



E·LAND  
**APPAREL**

**Date: 14<sup>th</sup> February, 2018**

**The General Manager,  
Department of Corporate Services  
BSE Limited,  
Rotunda Building, 1<sup>st</sup> Floor,  
P. J Towers, Dalal Street,  
Fort, Mumbai- 400 001  
Scrip Code: 532820**

**The Manager  
Listing Department,  
National Stock Exchange of India  
Limited  
Exchange Plaza, Plot No. C/1, G-Block,  
Bandra-Kurla Complex, Bandra (East)  
Mumbai- 400 051  
Symbol: ELAND**

Dear Sir/Madam,

**Sub: Outcome of Board Meeting held on Wednesday 14<sup>th</sup> February, 2018**

This is to inform you that the Board of Directors at its meeting held on Wednesday 14<sup>th</sup> February, 2018 has

1. Considered and adopted the Unaudited Financial Results for the quarter and Nine Months ended 31<sup>st</sup> December, 2017 along with the Limited Review Report pursuant to Regulation 33 of the of SEBI (LODR) Regulations, 2015.

Copy of the said Un-audited Financial Results is attached herewith.

This is for your information and records.

**Thanking you,  
For E-Land Apparel Limited**

**Sunita Kanungo  
Company Secretary  
MEM No: A16678**



Encl: A/a

**E-Land Apparel Limited**

**(Formerly Known as "Mudra Lifestyle Limited")**

Reg Off :- Office No. 509, 5th Floor, Western Edge-1, Western Express Highway, Magathane, Borivali (East), Mumbai - 400066.  
Tel : +91-22-4097 2600, Fax : +91-22-4097 2601, CIN : L17110MH1997PLC106945, Web : www.elandapparel.com

(₹ In lakhs)

Statement of Unaudited Financial Results for the quarter and nine months ended December 31, 2017						
Sl No.	Particulars	Quarter ended			Nine months ended	
		31-Dec-17	30-Sep-17	31-Dec-16	31-Dec-17	31-Dec-16
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1	Revenue from operations	3,784.06	5,561.05	5,477.92	13,966.31	16,453.17
2	Other income	40.56	58.24	22.57	129.53	93.94
3	<b>Total Income (1 + 2)</b>	<b>3,824.62</b>	<b>5,619.29</b>	<b>5,500.49</b>	<b>14,095.84</b>	<b>16,547.11</b>
4	Expenses					
	(a) Cost of raw material and components consumed	2,745.81	2,817.04	3,434.86	8,554.79	9,626.65
	(b) Changes in inventories of finished goods and work-in-progress	(475.16)	791.74	241.41	139.56	632.35
	(c) Excise duty			40.26	21.04	218.20
	(d) Employee benefits expense	1,535.51	1,538.71	1,782.88	4,635.60	5,092.39
	(e) Depreciation and amortisation expense	54.39	54.30	63.06	162.88	196.63
	(f) Finance costs	727.70	576.74	758.83	2,019.54	2,515.03
	(g) Other expenses	894.84	882.98	1,128.86	2,576.52	2,979.69
	<b>Total expenses</b>	<b>5,483.09</b>	<b>6,661.51</b>	<b>7,450.16</b>	<b>18,109.93</b>	<b>21,260.94</b>
5	<b>Profit before tax (3 - 4)</b>	<b>(1,658.47)</b>	<b>(1,042.22)</b>	<b>(1,949.67)</b>	<b>(4,014.09)</b>	<b>(4,713.83)</b>
6	Tax expense					
	(1) Current tax	-	-	-	-	-
	(2) Deferred tax	-	-	-	-	-
7	<b>Profit for the period (5 - 6)</b>	<b>(1,658.47)</b>	<b>(1,042.22)</b>	<b>(1,949.67)</b>	<b>(4,014.09)</b>	<b>(4,713.83)</b>
8	Other comprehensive Income	-	-	-	-	-
9	<b>Total Comprehensive Income for the period (7 + 8)</b>	<b>(1,658.47)</b>	<b>(1,042.22)</b>	<b>(1,949.67)</b>	<b>(4,014.09)</b>	<b>(4,713.83)</b>
10	Paid-up equity share capital (Face Value ₹ 10/-)	4,799.05	4,799.05	4,799.05	4,799.05	4,799.05
11	Earnings per equity share (of ₹ 10/- each) :					
	Basic and Diluted	(3.46)	(2.17)	(4.06)	(8.36)	(9.82)
	See accompanying notes to the financial results					

**Notes:**

- These financial results have been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under SECTION 133 of the Companies Act, 2013 read with relevant rules issued thereunder and in terms of the Listing Regulations, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. The Company has opted to avail the relaxation provided by the Securities and Exchange Board of India ('SEBI') in respect of disclosure requirements of financial results for the previous year ended March 31, 2017. The results for the quarter and nine months ended December 31, 2016 have been recasted to be Ind AS compliant.



2. Reconciliation between financial results as previously reported (referred to as previous GAAP) and Ind AS, for the quarter and nine months ended December 31, 2016 is as under:

Particulars	₹ In lakhs)	
	For the three months ended December 31, 2016	For the nine months ended December 31, 2016
Net Loss as per Previous GAAP	(1,330.69)	(2,543.57)
Notional Interest on interest free borrowings (net of deemed guarantee commission income)	(606.42)	(2,126.70)
Notional guarantee commission expense	(13.75)	(41.25)
Fair valuation of lease deposits	(0.48)	(1.44)
Loss on account of fair valuation of Investments	1.66	(0.87)
Net Loss as per Ind AS	(1,949.67)	(4,713.83)
Other Comprehensive Income		
Items that will not be reclassified to profit and loss	-	-
Items that will be reclassified to profit and loss	-	-
Total Comprehensive Income	-	-

3. The Company has incurred losses of Rs. 4,014.09 lakhs for the nine months ended December, 31 2017 (nine months ended December 31, 2016 - Rs.4,713.83 lakhs) and the accumulated losses exceed its paid up capital and other equity as on that date. The Management is currently implementing a plan to increase turnover, improve profitability and financial position, sell certain non-core assets and has assessed that it will be able to meet the working capital requirements for the next 12 months based on its cash flow projections. The Holding company has also confirmed financial support to the Company to continue as a going concern. The Company is therefore being viewed as a going concern and the unaudited financial results have been prepared under the going concern assumption.
4. The Company had entered into lease cum sale agreement with Karnataka Industrial and Development Board (KIADB) in October 2008 for lease cum sale of an industrial land in Bengaluru. The extended time period to comply with the conditions of the agreement expired during the quarter ended June 30, 2017. The Company has made an application for extension of the time period to comply with the conditions. The carrying value of the land is Rs. 379.42 lakhs as at December 31, 2017 in the financial statements. Pending disposal of the Company's application for further extension of time, no adjustment has been made in the above financial results.
5. During the quarter, the Company has received approval for One Time Settlement (OTS) from all the banks included in the consortium as requested in its application made in the previous period. As per the approval, the Company is required to satisfy certain conditions and post full and final settlement of the dues, neither the banks nor the Company shall have any claim/counter claim against each other, subject to approval from the Corporate Debt Structuring (CDR) cell. As of the current date, the OTS formalities, including reconciliation of balances, settlement of dues, final approval from CDR, receipt of 'No dues certificate' from banks etc., is in progress and accordingly, no impact of the OTS has been given in the results for the quarter and nine months ended December 31, 2017.
6. The Company has only one reportable segment i.e. Garments.
7. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 14, 2018 and have been subjected to limited review by the Statutory Auditors.

For E-Land Apparel Limited

Jung Ho Hong  
Director  
DIN: 02229634

Place : Mumbai

Date : February 14, 2018



**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM  
FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
E-LAND APPAREL LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **E-LAND APPAREL LIMITED** ("the Company"), for the quarter and nine months ended December 31, 2017 ("the Statement"), 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.

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" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. 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 Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. 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 the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by 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 any material misstatement.
4. We draw attention to Note 3 of the Statement. As stated therein, the Company has incurred losses of Rs.4,014.09 lakhs for the nine months period ended December 31, 2017 and the accumulated losses as on that date, have completely eroded the net-worth of the Company. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern and, therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business. However, the Statement has been prepared on a going concern basis considering the confirmation of the Holding Company to provide financial support to the Company and the management's future operational plans and cash flows to discharge its liabilities in the normal course of business as

**Deloitte  
Haskins & Sells LLP**

described in the said Note. The ability of the Company to continue as a going concern is dependent on the successful outcome of the mitigation plans.

Our report is not modified in respect of this matter.

For **DELOITTE HASKINS & SELLS LLP**  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)



Monisha Parikh  
Partner  
(Membership No. 47840)

BENGALURU, February 14, 2018