

ROYAL CUSHION VINYL PRODUCTS LIMITED					
Regd. Office : 60 CD Shlok Govt. Ind. Estate, Charkop, Kandivall (West), Mumbai-400 067					
(Rs. in lakhs)					
AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2018					
Particulars	Quarter Ended			Year Ended	
	31st Mar' 2018 (Unaudited)	31st Dec' 2017 (Unaudited)	31st Mar' 2017 (Audited)	31st Mar' 2018 (Audited)	31st Mar' 2017 (Audited)
Revenue from Operations	1,895.36	1,809.96	1,876.17	7,330.55	7,195.84
Other income	-14.51	51.85	1,191.54	837.54	1,197.80
Total Income	1,880.85	1,861.81	3,067.71	8,168.10	8,393.64
Expenses:					
Cost of Materials Consumed	1,283.34	1,233.94	1,346.40	5,256.13	5,079.80
Changes in Inventories of Finished Goods & Work-In-Progress	149.99	89.17	111.25	200.37	-53.98
Employee Benefits Expense	155.46	162.47	160.34	663.74	654.06
Finance Costs	179.40	71.05	130.46	425.72	454.08
Excise Duty	17.04	0.00	156.66	161.90	577.74
Depreciation and Amortization Expense	32.69	35.94	28.07	137.46	132.45
Other Expenses	592.77	465.60	452.78	2,021.82	1,834.92
Total expenses	2,410.68	2,058.17	2,385.95	8,867.13	8,679.06
Profit / (Loss) before Exceptional Item	-529.83	-196.36	681.76	-699.04	-285.42
Exceptional Income	0.00	0.00	0.00	0.00	0.00
Profit / (Loss) Before Tax	-529.83	-196.36	681.76	-699.04	-285.42
Tax Expenses	0.00	0.00	0.00	0.00	0.00
Profit / (Loss) for the Period	-529.83	-196.36	681.76	-699.04	-285.42
Other Comprehensive Income					
(i) Items that will not be reclassified to profit or loss	61.62	-3.42	-13.68	51.36	-13.68
Total Other Comprehensive Income (Net of taxes)	61.62	-3.42	-13.68	51.36	-13.68
Total Comprehensive Income for the period	-468.22	-199.78	668.08	-647.67	-299.10
Earning per Share (EPS) (Face value of Rs.10/- per Share)					
a) Basic EPS	(4.39)	(1.63)	5.65	(5.79)	(2.37)
b) Diluted EPS	(4.39)	(1.63)	5.65	(5.79)	(2.37)
Paid up Equity Share Capital (Face Value of Rs.10/- each)	1206.72	1,206.72	1,206.72	1,206.72	1,206.72

AUDITED STANDALONE STATEMENT OF ASSETS AND LIABILITIES		
(Rs. in lakhs)		
Particulars	As at 31st March 2018 (Audited)	As at 31st March 2017 (Audited)
ASSETS		
(1) Non-current Assets		
(a) Property Plant and Equipment	1,993.78	1,878.94
(b) Capital Work-In-Progress	0.16	7.09
(c) Investment Property	30.64	31.46
(d) Financial Assets		
(i) Investments	17.86	27.69
(ii) Other Financial Assets	116.90	176.90
(e) Deferred Tax Assets (Net)	-	-
Total Non Current assets	2,159.34	2,122.08
(2) Current Assets		
(a) Inventories	1,392.42	1,855.22
(b) Financial Assets		
(i) Trade Receivables	289.65	443.77
(ii) Cash and Cash Equivalents	39.57	20.96
(iii) Bank Balance other than Cash and Cash Equivalents	12.81	12.02
(iv) Loans	10.79	11.93
(c) Income tax assets (net)	-	-
(c) Other Current Assets	61.39	95.49
Total Current Assets	1,806.64	2,439.38
TOTAL ASSETS	3,965.97	4,561.46
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share Capital	1,206.72	1,206.72
(b) Other Equity	(46,269.21)	(44,882.38)
TOTAL EQUITY	(45,062.49)	(43,675.66)
Liabilities		
(1) Non-current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	32,160.97	31,137.39
(b) Provisions	7,887.91	7,928.25
Total Non current liabilities	40,048.88	39,065.64
(2) Current Liabilities		
(a) Financial Liabilities		
(i) Trade Payables	8,246.00	8,502.26
(ii) Other Financial Liability	0.65	0.65
(b) Other current liabilities	715.62	632.02
(c) Provisions	17.31	36.55
Total Current liabilities	8,979.58	9,171.48
TOTAL LIABILITIES	49,028.46	48,237.12
TOTAL EQUITY AND LIABILITIES	3,965.97	4,561.46

Notes:

- 1 The above audited financial results are as per the Regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 and have been taken on record by the Board of Directors at its meeting held on 6th June, 2018 after being reviewed by the Audit Committee.
- 2 The company has adopted Indian Accounting Standard ("Ind AS") prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, from April 01, 2017 and accordingly these audited financial results have been prepared in accordance with recognition and measurement principles laid down in Ind AS. The date of transition would be April 1, 2016.
- 3 The Company was registered as a sick company under the provisions of the Sick Industrial Companies (Special Provisions) Act, 1985. The Company had submitted the revised Draft Rehabilitation Scheme ("DRS") containing proposals for revival of the Company with the erstwhile Hon'ble Board for Industrial and Financial Reconstruction ("BIFR"). The Hon'ble BIFR had circulated the revised DRS vide its order dated 11.06.2015, for consideration of the concerned parties and other related proceedings were pending before the Hon'ble BIFR at an advanced stage of final approval. The last hearing before Hon'ble BIFR was held on 22.11.2016. However, in the meantime, the Government of India notified certain provisions of the Insolvency and Bankruptcy Code, 2016 ("IBC") w.e.f. December 1, 2016 which had the effect of abatement of the pending proceedings of the Company before the Hon'ble BIFR. In terms of provisions of IBC, the said proceedings will be governed by the provisions of the newly notified IBC laws. The Company had filed an application for initiation of Corporate Insolvency Resolution Process before NCLT, Mumbai under IBC law on 29.05.2017. Many hearings were taken place during last one year, however, in the last hearing held on 23.04.2018, the Company withdrew the application from NCLT.
- 4 Due to non-receipt of the Bank statements/Bank advices/Balance certificates from the financial institutions/banks, book entries pertaining to banks and financial institutions, transactions could not be reconciled. Further in absence of such details and information, the amount payable also could not be estimated or ascertained. Thus, bank balances and balances of such financial Institutions as on 31.03.2018 are subject to adjustments if any, to be carried out on receipt of the relevant statements / Bank Advices / Certificates from banks/ financial institutions. Many Banks / financial Institutions had not charged interest in earlier years and current year also. The Company has also not provided interest on loan from these financial institution/banks, had the company provided interest as per practice followed in earlier years loss for the quarter would have been higher by Rs. 535.58 lacs.
- 5 Under the Duty Exemption Scheme of Advance License (as well as similar other license scheme) pursuant to Import & Export Policy of Government of India, duty free imports of raw materials are permitted and they are required to be used in manufacturing of goods for export, as well as, export of goods has to be effected within the time allowed, in terms of the scheme. The Company has availed of such licenses from time to time. In the past, it had fulfilled its export obligations. The Company had imported duty free raw material under certain licenses, however it could not effect export within the time allowed due to circumstances beyond the control of the Company. The Company has evaluated its obligations under the scheme and it has been advised that in view of non fulfilment of export obligations, the authorities can recover the import duty and mandatory interest thereon. From 01.04.2014, the Company has stopped providing interest on custom duty liability, as Company had filed DRS with BIFR with a request to fulfill balance export obligations within seven year of approval of the DRS. In view thereof, the Company had applied for extension of export obligation period to DGFT, Mumbai, which is under consideration. Had the Company provided interest as per practice followed in earlier years, loss would have been higher by Rs. 378.25 lacs.
- 6 A reconciliation of the financial results to that reported under Previous Generally Accepted Accounting Principles (GAAP) is given below :

Particulars	(Rs. in lakhs)	
	Quarter ended 31.03.2017	Year ended 31.03.2017
	Audited	Audited
Net Profit/(Loss) for the period as reported under previous GAAP	684.67	(296.37)
Adjustment :		
Remeasurement Employee Benefit Plan	13.68	13.68
Sales Return Provision	(10.07)	(3.34)
Prior Period Errors - Effect	(6.52)	0.61
Net Profit for the period as reported under Ind AS	681.76	(285.42)
Other Comprehensive Income - Remeasurement Employee Benefit Plan	(13.68)	(13.68)
Total Comprehensive Income as per Ind AS	668.08	(299.10)

Particulars	(Rs. in lakhs)	
	As at 31.03.2017	
Reconciliation of Total Equity	Audited	
Total Equity as per previous GAAP	(48,994.79)	
Liability Written Back *	4,586.64	
	(44,408.15)	
Share Application Money Pending Allotment Considered as a part of Other Equity	739.15	
Sales Return Provision	(3.34)	
Prior Period Errors - Effect	(3.33)	
Total Equity as per Ind AS	(43,675.66)	

*The Company has filed an affidavit dated 04th Dec, 2017 in the pending winding-up proceedings, initiated by an unsecured foreign bank, before the Hon'ble Bombay High Court disputing the existence of the said dues. These dues are disputed by the Company due to various reasons as stated in the said affidavit such as: the said dues were guaranteed in the form of credit insurance coverage for which the insurance premium was paid by the Company, Machineries were defective etc., hence, the said dues were written back. While the management was assessing and evaluating the status of the said pending litigation, it came across various facts which were in existence since long but could not be brought up till date due to various reasons but finally through the said affidavit, the existence of the dues were challenged as stated above. As the said dues were not payable, it should have been written back in the books of accounts earlier only but remained to do so. Now, while doing Ind-AS impact assessment coupled with the fact that the Company had now filed the said affidavit before a court of law, the said dues are written back and directly credited to reserves as on the transition date of April 1, 2016 in terms of provisions of Para 26 of Ind AS 101.

- 7 Opening share application of Rs. 739.15 lacs, which was given by promoters and promoters group as per a part of Draft Rehabilitation Scheme ("DRS"), has now been treated as unsecured loans, due to abatement of the pending proceedings of the Company before the Hon'ble BIFR and withdrawal of application by Company submitted before NCLT, as states in Note no. 3 above.
- 8 The Company has only one business segment i.e. PVC Flooring/Leathercloth.
- 9 Other income includes Rs. 768.28 lacs towards credit balances of various suppliers etc. which are no longer payable, have been written back.
- 10 Post the applicability of Goods & Service Tax (GST) with effect from 1st July 2017, revenue from operations are disclosed net of GST, whereas Excise Duty formed part of the other expense in previous periods. Accordingly, the revenue from the operations and other expenses for the quarter and year ended 31st March 2018 are not comparable with those presented in the previous results.
- 11 Figures of the previous periods have been regrouped / reclassified / rearranged wherever considered necessary.

Place: Mumbai
Date: 06.06.2018

For Royal Cushion Vinyl Products Limited


Mahesh Shah
Managing Director
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