

THE BOMBAY STOCK EXCHANGE LIMITED  
DEPARTMENT OF CORPORATE SERVICES  
PHIROZE JEEJEEBHOY TOWERS,  
DALAL STREET  
MUMBAI – 400001

30.05.2018

Script Code: - 530543 – MARG LTD.  
Sub: - Outcome of the of Board Meeting held on 30.05.2018

Dear Sir/Madam,

This is further to our letter dated 29.05.2018 informing you that the meeting of the Board of Directors of the company held on 30.05.2018 have approved the Audited financial results of the company for the quarter & financial year ended 31.03.2018. In terms of regulation 33(3)(d) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. The auditors have given unmodified opinion on the audited financial results for the year ended 31.03.2018.

The audited financial results & Auditors report there on as submitted by the Auditors of the company are enclosed here with.

Further to the above the Board Approves the **Extra-ordinary General Meeting (EGM rescheduled to be held on Friday, the 6<sup>th</sup> July 2018.**

Thanking You  
Yours truly  
For MARG LIMITED



G R K Reddy  
Chairman & Managing Director.

Encl: Atta-



**MARG LIMITED**



CIN: L45201TN1994PLC029561

Regd Office: 'MARG Axis', 4/318, Rajiv Gandhi Salai, Kottivakkam, Chennai - 600 041

STATEMENT OF AUDITED FINANCIAL RESULTS (STANDALONE) FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2018

Amount Rupees in Crores (Except per share data)

Sr No	Particulars	Quarter Ended			Year Ended	
		31-Mar-18	31-Dec-17	31-Mar-17	31-Mar-18	31-Mar-17
		(Audited)	(Unaudited)	Audited	Audited	Audited
1	<b>Revenue from Operations</b>					
	(a) Net Sales/income from operations	6.92	11.49	20.61	41.37	88.30
	(b) Other operating income	-	-	-	-	-
		6.92	11.49	20.61	41.37	88.30
2	<b>Other income</b>	2.17	0.01	2.42	3.90	6.26
3	<b>Total Income(1+2)</b>	9.09	11.51	23.03	45.27	94.56
4	<b>Expenses</b>					
	(a) Cost of materials consumed	8.93	7.55	0.19	34.88	67.32
	(b) Excise duty	-	-	-	-	-
	(c) Purchase of stock-in-trade	-	-	-	-	-
	(d) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1.43)	0.65	55.42	(2.40)	38.78
	(e) Employee benefits expenses	1.07	1.20	1.10	4.15	4.27
	(f) Finance Costs	(0.52)	(1.81)	(34.34)	(4.40)	(6.69)
	(g) Depreciation and amortisation expense	2.35	2.40	2.41	9.56	10.40
	(h) Other expense	13.71	1.06	1.19	17.41	8.02
	<b>Total Expenses</b>	24.10	11.05	25.97	59.21	122.09
5	<b>Profit before tax (3-4)</b>	(15.01)	0.46	(2.94)	(13.94)	(27.53)
6	<b>Tax Expenses</b>					
	(a) Current tax					
	(b) Short provision of income tax in respect of earlier years					
	(c) Deferred tax charge/ (credit)	(0.31)	(0.16)	(0.50)	(0.79)	(0.64)
7	<b>Profit for the period (5-6)</b>	(14.71)	0.62	(2.44)	(13.15)	(26.89)
8	<b>Other Comprehensive income</b>					
	(i) Items that will not be reclassified to profit or loss	0.33	(0.01)	0.03	0.30	0.03
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
	(iii) Items that will be reclassified to profit or loss					
	(iv) Income tax relating to items that will be reclassified to					
	<b>Total other comprehensive income, net of income tax</b>	0.33	(0.01)	0.03	0.30	0.03
9	<b>Total comprehensive income (7+8)</b>	(14.38)	0.61	(2.41)	(12.85)	(26.86)
10	<b>Paid-up equity share capital (Face value Rs.10 each)</b>	38.12	38.12	38.12	38.12	38.12
11	<b>Earnings per share Face value of Rs. 10 each (not annualised):</b>					
	(a) Basic (Rs.)	(3.86)	0.17	(0.64)	(3.45)	(7.05)
	(b) Diluted (Rs.)	(3.86)	0.17	(0.64)	(3.45)	(7.05)
	See accompanying notes to the Financial Results					

The Company adopted Indian Accounting Standards (Ind As) from April 1 2017 and accordingly the transition was carried on from the accounting principles generally accepted in India as specified under Section 133 of the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules 2014 (previous GAAP) in accordance with Ind AS 101 "First time adoption of Ind AS". Accordingly, the impact of transition has been recorded in Opening Reserves as at April 1 2017 and the periods presented have been restated accordingly.

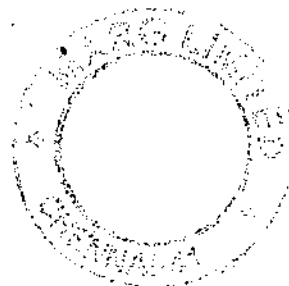
For Marg Limited

GRK Reddy

Chairman and Managing Director

Place: Chennai

Date: 30-05-2018



**MARG LIMITED**

Regd. Office : 'Marg Axis', 4/318, Rajiv Gandhi Salai, Kottivakkam, Chennai-600 041. Tel : +91-44-2454 2311 / 6622 1200  
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CIN : L45201TN1994PLC029561



Reconciliation of net profit after tax for the corresponding quarter and year ended March 31 2017 between pre GAAP and Ind AS is as under:	Standalone	
	Quarter ended March 31 2017	Year ended March 31 2017
Net profit after tax as per Previous GAAP( Indian GAAP)	-2.44	-26.89
Adjustments:		
Actuarial Gain/loss reclassified to Other Comprehensive Income	0.03	0.03
<b>Total Ind AS Adjustments</b>	<b>0.03</b>	<b>0.03</b>
<b>Total Comprehensive Income for the period</b>	<b>-2.41</b>	<b>-26.86</b>

For Marg Limited

GRK Reddy

Chairman and Managing Director

Place: chennai

Date:30-05-2018



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## Notes to the Statement of audited Financial Results-

- 1 The above audited standalone financial results have been reviewed by the audit committee and thereafter approved and taken on record by the Board of Directors in their respective meetings held on 30 May 2018. These audited financial results have been prepared in accordance with the Indian Accounting Standards ("Ind-AS") as specified under Section 133 of Companies Act, 2013 read with the rule 3 of Companies (Indian Accounting Standards) Rules, 2015 and the companies (Indian Accounting Standards) Amendment Rules, 2016 and the provisions of the Companies Act 2013.
- 2 The Company adopted Ind-AS from 1 April 2017 and accordingly the transition carried out, from the accounting principles generally accepted in India as specified under section 133 of the Companies act, 2013 read with the rule 7 of the Companies (Accounts) Rules, 2014 ("IGAAP" or "Previous GAAP"), in accordance with Ind-AS 101- First time adoption of Indian Accounting Standards. Accordingly, the impact on transition has been recorded in opening reserves as at 1 April 2016 and all the periods presented have been restarted accordingly.
- 3 The Statutory auditors of the company have audited the above financial results of the company for the year ended 31 March 2018. An qualified report has been issued by them thereon.
- 4 The figures for the Quarter ended March 2018 and 31 March 2017 are balancing figures between the audited figures in respect of full financial year and the published year-to-date figure upto 3rd quarter of the respective financial year. Also the figures upto the end of the third quarter had only been reviewed and not subject to audit.
- 5 The financial results for the quarter and year ended 31 March 2017 included in the statement, are based on the previously issued results of the company prepared in accordance with the Accounting Standards as per section 133 of the Company Act, 2013 read with the rule 7 of the Companies (Accounts) Rules 2014 ('previous GAAP').
- 6 Reconciliation of Profit, as previously reported under IGAAP to Ind-AS for the quarter and the year ended 31 March 2017:

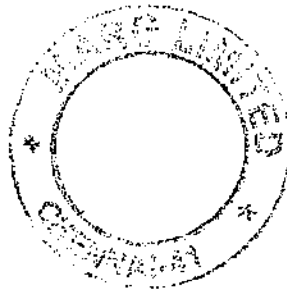
Sl. No	Nature of Adjustments	For the Quarter ended 31 March 2017	For the year ended 31 March 2017
A	Net profit as per previous GAAP	(2.44)	(26.89)
B	Effect of transition to Ind-AS on Statement of Profit or loss: i) Actuarial loss on defined benefit liability reclassified to other comprehensive income	0.03	0.03
	Total Adjustment	0.03	0.03
C	Total comprehensive income	(2.41)	(26.86)

Previous period's figures have been regrouped / reclassified wherever necessary to correspond with the current period's classification / disclosure.

For MARG Limited

  
G R K Reddy

Chairman and Managing Director



Place : Chennai  
Date: 30 May 2018

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# MARG

CIN: L45201TN1994PLC029561

Regd Office: 'MARG Axis', 4/318, Rajiv Gandhi Salai, Kottivakkam, Chennai - 600 041

AUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT 31 March 2018

Amount Rupees in Crores

Sr.No	Particulars	As at Year ended 31 March 2018 (Audited)	As at Year ended 31 March 2017 (Audited)
	<b>ASSETS</b>		
1	<b>Non- Current assets</b>		
	Property, plant & equipment	46.77	55.05
	Capital work-in- progress	-	12.42
	Investment Property	21.33	22.58
	Intangible assets	0.16	0.16
	Intangible assets under development	-	-
	Financial assets		
	Investments	568.77	568.77
	Loans	1.90	1.49
	Other financial assets	-	-
	Income tax assets (net)	-	-
	Other non- current assets	97.36	98.84
		<b>736.29</b>	<b>759.31</b>
2	<b>Current Assets</b>		
	Inventories	99.80	97.41
	Financial Assets		
	Trade receivables	378.12	384.90
	Cash and cash equivalents	51.42	60.90
	Bank balances other than cash and cash equivalents	-	-
	Loans	629.99	605.56
	Derivative contract assets	-	-
	Other financial assets	133.99	133.99
	Other current assets	292.95	272.22
		<b>1,586.26</b>	<b>1,554.98</b>
	<b>Total Assets</b>	<b>2,322.55</b>	<b>2,314.29</b>
	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
	Equity Share capital	38.12	38.12
	Other equity	157.95	170.80
		<b>196.07</b>	<b>208.92</b>
	<b>LIABILITIES</b>		
1	<b>Non-Current liabilities</b>		
	Financial liabilities		
	Borrowings	0.00	183.81
	Other financial liabilities	0.41	133.93
	Other Long-Term Liabilities	-	-
	Provisions	0.57	0.55
	Deferred tax liabilities(net)	0.62	1.41
	Other current Liabilities	285.60	278.62
		<b>287.20</b>	<b>598.31</b>
2	<b>Current liabilities</b>		
	Financial liabilities		
	Borrowings	1,294.66	996.77
	Trade payables	215.28	194.23
	Other financial liabilities	-	-
	Other current liabilities	82.53	85.09
	Provisions	246.81	230.96
	Current tax liabilities(net)	-	-
		<b>1,839.27</b>	<b>1,507.06</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,322.55</b>	<b>2,314.29</b>

For MARG Limited

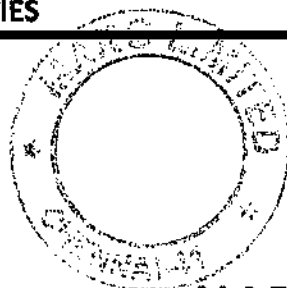
*G. R. K. Reddy*

G R K Reddy

Chairman and Managing Director

Place : Chennai

Date : 30-May-18



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**Auditor's report on quarterly standalone Financial Results and year to date results of Marg Limited pursuant to the regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.**

To  
The Board of Directors,  
Marg Limited.

1. We have audited the accompanying statement of Standalone Financial Results of Marg Limited ("The Company") for the year ended March 31, 2018, attached herewith being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing obligation and disclosure requirement) Regulations, 2015 read with SEBI circular No. CIR/CFD/FAC/62/2016 Dated July 5, 2016. Attention is drawn to the fact that the figures for the quarter ended March 2018 and the corresponding quarter ended in the previous year as reported in these financial results are balancing figures between the audited figures in respect of full financial year and the published year-to-date figure upto the end of the third quarter of the relevant financial year. Also the figures upto the end of the third quarter had only been reviewed and not subject to audit.
2. These financial results have been prepared on the basis of the annual financial statements and reviewed quarterly financial results upto the end of the third quarter which are the responsibility of the Company's Management. Our responsibility is to express opinion on these financial results based on our audit of the annual financial statements which have been prepared in accordance with the recognition and measurement principles laid down in the Companies (Indian Accounting Standards) Rules, 2015 as per Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.
3. 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 misstatements. The procedure selected depend on the auditor's judgement, including the assessment of the risk of material misstatement of the standalone financial statements, whether due to fraud or error. 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 the management. We believe that our audit provides a reasonable basis for our opinion.



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4. Basis of Qualification

Attention is invited to the audited financial statements of the year ended 31<sup>st</sup> March, 2018:

- a. Attention is invited to note 28; the company has not provided for interest for the year ended 31<sup>st</sup> March, 2018 on certain loans that are assigned to Asset Reconstruction Companies (ARCs), which in our opinion, the Company has not followed accrual basis of accounting and Disclosure of accounting policy is not in accordance with Ind As 1-Presentation of Financial Statement to this extent. The above said loans are presently under settlement proceedings. We are unable to comment upon the settlement of finance cost on the aforesaid loans and carrying value of the aforesaid loans and the consequential impact, if any that may arise on the above said matters.
- b. Attention is invited to note 34; The Company has not provided for ₹ 9.71 Crores relating to work in progress for EPC work done which remain unbilled as on 31<sup>st</sup> March, 2018 and Management fee of ₹ 4.80 Crores not acknowledged by one of its subsidiaries. Consequently, the loss for the year ended 31<sup>st</sup> March, 2018 are understated by ₹14.51 Crores, Other Equity and Financial Assets as on 31<sup>st</sup> March, 2018 are overstated by the same amount.
- c. Attention is invited to note 35 regarding case filed by the company against invocation of shares held in M/s Karaikal Port Private Limited, a subsidiary company, amounting to ₹ 202.39 Crores as on 31<sup>st</sup> March, 2018; Pending final outcome of the case and continuation of stay granted by the Hon'ble High Court the Company continues to carry the investment cost without any provision and consider the said company as its subsidiary. However considering the significant uncertainty in this matter we are unable to comment, a) whether the company will be able to recover the Investment having carrying cost of ₹ 202.39 Crores and b) whether the company continues to be the Holding Company of the said company.
- d. Attention is invited to note 36; Regarding confirmation/reconciliation of some of the equipment loans availed by the company, which was not obtained/carried out for the balances as on 31<sup>st</sup> March, 2018. The differences arising out of the reconciliation, if any, together with the unreconciled amount of ₹ 6.52 Cr relating to the same loan accounts as on 31<sup>st</sup> March, 2017 continues to be unascertained for the year ended 31<sup>st</sup> March, 2018. Such differences, if any, will impact the Other Equity for the year ended 31<sup>st</sup> March 2018, accumulated revenue reserves and balances of such loan accounts as on 31<sup>st</sup> March 2018.
- e. The company did not obtain/ receive balance confirmation from Banks/ARCs, Customers, Creditors and Loans and Advances other than related parties for the outstanding balances as on 31<sup>st</sup> March, 2018. Hence, we could not obtain external

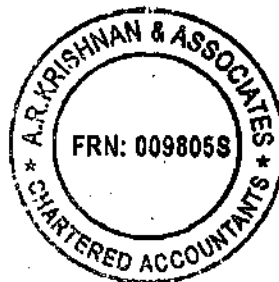


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confirmations as required in SA-505, Standards on Auditing and are unable to comment on adjustments or disclosures, if any, that may arise.

- f. Attention is invited to Note 37: The Company did not obtain/ receive statements, balance confirmation for most of the current and other accounts maintained with various banks. The Company's bank accounts were attached by Income Tax Investigation Wing during search conducted at the various premises/sites of the Company during the year under review. The Company has taken steps to lift the bank attachment. However, debit release approval is obtained from Income Tax Department for staff salary and other related payments.
5. We draw attention to Note 5 of the Statement, which explains that the audited financial results for the year ended 31 March 2017 included in the Statement, are based on previously issued results of the Company prepared in accordance with Accounting Standards as per Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules 2014 (previous GAAP). Those audited financial results prepared under previous GAAP were audited by us, our audit report dated 30 May 2017 expressed a qualified opinion on those audited financial results as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which 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 standalone financial results and as well as the year to date reports:
- a. Are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing obligation and disclosure requirement) Regulations, 2015 read with SEBI circular No. CIR/CFD/FAC/62/2016 Dated July 5, 2016, in this regard; and
- b. Except for the effects of the matter described in the Basis for Qualified Opinion paragraph above the aforesaid Standalone financial statement give a true and fair view of the Comprehensive and other comprehensive income and other financial information for the year ended March 31,2018

For A.R.Krishnan & Associates  
Chartered Accountants  
Firm Regn.No.009805S



*A. Senthil Kumar*  
(A.Senthil Kumar)  
Partner, M.No.214611

Date : May 30, 2018  
Place: Chennai