



**Modern Denim Limited**

**Registered Office :**

A-4, Vijay Path, Tilak Nagar, Jaipur-302 004

Phone : 0141-4113645 Fax : 0141-2621382

E-mail : modernjaipuroffice@gmail.com

Website : www.moderndenim.com

CIN : L17124RJ1977PLC001758

**Date: - 14/02/2019**

**BSE Ltd.**

**Department of Corporate Services**

1<sup>st</sup> Floor, New Trading Ring,

Rotunda Building

P J Towers, Dalal Street,

Fort Mumbai - 400 001

Dear Sir,

**Sub: - Unaudited Financial Results for the quarter and nine months ended 31<sup>st</sup> December, 2018**

**Scrip Code: BSE 500451**

This is to inform you that in term of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby enclose a copy of the Unaudited Financial Results along with the Limited Review Report for the quarter and nine months ended 31<sup>st</sup> December, 2018 which was approved by the Board of Directors in the meeting held on i.e. 14<sup>th</sup> February, 2019.

Thanking you

Yours Faithfully

**For Modern Denim Limited**

*Komal Sulaniya*

**Komal Sulaniya**

**Company Secretary**

Encl: - As above

**Corporate Head Office : 68/69, Godavari, Pochkhanwala Road, Worli, Mumbai-400030**

Tel.: 022-24973269 Fax : 022-24950962

**Plant : 10 K.M. Mile Stone, Sarkhej-Bavla, N.H. No. 8 A, Village-Moraiya, Ahmedabad-382 210 Tel.: 02717-251361**



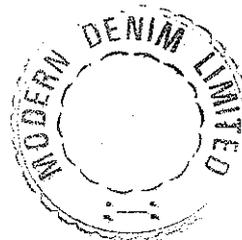
# Modern Denim Ltd.

68/69, Godavari, Poachkhanwala Road, Worli, Mumbai - 400 030.  
 Tel.: 0091-22-2497 3269 / 2493 4071 • Fax : 0091-22-2495 0962  
 E-mail : corporate@modern-group.com • Web : www.moderndenim.com  
 CIN : L17124RJ1977PLC001758

## Statement of Standalone Unaudited Financial Results for the Quarter and Nine Months ended 31st December, 2018

(₹ in lacs except Earning per share data)

S. No.	Particulars	Quarter Ended			Nine Months Ended		Year ended
		31.12.2018 (Unaudited)	30.09.2018 (Unaudited)	31.12.2017 (Unaudited)	31.12.2018 (Unaudited)	31.12.2017 (Unaudited)	31.03.2018 (Audited)
1	<b>Income from Operations</b>						
	(a) Revenue from Operations	1579.35	2044.55	1810.48	5633.14	5721.42	7332.13
	(b) Other Income	38.76	3.42	1.98	43.92	6.79	37.74
	<b>Total Revenue</b>	<b>1618.11</b>	<b>2047.97</b>	<b>1812.46</b>	<b>5677.06</b>	<b>5728.21</b>	<b>7369.87</b>
2	<b>Expenses</b>						
	(a) Cost of Materials consumed	926.26	1020.37	690.01	3196.69	3772.20	5113.24
	(b) Purchase of stock-in-trade	-	-	-	-	29.18	29.18
	(c) Changes in inventories of finished goods, Stock-in-progress	(4.41)	364.70	607.49	342.38	(350.66)	(719.54)
	(d) Excise duty	-	-	-	-	-	-
	(e) Employee benefits expense	312.99	313.47	248.94	943.84	881.04	1,141.89
	(f) Finance Cost	0.80	0.13	10.72	10.97	60.60	63.51
	(g) Depreciation and amortisation expense	24.91	24.87	24.77	74.31	73.68	98.94
	(h) Other expenses	385.39	353.28	343.53	1,261.33	1,356.31	1,953.71
	<b>Total Expenses</b>	<b>1645.94</b>	<b>2076.82</b>	<b>1925.46</b>	<b>5829.52</b>	<b>5822.35</b>	<b>7680.93</b>
3	<b>Profit/(Loss) before exceptional items &amp; tax (1-2)</b>	<b>(27.83)</b>	<b>(28.85)</b>	<b>(113.00)</b>	<b>(152.46)</b>	<b>(94.14)</b>	<b>(311.06)</b>
4	<b>Exceptional Items</b>	-	-	-	-	-	-
5	<b>Profit/(Loss) before tax (3+4)</b>	<b>(27.83)</b>	<b>(28.85)</b>	<b>(113.00)</b>	<b>(152.46)</b>	<b>(94.14)</b>	<b>(311.06)</b>
6	<b>Tax expense</b>						
	Current tax	-	-	-	-	-	-
	Deferred tax	-	-	-	-	-	-
7	<b>Profit/(Loss) for the period (5-6)</b>	<b>(27.83)</b>	<b>(28.85)</b>	<b>(113.00)</b>	<b>(152.46)</b>	<b>(94.14)</b>	<b>(311.06)</b>
8	<b>Other Comprehensive Income</b>						
	Items that will not be reclassified to profit or loss :						
	(i) Actuarial Gain/(Loss) on Defined Benefit Plan	(1.18)	(1.18)	(1.17)	(3.53)	(3.51)	(4.68)
	(ii) Income tax relating to above	-	-	-	-	-	-
	<b>Other Comprehensive Income for the period</b>	<b>(1.18)</b>	<b>(1.18)</b>	<b>(1.17)</b>	<b>(3.53)</b>	<b>(3.51)</b>	<b>(4.68)</b>
9	<b>Total Comprehensive Income (7+8)</b>	<b>(29.01)</b>	<b>(30.03)</b>	<b>(114.17)</b>	<b>(155.99)</b>	<b>(97.65)</b>	<b>(315.74)</b>
10	<b>Paid-up equity share capital (Face Value of ₹ 10/- each)</b>	<b>3,750.20</b>	<b>3,750.20</b>	<b>3,750.20</b>	<b>3,750.20</b>	<b>3,750.20</b>	<b>3,750.20</b>
11	<b>Earning per share (Not Annualised)</b>						
	Basic (₹)	(0.07)	(0.08)	(0.30)	(0.41)	(0.25)	(0.83)
	Diluted (₹)	(0.07)	(0.08)	(0.30)	(0.41)	(0.25)	(0.83)



*Signature*



# Modern Denim Ltd.

68/69, Godavari, Poachkhanwala Road, Worli, Mumbai - 400 030.  
Tel.: 0091-22-2497 3269 / 2493 4071 • Fax : 0091-22-2495 0962  
E-mail : corporate@modern-group.com • Web : www.moderndenim.com  
CIN : L17124RJ1977PLC001758

## Notes:

- 1 Provision for interest amounting to ₹12.41 lacs for the quarter (₹37.23 lacs up to the nine months ended) on public retail non convertible debentures and ₹17.43 lacs for the quarter (₹52.29 lacs up to the nine months ended) on public fixed deposits have not been made as the Company was expecting waiver / relief under rehabilitation scheme submitted to BIFR and after abatement of BIFR, the Company is in the process of filing a Compromise, Arrangement and Amalgamation Scheme u/s 230-232 of the Companies Act, 2013 to Hon'ble NCLT seeking the said waiver / relief.
- 2 Provision for interest amounting to ₹33.38 lacs for the quarter (₹100.14 lacs up to the nine months ended) on cumulative redeemable preference shares including dividend distribution tax payable have not been made as the Company was expecting waiver / relief under rehabilitation scheme submitted to BIFR and after abatement of BIFR, the Company is in the process of filing a Compromise, Arrangement and Amalgamation Scheme u/s 230-232 of the Companies Act, 2013 to Hon'ble NCLT seeking the said waiver / relief.
- 3 As per Ind As 109, the non current borrowing is not fair valued hence amortisation of pre received income corresponding to unwinding of financial liability under finance cost, amounting to ₹44.77 lacs for the quarter (₹134.33 lacs up to the nine months ended) is not provided.
- 4 The above unaudited financial results for the quarter and nine months ended 31st December, 2018 were reviewed and recommended by the audit committee and approved by the Board of Directors at their respective meeting held on 14th February, 2019.
- 5 The Statutory auditors have performed a "Limited Review" of the above Unaudited Financial Results for the quarter and nine months ended 31st December, 2018.
- 6 The Statement has been prepared in accordance with the companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies to the extent applicable.
- 7 From the applicability of Goods and Service Tax (GST) with effect from July 01, 2017, revenue from operations are disclosed net of GST. Accordingly the revenue from operations for the period ended December 31, 2018 is not comparable with the period ended December 31, 2017..
- 8 Segment Reporting as defined in IND-AS 108 is not applicable, since the Company has only one reportable segment i.e. "Denim Fabric".
- 9 Figures for the previous periods have been regrouped or rearranged wherever necessary.



For Modern Denim Limited

Sachin Ranka  
(Chairman & Managing Director)  
DIN: 00335534

Place : Mumbai  
Date : 14/02/2019

## LIMITED REVIEW REPORT

To,  
Board of Directors of  
**Modern Denim Limited**  
Ahmedabad

We have reviewed the accompanying Standalone Statement of Unaudited Financial Results of **Modern Denim Limited** ("the Company") having its Registered Office at A-4, Vijay Path, Tilak Nagar, Jaipur - 302004 for the quarter and nine months ended **December 31, 2018** ("the Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We believe that our audit provides a reasonable basis for our opinion.

### Basis for Qualified Opinion

- a) As per Ind AS 109 "Financial Instruments", the company has not recognised interest on financial liabilities on effective interest method. Provision on Interest amounting to Rs. 33.38 lacs for the quarter ended (upto nine months ended Rs. 100.14 lacs) on financial liabilities in respect of cumulative redeemable preference shares including Dividend Distribution Tax Payable thereon has not been provided in accounts as the Company was expecting waiver / relief under rehabilitation scheme submitted to BIFR and after abatement of BIFR, the Company is in process of filing a Compromise, Arrangement and Amalgamation Scheme u/s 230-232 of the Companies Act, 2013 to Hon'ble NCLT. (Refer Note -2 of the Statement).
- b) As per Ind AS 109 "Financial Instruments", the company has not recognised interest on financial liabilities on effective interest method. Provision for interest amounting to Rs. 29.84 lacs for the quarter ended (upto nine months ended Rs. 89.52 lacs) on certain Secured and Unsecured Borrowings has not been made in accounts as the Company was expecting waiver / relief under rehabilitation scheme submitted to BIFR and after abatement of BIFR, the Company is in process of filing a Compromise, Arrangement and Amalgamation Scheme u/s 230-232 of the Companies Act, 2013 to Hon'ble NCLT. (Refer Note -1 of the Statement).



- c) As per Ind As 109, the non-current borrowing is not fair valued and hence amortisation of pre received income corresponding to unwinding of financial liability under finance cost amounting to Rs. 44.77 lacs for the quarter ended (upto nine months ended Rs.134.33 lacs) is not provided. (Refer Note -3 of the Statement).

**Emphasis Matter**

We draw attention of the standalone financial statements disclosing the material uncertainties that may affect the company from being able to continue as a going concern. The company has neither the intention to liquidate nor the intention to cease its operation nor is compelled to do so. The financial statements have, therefore, been prepared on going concern basis. Our opinion is not qualified in respect of this matter.

**Opinion**

Except what is reported above in "basis of qualified opinion", nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the applicable Indian Accounting Standards (Ind AS) and other recognized accounting practices and policies generally has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Ahmedabad

Date: 14.02.2019

For, Samir M. Shah & Associates

Chartered Accountants

(Firm Regd. No.: 122377W)



(Samir M Shah)

Partner

(M. No. 111052)

