

MACKINNON MACKENZIE AND COMPANY LIMITED

4,SHOORJI VALLABHDAS MARG, BALLARD ESTATE, MUMBAI 400001

TEL.:022-22610981, EMAIL MMCLADV@YAHOO.CO.IN, WEBSITE:WWW.MMCLIMITED.NET

CIN NO. L63020MH1951PLC013745

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED 30TH SEPTEMBER 2018

Sr. No.	Particulars	(Rs. in Lacs except EPS)					
		Quarter Ended			Half Year ended		Year ended
		30.09.2018 (Unaudited)	30.06.2018 (Unaudited)	30.09.2017 (Unaudited)	30.09.2018 (Unaudited)	30.09.2017 (Unaudited)	31.03.2018 (Audited)
1	Income from Operation						
	(a) Revenue from Operations	4.67	4.67	4.77	9.34	9.54	18.51
	(b) Other Income	0.66	0.66	-	1.33	-	28.99
	Total Income	5.33	5.33	4.77	10.67	9.54	47.50
2	Expenses						
	a. Cost of Materials Consumed	-	-	-	-	-	-
	b. Purchase of stock-in-trade	-	-	-	-	-	-
	c. Changes in inventories of finished goods, work in progress and stock in trade	-	-	-	-	-	-
	d. Employees benefits Expense	0.93	1.24	1.13	2.18	2.29	5.30
	e. Finance costs	-	0.01	-	0.01	0.04	0.04
	f. Depreciation and Amortisation Expense	0.30	0.30	0.42	0.60	0.83	1.40
	g. Other Expenses	17.45	24.51	12.20	41.97	25.52	56.17
	Total Expenses	18.68	26.06	13.75	44.75	28.68	62.91
3	Profit/(Loss) before exceptional Items & tax	(13.35)	(20.73)	(8.98)	(34.08)	(19.14)	(15.41)
4	Exceptional Items	-	-	-	-	-	-
5	Tax Expense:						
	a) Current Tax	-	-	-	-	-	2.80
	b) Deferred Tax	-	-	-	-	-	-
6	Profit or / (Loss) After Tax	(13.35)	(20.73)	(8.98)	(34.08)	(19.14)	(18.21)
7	Other Comprehensive Income						
	(A) Items will not be Classified to Profit or Loss Account	-	-	-	-	-	-
	(a) Re-measurement of defined benefit obligation	-	-	-	-	-	-
8	Total Comprehensive Income for the Period	(13.35)	(20.73)	(8.98)	(34.08)	(19.14)	(18.21)
9	Paid-up Equity Share Capital (Face Value Rs. 10/- each PY Rs. 10/- each))	24.72	24.72	24.72	24.72	24.72	24.72
10	Earning per Share						
	a. Basic	(4.64)	(8.39)	(3.62)	(13.03)	(7.74)	(7.36)
	b. Diluted	(4.64)	(8.39)	(3.62)	(13.03)	(7.74)	(7.36)

Notes

- The above results were taken on record by the Board of Directors at the meeting held on 26th October 2018 at 16.00 hrs.
- These Financial Results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act 2013.
- The Hon'ble 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. 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. Total amount due to the "Company" as per decree together with interest is Rs.2253.13 Crores as on 30th September 2018. No further entries are passed in the books for the balance amount due Rs.1491.14 crores in respect of the said suits as the management is not in a position to repay the said loans and decree has been awarded to the lender to dispose off the secured assets. Hence accounting can be done only after the assets are sold & based on discharge given to the Company by the lender.
- 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. However the company had filed an appeal with the High Court against the same order, which has been decided against the company. 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 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 in the order passed by the Hon. Supreme Court. The Company in its Compliance Affidavit submitted to the Supreme Court has stated that as per the concerned workmen are only 7. However there are no further orders on this. The Company had deposited adhoc sum of Rs.32/- lakhs with the Registrar, Bombay High Court. The Company is of the view that it can provide for the said liability only after reconciliation is received in respect of sums so held by the Registrar. Hon'ble Bombay High Court.
- The ground lease of the premises of the company has expired on 22nd May 2017. The Company has made an application for renewal of lease. The Company has accounted for rent due from its tenants for the entire quarter on the basis of it being a holding out tenant as per legal opinion received.
- Consequent to the one time settlement made by the Company with its bankers and the assignment of the debts to a private company. The company is in the process of restructuring the debts.
- Provision for doubtful debts/advance as may be necessary, shall be considered at the time of preparation of Accounts for the financial year ended 31.03.2019.
- The Statutory Auditors of the Company have carried out a "Limited Review" of the above Unaudited Standalone Financial Result for the quarter and half year ended 30th September 2018 and have issue an qualified review report.
- Figures of previous reporting periods have been regrouped / reclassified wherever necessary to correspond with the figures of the current reporting period.

For MACKINNON MACKENZIE & CO.LTD.

PLACE: MUMBAI
DATE : 26th OCTOBER 2018

ABBAS LAKDAWALLA
DIRECTOR
DIN NO.00037416



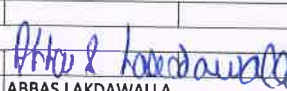
Membership No.

MACKINNON MACKENZIE AND COMPANY LIMITED

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CIN NO. L63020MH1951PLC013745

Sr.No.	Statement of Assets and Liabilities Particulars	(Rs. in Lacs)	
		As at 30.09.18	As at 31.03.18
		(Unaudited)	(Audited)
	ASSETS :		
	Non - Current Assets		
(a)	Property, Plant and equipment (See Note below)	13.99	14.58
(b)	Capital work-in-progress	-	-
(c)	Intangible Assets	-	-
(d)	Financial Assets		
i)	Investments	3.07	3.07
(d)	Deferred tax assets (Net)	-	-
(e)	Other non-current Assets	0.50	0.50
	Sub Total Non Current Assets	17.56	18.16
	CURRENT ASSETS :		
(a)	Inventories	-	-
(b)	Financial Assets		
i)	Trade receivables	498.79	496.74
ii)	Cash and Cash Equivalents	1.15	3.54
iii)	Other Bank Balances	0.24	0.24
v)	Other Financial Assets	97.61	97.61
(c)	Other Current Assets	44.55	45.55
	Sub Total - Current Assets	642.35	643.68
	TOTAL - ASSETS	659.91	661.83
	EQUITY AND LIABILITIES :		
	EQUITY :		
(a)	Equity Share Capital	24.86	24.86
(b)	Other Equity	(83,547.57)	(83,513.50)
	Subtotal Equity	(83,522.71)	(83,488.63)
	Non - Current Liabilities		
(a)	Financial Liabilities		
i)	Borrowings	82,561.29	82,561.29
(b)	Provisions	26.23	26.23
	Subtotal Non-Current Liabilities	82,587.52	82,587.53
	Current Liabilities		
(a)	Financial Liabilities		
i)	Borrowings		
ii)	Trade Payables	1,121.64	1,088.84
(b)	Provisions	-	-
(c)	Other Current Liabilities	473.46	474.11
	Subtotal Current Liabilities	1,595.10	1,562.94
	TOTAL - EQUITY AND LIABILITIES	659.91	661.83
Note			
The ground lease of the premises of the company has expired on 22nd May 2017. The Company has made an application for renewal of lease. The Company has accounted for rent due from its tenants for the entire quarter on the basis of it being a holding out tenant as per legal opinion received. Cost of the said premises is included in Properties Plant and Equipments.			
FOR MACKINNON MACKENZIE & CO.LTD.			
PLACE: MUMBAI	 ABBAS LAKDAWALLA DIRECTOR DIN NO.00037416		
DATE : 26th OCTOBER 2018			
			

Membership No.
40170

Independent Auditor's Review on review of interim standalone financial results

To

Board of Directors of
Mackinnon Mackenzie & Co. Ltd.

We have reviewed the Standalone Unaudited financial results of Mackinnon Mackenzie & Co. Ltd. ('the Company') for the quarter ended September 30, 2018' ('the Statement') The Statement has been prepared by the Company pursuant to the 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, which has been initiated by us for identification. This Statement which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" (IndAS-34") prescribed under section 133 of the companies Act, 2013, read with relevant ruled issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review of the Statement 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 have not performed an audit and accordingly, we do not express an audit opinion.

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 2018. 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 together with interest. Total amount due to the company as per the decree together with interest in respect of the two suits is Rs 2253.13 crores as on 30th September 2018. No provision is made in respect of additional amount due to the company as per decree amounting to Rs 1491.14 crores.

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 competed 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 by 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 lacs plus interest upto 30th September 2018 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.

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.

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.

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.

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.

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).

The investments made at Kolkata Rs 56000/- are presently not available for verification as the building is destroyed by fire.

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..

Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains a misstatement.

For S.M. Bhingarde & Co.
Chartered Accountants
Firm Registration No.101418W



Place: Mumbai
Date: 26th October 2018

S M Bhingarde

S.M. Bhingarde
Proprietor
M.No. 40170