence Wing and Enforcement Directorate are also in process of liquidating assets of defaulters. However considering uncertainties involved in making any reliable estimate of amount recoverable provision if any, will be considered at an appropriate time on the basis of resultant outcome. Until then the dues are considered as good.
- 5 The Company has a long term Investment of ₹ 1500.00 Lacs in Equity Shares of Modern India Property Developers Limited (MIPDL), a Wholly Owned Subsidiary of the Company. As per Audited Accounts of MIPDL, there is Accumulated Loss of ₹ 558.03 Lacs as at March 31, 2016 During the Current period MIPDL has made Profit after Tax of ₹ 35.51 Lacs. In view of the Long Term and strategic nature of investment, plans for new business initiatives and other ensuing business activity, the management is of the opinion that diminution in value of investment is temporary in nature and hence no provision is considered necessary in respect of the same.
- 6 Tax expense comprises of Current Tax and Deferred Tax.
- 7 The Board of Directors has recommended a dividend of 15% i.e. ₹ 0.30 per Equity Shares of the face value of ₹ 2/- each for the year 2015-16 subject to the approval of members in the ensuing Annual General Meeting. Total outgo on account of this including Dividend Distribution Tax is ₹135.56 Lacs.
- 8 Figures for the previous quarters / Year have been regrouped and / or rearranged wherever considered necessary.



(₹ In Lacs)

(*) Segment - wise Revenue, Results and Capital Employed under Clause 41 of the Listing Agreement

	Unaudited		Audited		Audited		
	Three Months Ended			Year Ended		Year Ended	
	Standalone			Standalone		Consolidated	
	31.03.2016	31.12.2015	31.03.2015	31.03.2016	31.03.2015	31.03.2016	31.03.2015
1 Segment Revenue :							
a) Trading	2,753.50	2393.96	1100.25	7803.16	5349.34	14886.84	19568.19
b) Renewable Energy	(21.92)	117.96	-	222.21	-	222.21	-
c) Background Check Services	-	-	-	-	-	1853.41	1,485.55
d) Real Estate	0.64	0.60	0.60	2.84	2.57	2.84	2.57
e) Unallocable	13.32	3.64	18.28	25.15	241.19	24.61	241.19
Total Net Sales/Income from Operations	2745.54	2516.16	1119.13	8053.36	5593.10	16989.91	21297.50
2 Segment Results:							
a) Trading	19.92	47.39	48.27	(9.27)	(1.39)	48.48	103.45
b) Renewable Energy	(63.96)	(30.29)	-	(260.71)	-	(260.71)	-
c) Background Check Services	-	-	-	-	-	185.46	58.63
d) Real Estate	0.64	0.56	0.38	2.61	1.95	54.26	28.82
e) Unallocable	(187.44)	531.72	(250.28)	432.08	(219.04)	435.58	(224.96)
Total	(230.84)	549.38	(201.63)	164.71	(218.48)	463.07	(34.06)
Less: Unallocable Expenditure							
(i) Interest Payment	12.05	40.54	20.60	148.26	217.66	148.25	217.66
Profit/(Loss) from Ordinary Activities before Exce	(242.89)	508.84	(222.23)	16.45	(436.14)	314.82	(251.72)
Exceptional Income / (Expenses) - Net	-	-	-	-	25.00	-	25.00
Total Profit/(Loss) from Ordinary Activities Before Tax	(242.89)	508.84	(222.23)	16.45	(411.14)	314.82	(226.72)
3 Capital Employed:(Segment Assets - Segment Liabilities)							
a) Trading	1521.84	1465.94	1551.31	1521.84	1,551.31	2838.74	2726.40
b) Renewable Energy	2096.25	502.89	-	2096.25	-	2096.25	0.00
c) Background Check Services	-	-	-	-	-	852.13	768.47
d) Real Estate	(5726.45)	(4728.71)	(3750.32)	(5726.45)	(3750.32)	(4536.12)	(2512.90)
e) Unallocated / Corporate	6698.39	7632.63	6910.86	6698.39	6910.86	3617.18	3,797.44
Total Capital Employed	4590.03	4872.75	4711.85	4590.03	4711.85	4868.18	4779.41

(₹ In Lacs)

Statement of Assets and Liabilities:

	Standalone		Consolidated	
	As At 31.03.2016	As At 31.03.2015	As At 31.03.2016	As At 31.03.2015
A EQUITY AND LIABILITIES				
1 Shareholders' Funds:				
(a) Share Capital	750.86	750.86	750.86	750.86
(b) Reserves and Surplus	3839.17	3960.99	3909.86	3788.16
Sub - Total - Shareholders' Funds:	4590.03	4711.85	4660.72	4539.02
2 Minority Interest	-	-	207.46	186.16
2 Non Current Liabilities				
(a) Long-term Borrowings	900.00	6.01	900.00	6.01
(b) Other Long Term Liabilities	7600.00	5500.00	7600.00	5500.00
(c) Long-term Provisions	29.93	20.17	45.54	25.35
Sub - Total - Non Current Liabilities:	8529.93	5526.18	8545.54	5531.36
3 Current Liabilities				
(a) Short-term Borrowings	213.54	3039.99	289.83	3252.56
(b) Trade Payables	1385.85	367.11	2937.83	442.90
(c) Other Current Liabilities	157.86	745.74	417.10	982.55
(d) Short-term Provisions	162.49	84.56	236.79	145.37
Sub - Total - Current Liabilities:	1919.74	4237.40	3881.55	4823.38
TOTAL - EQUITY AND LIABILITIES	15039.70	14475.43	17295.28	15079.92
B ASSETS				
1 Non Current Assets				
(a) Fixed Assets	2750.14	3318.00	3113.75	3659.09
(b) Goodwill on Consolidation	-	-	2362.11	2362.11
(c) Non-current Investments	6659.95	6224.78	1321.71	806.45
(d) Deferred Tax Assets (Net)	144.68	147.40	144.68	147.40
(e) Long term Loans & Advances	404.64	465.05	645.53	721.26
(f) Other Non Current Assets	80.25	80.25	80.25	80.25
Sub - Total - Non Current Assets:	10039.66	10235.47	7668.03	7776.56
2 Current Assets				
(a) Current Investments	-	12.50	-	12.50
(b) Inventories	1651.94	1397.73	1,651.94	1397.73
(c) Trade Receivables	2942.40	1883.89	4,807.33	2740.59
(d) Cash and cash equivalents	42.09	65.68	1,466.71	959.61
(e) Short term Loans & Advances	273.33	747.05	1,162.28	1787.12
(f) Other Current Assets	90.28	133.10	538.99	405.81
Sub - Total - Current Assets:	5000.04	4239.95	9627.25	7303.36
TOTAL ASSETS	15039.70	14475.43	17295.28	15079.92

For Modern India Limited

(V. K. Jatia)

Chairman & Managing Director.

Mumbai: May 26, 2016.

F-7 Laxmi Mills
Shakti Mills Lane (Off Dr E Moses Rd)
Mahalaxmi Mumbai 400 011 India
Tel : 91 22 2493 2502 / 6655 1770
Fax : 91 22 6655 1774
Grams : VERIFY
www.KSAiyar.com
Mail@KSAiyar.com

Auditor's Report on Consolidated Quarterly Financial Results and Year to date Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To Board of Directors of Modern India Limited

1. We have audited the consolidated annual financial results ("the Statement") of Modern India Limited ("the company") and its subsidiaries (collectively referred to as "the Group") for the year ended March 31, 2016 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement has been prepared from the consolidated annual financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on this Statement based on our audit of such consolidated annual financial statements, which have been prepared in accordance with the Companies (Accounting Standards) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the Standards on Auditing 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 consolidated financial results. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's management. We believe that our audit provides a reasonable basis for our qualified opinion.
3. As stated in Note 4 of the Statement, receivables as on March 31, 2016 include an amount of ₹ 13,59,50,849 (net off ₹ 93,60,905 recovered till date) outstanding in respect of commodities trading transaction done on National Spot Exchange Limited (NSE). The company has filed a representative suit in the high court of Bombay for recovery of this amount. In the meanwhile various decrees have been passed by the High Court of Bombay against defaulters, including for sale of commodities and assets which are in process of

implementation. Economic Offence Wing and Enforcement Directorate are also in process of liquidating assets of defaulters. Pending outcome of the legal suit and resolution of uncertainties involved, the management has considered the receivable as good for recovery. However, in the absence of appropriate audit evidence, we are unable to determine the extent of recovery possible in this case.

4. In our opinion and to the best of our information and according to the explanations given to us and upon consideration of reports of other auditors, this statement for the year:
- (i) includes financial results for the year ended March 31, 2016 of the following entities:
 - a) Modern International (Asia) Limited (Subsidiary outside India)
 - b) Verifacts Services Private Limited (Subsidiary)
 - c) Modern India Free Trade Warehousing Pvt. Ltd. (Subsidiary)
 - d) Modern India Property Developers Limited (Subsidiary)
 - (ii) have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard and
 - (iii) gives a true and fair view of the consolidated net profit and other financial information for the year ended March 31, 2016 except for the possible effects of qualifications as described in the previous paragraph.
5. We did not audit the financial statement of certain subsidiaries included in the consolidated financial statements, whose financial statements reflect total assets of ₹ 55,41,93,364 as at March 31 2016; total revenues of ₹ 90,74,62,536 and net profit of ₹ 2,07,30,413 for the year then ended. These financial statements have been audited by other auditors whose audit report(s) have been furnished to us by the management, and our opinion in respect thereof is based solely on the Audit Reports of such other auditors. Our opinion is not qualified in respect of this matter.

For K. S. Aiyar & Co.
Chartered Accountants
ICAI Firm Registration No: 100186W



Satish Kelkar
Partner
Membership No.: 38934

Place: Mumbai
Date: May 26, 2016

F-7 Laxmi Mills
Shakti Mills Lane (Off Dr E Moses Rd)
Mahalaxmi Mumbai 400 011 India
Tel : 91 22 2493 2502 / 6655 1770
Fax : 91 22 6655 1774
Grams : VERIFY
www.KSAiyar.com
Mail@KSAiyar.com

Auditor's Report on Standalone Quarterly Financial Results and Year to date 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 Modern India Limited

1. We have audited the annual standalone financial results ("the Statement") of **Modern India Limited** ('the Company') for the year ended 31st March, 2016 attached herewith, 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 No 2 in the Statement regarding the figures for the quarter ended 31st March, 2016 as reported in this Statement which 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 financial year. Also the figures up to the end of the third quarter had only been reviewed and not subjected to audit. This Statement has been prepared on the basis of the annual standalone financial statement and reviewed quarterly financial results upto the end of the third quarter which are the responsibility of the Company's management. Our responsibility is to express an opinion on this Statement based on our review of the financial results for the nine months period ended on 31st December, 2015 which was prepared in accordance with (a) the recognition and measurement principles laid down in Accounting Standard – 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standard) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India (b) our audit of the standalone annual financial statements which have been prepared in accordance with the Companies (Accounting Standard) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the Standards on Auditing generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the standalone financial results are free from material misstatement.
An audit includes examining on a test basis, evidence supporting the amounts disclosed in standalone 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 qualified opinion.

3. As noted in Note no 4 to the Statement, receivables as on March 31, 2016 include an amount of ₹ 13,59,50,849 (net off ₹ 93,60,905 recovered till date) outstanding in respect of commodities trading transaction done on National Spot Exchange Limited (NSEL). The company has filed a representative suit in the high court of Bombay for recovery of this amount. In the meanwhile various decrees have been passed by the High Court of Bombay against defaulters, including for sale of commodities and assets which are in process of implementation. Economic Offence Wing and Enforcement Directorate are also in process of liquidating assets of defaulters. Pending outcome of the legal suit and resolution of uncertainties involved, the management has considered the receivable as good for recovery. However, in the absence of appropriate audit evidence, we are unable to determine the extent of recovery possible in this case
4. In our opinion and to the best of our information and according to the explanations given to us, this Statement:
- is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and
 - give a true and fair view of the net profit and other financial information for the quarter and the year ended on 31st March, 2016 except for the possible effect of our qualification as described in the previous paragraph.
5. We draw attention to Note no.5 to the Statement, wherein despite accumulated loss of ₹ 5,58,03,024 as at 31st March 2016 (Previous year ₹ 5,93,54,403) incurred by one of its subsidiary namely Modern India Property Developers Limited (MIPDL), no provision is considered necessary in the Company's long term investment of ₹ 15,00,00,000 in MIPDL as in the opinion of the management the diminution in value of investment is temporary in nature. Our opinion is not qualified in respect of this matter.

Place: Mumbai
Date: May 26, 2016

For K. S. Aiyar & Co.
Chartered Accountants
ICAI Firm Registration No. 100186W



Satish Kelkar
Partner
Membership No: 38934