

# DONEAR INDUSTRIES LIMITED

Registered Office: Donear House, 8th Floor, Plot No A 50, Road No 1 MIDC, Andheri East, Mumbai-400093

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## AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2018

(Rs.in lakhs)

Sr. No.	Particulars	Quarter Ended			Year Ended	
		(Audited) Refer Note No 6	(Unaudited)	(Audited) Refer Note No 6	(Audited)	(Audited)
		31-03-2018	31-12-2017	31-03-2017	31-03-2018	31-03-2017
1	<b>Income</b>					
	(a) Revenue from Operations	13,683.39	13,147.70	13,264.06	51,408.08	49,915.29
	(b) Other Income	68.72	27.93	239.45	281.32	767.94
	<b>Total Income from operations</b>	<b>13,752.12</b>	<b>13,175.63</b>	<b>13,503.51</b>	<b>51,689.40</b>	<b>50,683.23</b>
2	<b>Expenses:</b>					
	a) Cost of Materials consumed	6,368.00	6,093.68	5,017.74	24,133.68	19,441.99
	b) Purchase of Stock-in-trade	1,116.90	956.56	826.31	3,177.21	5,987.41
	c) Changes in Inventory of Finished goods, Work-in-progress and Stock-in-trade	(1,158.96)	(904.80)	964.84	(3,150.25)	320.08
	d) Employee Benefits Expenses	1,692.89	1,587.92	1,433.99	6,313.75	5,563.06
	e) Finance Costs	653.15	539.95	469.00	2,235.54	2,221.52
	f) Depreciation and Amortisation expense	267.07	312.03	360.53	1,176.14	1,409.93
	g) Other expenses	4,448.03	3,875.57	4,091.67	15,826.64	14,320.94
	<b>Total Expenses</b>	<b>13,387.09</b>	<b>12,460.91</b>	<b>13,164.09</b>	<b>49,712.71</b>	<b>49,264.95</b>
3	<b>Profit / (Loss) from ordinary activities before Exceptional items (1-2)</b>	<b>365.03</b>	<b>714.72</b>	<b>339.42</b>	<b>1,976.69</b>	<b>1,418.28</b>
4	Exceptional Items	-	-	-	-	-
5	<b>Profit / (Loss) before tax (3 +/- 4)</b>	<b>365.03</b>	<b>714.72</b>	<b>339.42</b>	<b>1,976.69</b>	<b>1,418.28</b>
6	<b>Tax Expense</b>					
	- Current tax	63.05	208.13	41.39	585.43	430.49
	- Deferred tax	27.84	32.47	138.96	70.75	79.55
	<b>Total Tax Expenses</b>	<b>90.89</b>	<b>240.60</b>	<b>180.35</b>	<b>656.18</b>	<b>510.03</b>
7	<b>Profit / (Loss) for the period (5 +/-6)</b>	<b>274.14</b>	<b>474.12</b>	<b>159.08</b>	<b>1,320.51</b>	<b>908.25</b>
8	<b>Other Comprehensive Income, net of income tax</b>					
	A. (i) Items that will be reclassified to Profit or Loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	B. (i) Items that will not be reclassified to Profit or Loss	(2.81)	2.64	5.06	5.10	10.54
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.77	(0.87)	(1.84)	(1.84)	(3.65)
	<b>Total Other Comprehensive Income, net of income tax</b>	<b>(2.04)</b>	<b>1.77</b>	<b>3.22</b>	<b>3.26</b>	<b>6.90</b>
9	<b>Total Comprehensive Income for the period (8 +/- 7)</b>	<b>272.10</b>	<b>475.89</b>	<b>162.29</b>	<b>1,323.77</b>	<b>915.15</b>
10	<b>Paid-up equity share capital ( face value of Rs 2/- per share )</b>	<b>1,040</b>	<b>1,040</b>	<b>1,040</b>	<b>1,040</b>	<b>1,040</b>
11	<b>Earning per share (EPS) (of Rs 2/- each ) (not annualised)</b>					
	Basic/ Diluted EPS	<b>0.53</b>	<b>0.91</b>	<b>0.31</b>	<b>1.54</b>	<b>1.75</b>



STATEMENT OF AUDITED ASSETS AND LIABILITIES AS AT 31ST MARCH 2018			(Rs.in lakhs)
Sr. No.	Particulars	31-03-2018	31-03-2017
		Audited	Audited
<b>A</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non - Current Assets</b>		
(a)	Property, Plant and Equipment	7,105.37	7,632.19
(b)	Capital Work-in-progress	193.91	95.06
(c)	Investment Property	1,155.83	1,301.72
(d)	Other Intangible Assets	28.97	32.55
(e)	Financial Assets		
(i)	Investment	98.40	98.40
(ii)	Other Financial Assets	177.92	256.65
(f)	Deferred Tax Assets	1,140.52	1,292.37
(g)	Other Non-Current Assets	165.36	161.29
	<b>Sub- total - Non - Current Assets</b>	<b>10,066.29</b>	<b>10,870.23</b>
<b>2</b>	<b>Current Assets</b>		
(a)	Inventories	20,658.59	17,097.56
(b)	Financial Assets		
(i)	Trade Receivables	13,516.22	11,017.52
(ii)	Cash and Cash Equivalents	214.68	190.77
(iii)	Bank balances other than (ii) above	342.38	271.14
(iv)	Other Financial Assets	282.50	344.96
(c)	Other Tax Assets (Net)	58.79	55.77
(d)	Other Current Assets	2,652.84	1,228.04
	<b>Sub- total - Current Assets</b>	<b>37,726.00</b>	<b>30,205.75</b>
	<b>TOTAL- ASSETS</b>	<b>47,792.29</b>	<b>41,075.97</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>EQUITY</b>		
(a)	Equity share capital	1,040.00	1,040.00
(b)	Other Equity	8,826.50	7,627.91
	<b>TOTAL- EQUITY</b>	<b>9,866.50</b>	<b>8,667.91</b>
<b>2</b>	<b>LIABILITIES</b>		
<b>(I)</b>	<b>Non Current Liabilities</b>		
(a)	Financial Liabilities		
(i)	Non Current Borrowings	936.21	1,343.00
(ii)	Other Financial Liabilities	1,533.28	1,507.30
(b)	Other Non Current Liabilities	32.28	51.54
	<b>Sub- total - Non- Current Liabilities</b>	<b>2,501.77</b>	<b>2,901.84</b>
<b>(II)</b>	<b>Current liabilities</b>		
(a)	Financial Liabilities		
(i)	Current Borrowings	28,633.02	24,705.69
(ii)	Trade Payables	4,857.37	3,164.16
(iii)	Other Current Financial Liabilities	938.91	504.07
(b)	Other Current Liabilities	653.18	912.25
(c)	Provisions	149.30	170.42
(d)	Current Tax Liabilities (Net)	192.23	49.63
	<b>Sub- total - Current Liabilities</b>	<b>35,424.01</b>	<b>29,506.22</b>
	<b>TOTAL- LIABILITIES</b>	<b>37,925.79</b>	<b>32,408.07</b>
	<b>TOTAL- EQUITY AND LIABILITIES</b>	<b>47,792.29</b>	<b>41,075.97</b>



## SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Sr. No.	Particulars	Quarter Ended			Year Ended	
		(Audited) Refer Note No 6	(Unaudited)	(Audited) Refer Note No 6	(Audited)	(Audited)
		31-03-2018	31-12-2017	31-03-2017	31-03-2018	31-03-2017
<b>1</b>	<b>Segment Revenue (Revenue from Operations )</b>					
	Textiles	13,456.88	12,940.86	13,039.42	50,588.96	49,155.84
	Rental Business	226.51	206.84	224.65	819.12	759.45
	<b>Net sales/Income from Operations</b>	<b>13,683.39</b>	<b>13,147.70</b>	<b>13,264.06</b>	<b>51,408.08</b>	<b>49,915.29</b>
<b>2</b>	<b>Segment Profit Before Tax &amp; Finance Cost</b>					
	Textiles	2,021.24	1,650.92	985.02	5,920.00	4,061.65
	Rental Business	192.94	125.63	186.05	650.14	564.16
	<b>Total</b>	<b>2,214.18</b>	<b>1,776.55</b>	<b>1,171.07</b>	<b>6,570.14</b>	<b>4,625.81</b>
	Less : Finance Cost	653.15	539.95	469.00	2,235.54	2,221.52
	Less: Other Unallocable Expenditure net off Unallocable Income	1,196.00	521.88	362.64	2,357.91	988.00
	<b>Total Profit (+)/Loss (-) before Tax</b>	<b>365.03</b>	<b>714.72</b>	<b>339.42</b>	<b>1,976.69</b>	<b>1,418.28</b>
<b>3</b>	<b>Capital Employed</b>					
	(a) Textiles					
	Segment Assets	44,473.79	42,047.10	37,206.06	44,473.79	37,206.06
	Segment Liabilities	7,661.55	7,284.65	5,402.66	7,661.55	5,402.66
	<b>Net Capital Employed (a)</b>	<b>36,812.24</b>	<b>34,762.45</b>	<b>31,803.41</b>	<b>36,812.24</b>	<b>31,803.41</b>
	(b) Rental Business					
	Segment Assets	1,234.26	1,235.21	1,332.82	1,234.26	1,332.82
	Segment Liabilities	312.67	305.42	284.30	312.67	284.30
	<b>Net Capital Employed (b)</b>	<b>921.59</b>	<b>929.78</b>	<b>1,048.53</b>	<b>921.59</b>	<b>1,048.53</b>
	(c) Unallocated					
	Segment Assets	2,084.23	2,566.15	2,537.08	2,084.23	2,537.08
	Segment Liabilities	29,951.56	28,631.95	26,721.11	29,951.56	26,721.11
	<b>Net Capital Employed (c)</b>	<b>(27,867.32)</b>	<b>(26,065.80)</b>	<b>(24,184.03)</b>	<b>(27,867.32)</b>	<b>(24,184.03)</b>
	<b>Total Capital Employed (a+b+c)</b>	<b>9,866.50</b>	<b>9,626.43</b>	<b>8,667.91</b>	<b>9,866.50</b>	<b>8,667.91</b>

## Notes:

- From 1st April, 2016 the Company adopted Indian Accounting Standards ('Ind AS') notified by the Ministry of Corporate Affairs and accordingly results (including comparatives for all periods presented) have been prepared in accordance with the Ind AS effective on the date of adoption of the results by the Board.
- The above audited financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 30th May, 2018.
- Segment Revenue, Result and Capital Employed figures include the respective amounts identifiable to each of the segments. Other allocable expenditure mainly includes expenses incurred on common services.
- The Board has recommended dividend of Re. 0.20 per equity share.
- Corresponding figures of the previous quarter/year have been regrouped, recasted and reclassified to make them comparable wherever necessary.
- The figure of current quarter and quarter ended 31st March, 2017 are the balancing figures between audited figures of the full financial year ended 31st March, 2018 and 31st March, 2017 (Ind AS) respectively and the published year to date Ind AS figures upto third quarter 31st December, 2017 and 31st December, 2016 respectively.
- The reconciliation of 'Net Profit after tax' and 'Equity' between financial results as per Ind AS and as previously reported under "Previous GAAP" for the quarter and year ended 31st March, 2017 are as under:

## A. Reconciliation of Net Profit After Tax:

Sr. No.	Description	Quarter ended March 31, 2017 (Audited) Refer Note No 6	Year ended March 31, 2017 (Audited)
1	Net Profit as per previous GAAP (Indian GAAP)	193.91	1,087.69
2	Add/Less: Increase/(Decrease) in Net Profit as reported under Indian GAAP		
(a)	- Recognition of Financial assets at amortised cost	2.57	(0.32)
(b)	- Recognition of Financial liabilities at amortised cost	(44.32)	8.97
(c)	- Reclassification of remeasurement of employee benefits	(5.05)	(10.54)
(d)	- Impact of Expected Credit Loss	(11.57)	(272.51)
(e)	- Taxes on account of above items	23.54	94.96
3	<b>Net Profit as per IND AS</b>	<b>159.08</b>	<b>908.25</b>
	Other Comprehensive Income, net of income tax	3.23	6.90
4	<b>Total Comprehensive Income for the period</b>	<b>162.29</b>	<b>915.15</b>

## B. Equity:

Sr. No.	Description	Year ended March 31, 2017 (Audited)
1	Total Equity (Shareholders' Fund) as per IGAAP	8,724.51
2	Adjustments on transition to Ind AS:	
(a)	- Recognition of Financial assets at amortised cost	(0.54)
(b)	- Recognition of Financial liabilities at amortised cost	368.65
(c)	- Provision for expected credit losses on trade receivables	(454.66)
(d)	- Taxes on account of above items	29.95
	<b>Total adjustments</b>	<b>(56.60)</b>
3	<b>Total Equity (Shareholders' Fund) as per IND AS</b>	<b>8,667.91</b>



On behalf of the Board of Directors

Vishwanath L. Agarwal

Chairman

DIN No. 00223140

Place: Mumbai  
Date: 30th May, 2018

**AUDITOR'S REPORT ON QUARTERLY AND YEAR TO DATE FINANCIAL RESULTS OF DONEAR INDUSTRIES LIMITED PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

To,

**The Board of Directors of  
DONEAR INDUSTRIES LIMITED**

1. We have audited the accompanying financial results of **DONEAR INDUSTRIES LIMITED** ("Company") for the quarter and year ended March 31, 2018 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. The quarterly financial results are the derived figures between the audited figures in respect of the year ended 31<sup>st</sup> March, 2018 & 31<sup>st</sup> March, 2017 and the published year to date figures up to December 31, 2017 & 31<sup>st</sup> December, 2016 respectively, being the date of the end of the third quarter of the respective financial year, which were subject to limited review.
3. This financial results for the quarter ended 31<sup>st</sup> March, 2018 and year ended 31<sup>st</sup> March, 2018 have been prepared on the basis of financial results for the nine months ended 31<sup>st</sup> December, 2017, the audited annual Ind AS Financial Statements as at 31<sup>st</sup> March, 2018, 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 these financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard ('Ind AS'), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued there under; as applicable and other accounting principles generally accepted in India.
4. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. 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.

5. The comparative financial result of the company for the quarter and year ended 31<sup>st</sup> March, 2017 included in these financial statements, are based on the previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 which were audited by the predecessor auditor whose report dated 30<sup>th</sup> May, 2017 expressed an unmodified opinion on those financial statements for the quarter and year ended 31<sup>st</sup> March, 2017. The adjustments to those standalone financial statements for the differences in accounting principles adopted by the company on transition to the Ind AS have been audited by us.
6. In our opinion and to the best of our information and according to the explanations given to us, these quarterly financial results as well as the year to date 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 Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 in this regard; and
  - ii. give a true and fair view of the net profit (financial performance including other comprehensive income) and other financial information for the quarter ended 31<sup>st</sup> March, 2018 and net profit (financial performance including other comprehensive income) and other financial information for the year ended 31<sup>st</sup> March, 2018.

For KANU DOSHI ASSOCIATES LLP

Chartered Accountants

Firm Registration No: 104746W/W100096

*Arati Parmar*

Arati Parmar

Partner

Membership No: 102888

Place: Mumbai

Date: 30<sup>th</sup> May, 2018

