

MACKINNON MACKENZIE AND COMPANY LIMITED**STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED : 31.03.2017**

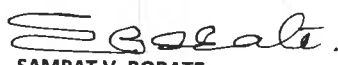
(Rs.in Lakhs except per share data)

Sr No.	Particulars	Quarter ended			year ended	
		31.03.2017	31.03.2016	31.12.2016	31.03.2017	31.03.2016
		Audited	Audited	Unaudited	Audited	Audited
1	Revenue from operation	5.01	9.13	4.07	17.22	20.49
2	Other Income	14.67	7.75	0.76	16.92	9.74
3	Total Income (1+2)	19.68	16.88	4.83	34.14	30.23
4	Expenses :					
	a) Cost of materials consumed	-	-	-	-	-
	b) Purchases of stock-in-trade	-	-	-	-	-
	c) Changes in Inventories of finished goods, work in progress & stock in trade	-	-	-	-	-
	d) Employees Benefits Expense	1.80	(2.57)	1.10	5.11	4.10
	e) Finance cost	0.04	0.50	0.44	0.55	0.63
	f) Depreciation and Amortisation expenses	0.32	0.50	0.45	1.67	2.01
	g) Other Expenses	35.51	25.80	19.48	88.21	79.67
	Total expenses	37.67	24.23	21.47	95.54	86.41
5	Profit/(Loss) before exceptional Items & tax(3-4)	(17.99)	(7.35)	(16.65)	(61.40)	(56.18)
6	Exceptional Items	-	-	-	-	-
7	Profit/(Loss) before tax (5+6)	(17.99)	(7.35)	(16.65)	(61.40)	(56.18)
8	Tax expenses					
	a) Current tax	-	-	-	-	-
	b) Deferred tax	-	-	-	-	-
9	Profit/(Loss) for the period (7-8)	(17.99)	(7.35)	(16.65)	(61.40)	(56.18)
10	Paid up equity share capital(Face value ₹ 10 per share)	24.72	24.72	24.72	24.72	24.72
11	Reserves excluding Revaluation reserve	112.46	112.46	112.46	112.46	112.46
12	Earnings Per Equity Share					
	a) Basic	(7.28)	(2.97)	(6.73)	(24.84)	(22.72)
	b) Diluted	(7.28)	(2.97)	(6.73)	(24.84)	(22.72)

NOTES:

- The above Standalone Audited Financial Results were reviewed by the Audit Committee and thereafter approved at the Meeting of the Board of Directors held on 26th May, 2017 at 12.00 hrs.
- The figures of the last quarter are balancing figure between audited figures in respect of full financial year and year to date figures up to the third quarter of the respective financial years.
- The Hon'able Bombay High Court had approved the application of banks for transfer of debts owed to them to a company (hereafter referred to as "Company") along with securities and mortgage charges in the past pursuant to the consent terms filed in the Debt Recovery Tribunal. Consequently suits filed by the banks before the Debt Recovery Tribunal had transposed the "Company" in place of the banks. In the past one of the suits filed by the banks came for hearing before the Hon. Bombay High Court. The Hon. Bombay High Court had passed a decree in favour of the said "Company" to dispose off/sell the Immoveable property and Flats belonging to the company to recover its dues of Rs 686.30 crores. Further during the year the Hon'able Bombay High Court passed a decree in favour of the "Company" in respect of another suit for Rs.16.49 Crores together with interest @16.5% p.a. from 3rd June 1991 till payment. Total amount due to the "Company" as per decree together with interest is Rs.1075.28 Crores as on 31st March 2017. Keeping in mind the financial position of the company & inability of repaying the amount, no further entries are passed in the books for the balance amount due Rs.1114.40 crores in respect of the said suits.
- 60 Clerical workers & 35 subordinate staff were retrenched on 4th August 1992 under the Industrial Dispute Act at Mumbai. Each one was paid 15 days wages per completed year of services & one month's notice pay in addition to other dues. The Industrial Court has given a Judgement against the company on 08.03.96. However the company had filed an appeal with the High Court against the same order, which has been decided against the company. Special Leave Petition had been admitted for hearing before the Hon. Supreme Court against the order of the Hon. Bombay High Court. The Hon. Supreme Court had dismissed the appeal of the company filed against the order of the Hon. Bombay High Court & has directed the company to comply with the conditions of the award passed by the Industrial Court. The Company has filed a Compliance Report as required in the order passed by the Hon. Supreme Court. The Hon. Supreme Court has dismissed the review and curative petition filed by the company against the said order. (The company has deposited an amount of Rs.32,00,000 with the Registrar, which has been shown under Short Term Loans & Advances).
- Previous Year's figures have been regrouped / rearranged wherever necessary.

For MACKINNON MACKENZIE & CO.LTD.



SAMPAT V. BORATE

DIRECTOR

DIN NO. 06929702

Place : Mumbai

Date : 11th August 2017



M. NO. 40942

M. NO. 1089652

Sachin P. Mulgaokar & Co.

CHARTERED ACCOUNTANTS

6/26, Tardeo AC Market, Tardeo, Mumbai – 400 034.
Tel: Off 2352 6274, email: s_p_m@vsnl.com

Auditor's Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015.

To,

Board Of Directors of
Mackinnon Mackenzie & Co. Ltd.
Mumbai.

1. We have audited the quarterly standalone financial results of Mackinnon Mackenzie & Co. Ltd. ("the Company") for the quarter ended March 31, 2017 and standalone financial results for the year ended March 31, 2017, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligation and Disclosures Requirements) Regulation, 2015. This financial statement is the responsibility of the Company's management and approved by the Board of Directors of the Company. Our responsibility is to express an opinion on this financial statement based on our audit of such financial statement, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder; as applicable and other accounting principles generally accepted in India, our audit of the annual Standalone financial statement as at and for the year ended March 31, 2017 and the relevant requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.
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(s). An audit includes examining, on a test basis, evidence supporting the amounts 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.

Basis for Qualified Opinion



3. The Company's bankers had filed suit in Bombay High Court for recovery of loans which were transferred to the Debt Recovery Tribunal. The bankers have assigned entire debt due to them to a Company and suit filed by these banks have been transferred back to Bombay High Court. Suits are for recovery of Rs.61,66,05,621/- outstanding as on 31st March 1991. However loans along with interest accrued and due to the Company which has taken over the Debt as per the terms of loans and subsequent understanding with the Company amounting to Rs 8,256,129,338 are outstanding as on 31st March 2017. The Hon. Bombay High Court has passed a decree in favour of the said company in respect of two suits to dispose off/sell the immovable property and flats belonging to the company to recover its dues of Rs 702.79 crores together with interest. Total amount due to the company as per the decree together with interest in respect of the two suits is Rs 1876.39 crores as on 31st March 2017. No provision is made in respect of additional amount due to the company as per decree amounting to Rs1114.40 .crores.
4. 60 Clerical workers and 35 subordinate staff were retrenched on 4th August 1992 under the Industrial Dispute Act at Mumbai. Each one was paid 15 days wages as per completed year of service and one months pay in addition to other dues. The Industrial Court had given a judgment against the company against which the company had filed an appeal before the Hon. Bombay High Court, which too was decided against the company. The Hon. Supreme Court has dismissed the appeal of the company filed against the order of the Hon. Bombay High Court and has directed the company to comply with the conditions of the award passed the Industrial Court. The Hon. Supreme Court has dismissed the review and curative petition filed by the company against the said order. The company has filed a compliance report as required by the order passed by the Hon. Supreme Court. No further orders have been passed on this. No provision has been made in respect of dues to 7 (Seven) workers amounting to Rs.91.83 lakhs plus interest upto 31st March 2017 to the retrenched staff as per the order of the Hon. Supreme Court. In so far as the balance 88 workers are concerned, the company has pleaded non- applicability.
5. As mentioned in Note 29 of the financial statements despite continued huge losses resulting in total erosion of the net worth of the company, the accounts for the year have been prepared on the assumption of going concern basis. Should the company be unable to continue as a going concern, the extent of effect the resultant adjustments would have on the net worth at the year end as the losses for the year is not ascertainable. As such, we are unable to express an opinion as to the effect of financial statements for the year.
6. Loans and Advances includes certain old balances amounting to Rs 8,18,785 for which no provision for doubtful items if any has been made in the accounts pending review confirmation of the same.



7. Trade Payables include an amount of Rs.26,51,925/- which represent old balances for which no write back has been made in the accounts pending the review/ confirmation of the same.
8. Certain old credit balances outstanding in various accounts amounting to Rs.1,48,52,774 for which no write back has been made in accounts pending the review /confirmation of the same.
9. Provision for accrued liability for the year in respect of gratuity and long term compensated absences has been made on arithmetical basis instead of based on actuarial valuation as required by Accounting Standard -15 "Employee Benefits" (the Standard).
10. The investments made at Kolkata Rs 56000/- are presently not available for verification as the building is destroyed by fire.
11. Non availability of confirmations in respect of balances of secured and unsecured loans, debtors, certain bank balances, deposits, and creditors appearing in of the accounts respectively..

In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results.

- (i) are presented in accordance with the requirements of Regulation 33 of SEBI (Listing Obligation and Disclosures Requirements) Regulation, 2015 in this regard; and
- (ii) except for the possible effects of the matter described in the Basis for Qualified Opinion give a true and fair view of the net loss and financial information for the year ended 31.03.2017.

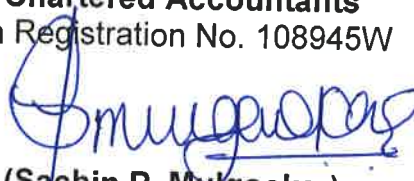
The statements includes the results for the quarter ended March 31, 2017 being the balancing figure between audited figures in respect of full financial year and the published year to date figures upto the third quarter of the current financial year which were subject to limited review by us.

Mumbai.

Dated :26th May 2017

For **Sachin P. Mulgaokar & Co.**
Chartered Accountants
Firm Registration No. 108945W




(**Sachin P. Mulgaokar**)
Proprietor
Membership No. 40942