

McDowell Holdings Limited

Regd. Office: UB Tower, Level 12, UB City, 24 Vittal Mallya Road, Bangalore - 560 001

Email: mhlinvestor@ubmail.com | website: www.mcdowellholdings.co.in | CIN : L05190KA2004PLC033485

PART I

Rs. Lakhs (except Per share data)

Statement of Audited Financial Results for the Quarter and Year ended March 31, 2016

| PARTICULARS | Three months ended | | | Year Ended | Year ended |
|--|--------------------|-----------------|-------------------|--------------------|-------------------|
| | 31-Mar-16 | 31-Dec-15 | 31-Mar-15 | 31-Mar-16 | 31-Mar-15 |
| | Unaudited | Unaudited | Unaudited | Audited | Audited |
| 1. Income from operations | | | | | |
| (a) Interest and Guarantee Commission | 2.18 | 319.06 | 303.79 | 930.37 | 1,241.02 |
| (b) Dividend income | - | - | - | 135.63 | 164.04 |
| (c) Other income | - | - | 3.80 | - | 3.80 |
| Total income from operations | 2.18 | 319.06 | 307.59 | 1,066.00 | 1,408.86 |
| 2. Expenses | | | | | |
| (a) Employee benefits expense | 12.89 | 11.78 | 13.97 | 49.24 | 51.73 |
| (b) Other expenses | 16.76 | 5.22 | 13.44 | 86.65 | 55.54 |
| (c) Depreciation | 0.10 | - | - | 0.10 | - |
| (d) Provision for doubtful advances | 1,509.27 | - | 1,097.83 | 1,509.27 | 1,097.83 |
| (e) Advances no longer recoverable | 16,572.78 | - | - | 16,572.78 | - |
| (f) Diminution in value of investment | 1,980.74 | - | - | 1,980.74 | - |
| Total expenses | 20,092.52 | 17.00 | 1,125.24 | 20,198.77 | 1,205.10 |
| 3. Profit/(loss) from ordinary activities before finance costs and exceptional item | (20,090.35) | 302.05 | (817.65) | (19,132.77) | 203.76 |
| 4. Finance costs | 414.61 | 414.81 | 363.96 | 1,610.50 | 1,400.84 |
| 5. Profit/(loss) before exceptional item & tax | (20,504.95) | (112.76) | (1,181.61) | (20,743.27) | (1,197.08) |
| 6. Exceptional item : Profit on sale of pledged shares | 11,833.70 | 3,827.15 | - | 18,973.86 | 1,742.88 |
| 7. Profit / (loss) before tax | (8,671.25) | 3,714.39 | (1,181.61) | (1,769.41) | 545.80 |
| 8. Tax expense | 370.00 | - | - | 370.00 | - |
| 9. Net Profit / (loss) for the period / year | (9,041.25) | 3,714.39 | (1,181.61) | (2,139.41) | 545.80 |
| 10. Paid-up equity share capital (face value of ` 10/- each, fully paid up) | 1,399.23 | 1,399.23 | 1,399.23 | 1,399.23 | 1,399.23 |
| 11. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year | - | - | - | 1,794.37 | 3,933.78 |
| 12. Earnings per share (face value of ` 10/- each) (not annualised) | | | | | |
| (a) Basic & diluted (before exceptional item) | (146.54) | (0.81) | (8.44) | (148.25) | (8.56) |
| (a) Basic & diluted (after exceptional item) | (64.62) | 26.55 | (8.44) | (15.29) | 3.90 |



McDowell Holdings Limited

Regd. Office: UB Tower, Level 12, UB City, 24 Vittal Mallya Road, Bangalore - 560 001

Email: mhlinvestor@ubmail.com | website: www.mcdowellholdings.co.in | CIN : L05190KA2004PLC033485

Statement of Audited Financial Results for the quarter and Year ended March 31, 2016

Rs. Lakhs

| PARTICULARS | Three months ended | | | Year ended | |
|---|--------------------|------------------|-------------------|-------------------|-----------------|
| | 31-Mar-16 | 31-Dec-15 | 31-Mar-15 | 31-Mar-16 | 31-Mar-15 |
| | Unaudited | Unaudited | Unaudited | Audited | Audited |
| 1.SEGMENT REVENUE | | | | | |
| Investments | - | - | - | 135.63 | 164.04 |
| Financial services | 2.18 | 319.06 | 307.59 | 930.37 | 1,244.82 |
| | 2.18 | 319.06 | 307.59 | 1,066.00 | 1,408.86 |
| 2.SEGMENT RESULTS | | | | | |
| Investments | (14.86) | (8.51) | (13.71) | 67.64 | 110.40 |
| Financial services | (427.31) | (104.25) | (70.08) | (748.13) | (209.66) |
| Total | (442.18) | (112.76) | (83.79) | (680.49) | (99.25) |
| Provision for doubtful advances | 1,509.27 | - | 1,097.83 | 1,509.27 | 1,097.83 |
| Exceptional item : Profit on sale of pledged shares | 11,833.70 | 3,827.15 | - | 18,973.86 | 1,742.88 |
| Advances no longer recoverable | 16,572.78 | - | - | 16,572.78 | - |
| Diminution in value of investment | 1,980.74 | - | - | 1,980.74 | - |
| Profit / (loss) Before Tax | (8,671.25) | 3,714.39 | (1,181.61) | (1,769.41) | 545.80 |
| 3. CAPITAL EMPLOYED | | | | | |
| Investments | 3,592.04 | 5,971.05 | 6,191.77 | 3,592.04 | 6,191.77 |
| Financial services | (398.44) | 6,263.78 | (858.77) | (398.44) | (858.77) |
| Total | 3,193.60 | 12,234.83 | 5,333.01 | 3,193.60 | 5,333.01 |



McDowell Holdings Limited

Regd. Office: UB Tower, Level 12, UB City, 24 Vittal Mallya Road, Bangalore - 560 001

Email: mhlinvestor@ubmail.com | website: www.mcdowellholdings.co.in | CIN : L05190KA2004PLC033485

Statement of Audited Financial Results for the quarter and Year ended March 31, 2016

Rs. Lakhs

| STANDALONE STATEMENT OF ASSETS AND LIABILITIES | | |
|--|----------------------------|----------------------------|
| Particulars | As at March 31, 2016 | As at March 31, 2015 |
| | Audited | Audited |
| I. Equity and Liabilities | | |
| 1. Shareholders' Funds: | | |
| a. Share Capital | 1,399.23 | 1,399.23 |
| b. Reserves and Surplus | 1,794.37 | 3,933.78 |
| 2. Current Liabilities | | |
| a. Short-term borrowings | 2,000.00 | 2,000.00 |
| b. Other Current Liabilities | 105.09 | 6,010.10 |
| c. Short term provision | 502.40 | 132.40 |
| | 5,801.09 | 13,475.51 |
| II. Assets | | |
| 1. Non-current Assets | | |
| a. Tangible assets | 0.39 | - |
| b. Non Current Investments | 3,592.04 | 6,191.77 |
| 2. Current Assets | | |
| a. Trade Receivables | 46.73 | 179.88 |
| b. Cash and Cash Equivalents | 14.78 | 56.36 |
| c. Short term Loans and Advances | 396.42 | 6,329.30 |
| d. Other current assets | 1,750.73 | 718.20 |
| | 5,801.09 | 13,475.51 |




NOTES:

1. The standalone results for the quarter and year ended March 31, 2016 of McDowell Holdings Limited ("the Company") have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 30, 2016 and have been audited by the statutory auditors of the Company.
2. The financial statements are generally in conformity with circular no. CIR/CFD/CMD/56/2016 Dated 27th May, 2016 of Security and Exchange Board of India.
3. The Company's corporate guarantee and pledge of securities in favour of a lender to secure the borrowing of certain group companies, continues. The said lender has invoked the corporate guarantee and demanded repayment of loans. During the financial year the lender sold pledged securities of the Company totaling to Rs. 109.45 crs. The borrower companies are in negotiation with the lender for restoration of the facilities. Accordingly the Company continues to treat its balance obligations of Rs. 208.60 crs as contingent.
4. The Company reviewed the situation arising out of the dues from a group company, in the form of an unsecured loan of Rs. 50.88 crs. The total dues from the Company including interest accrued till March, 2016 is Rs. 65.98 crs. Additionally an amount of Rs. 109.45 crs. is recoverable from the said group company due to sale of pledged securities.

The said group company has in April, 2016 presented a proposal for settlement of dues to the consortium of banks of Kingfisher Airlines Ltd. to which it had provided corporate guarantees. Under the proposed settlement substantial portion of the assets of the said group company would need to be sold. In view of this and due to various winding up petitions pending against the said group company, the Company's directors are of the opinion that dues of Rs. 160.33 crs. is doubtful and would take a protracted length of time for recovery. Further an amount of Rs. 5.40 crs. is due from another group company which is registered with BIFR. In these circumstances the above dues have been written off.
5. The Company's net worth taking into account the market value of its balance investments, would be more than adequate to meet all its liabilities, and continue to operate in the future. Accordingly the Company continues to present its financial statements on the principles applicable to 'going concern'.
6. The Company does not have a Managing Director and a Chief Financial Officer. The affairs of the Company in the interregnum are monitored by executives of the Group, with the guidance of the Group Chairman and the Group Financial Officer.
7. The figures of the last quarter ended March 31, 2016 are the balancing figures between audited figures in respect of the full financial year up to March 31, 2016 and the unaudited published year-to-date figures up to December 31, 2015 being the date of the end of the third quarter of the financial year which were subjected to limited review.
8. The Figures of previous period/year have been regrouped / rearranged wherever necessary to confirm to this period/year's classification.
9. The financial results and notes are also available on the websites of the Stock Exchanges viz. www.bseindia.com and www.nseindia.com and also on the website of the Company viz. www.mcdowellholdings.co.in.

By Authority of the Board


N Srinivasan
Director

Place : Bengaluru

Date : May 30, 2016

McDowell Holdings Limited

Regd. Office: UB Tower, Level 12, UB City, 24 Vittal Mallya Road, Bangalore - 560 001
Email: mhlinvestor@ubmail.com | website: www.mcdowellholdings.co.in | CIN : L05190KA2004PLC033485

ANNEXURE - I

Amounts in Rs. Lakhs

Statement on Impact of Audit Qualification for the Financial Year Ended March 31, 2016

[see Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016]

| I. | Sl.No | Particulars | Audited Figures (as reported before adjusting for qualifications) | Adjustment for Audit Qualifications | Adjusted Figures (audited figures after adjusting for qualifications) |
|----|-------|--|--|--|--|
| | 1 | Turnover / Total Income | 1,066 | - | 1,066 |
| | 2 | Total Expenditure * | 22,179 | - | 22,179 |
| | 3 | Exceptional item | 18,974 | - | 18,974 |
| | 3 | Net Profit / (Loss) | (2,139) | - | (2,139) |
| | 4 | Earnings Per Share | | - | |
| | | a. Basic / Diluted earning per share (before exceptional item) | (148) | - | (148) |
| | | b. Basic / Diluted earning per share (after exceptional item) | (15) | - | (15) |
| | 5 | Total Assets | 5,801 | 20,860 | 26,661 |
| | 6 | Total Liabilities | 2,607 | 20,860 | 23,467 |
| | 7 | Net Worth | 3,194 | - | 3,194 |
| | 8 | Any other financial item(s) (as felt appropriate by the management) | | | |
| | | * Expenditure includes the following : | | | |
| | | a. Provision for doubtful advances | 1,509 | - | - |
| | | b. Advances no longer recoverable | 16,573 | - | - |
| | | c. Diminution in value of investment | 1,981 | - | - |

II. Audit Qualification (each audit qualification separately):


- a. Details of Audit Qualification:
1. The Company has not recognised the invoked corporate guarantee amount of Rs. 208.60 crore as liabilities.
 2. Appropriateness of preparation of financial statements on going concern basis is subject to the lender revoking the invocation of Company's corporate guarantee and releasing the Company's investments offered as security for the loans.
- b. Type of Audit Qualification : Both are Qualified Opinion
- c. Frequency of qualification : Both are Repetitive since FY 2013-14
- d. For Audit Qualification(s) where the Impact is quantified by the auditor, Management's views:
Management View:
For Qualification (1) above : The Company and the borrowers are in negotiation with the lender for restoring the credit facility.
For Qualification (2) above : Market value of Investments held by the Company are more than adequate to meet all liabilities / contingent liabilities.
- e. For Audit Qualification(s) where the Impact is not quantified by the auditor: - NOT APPLICABLE
(i) Management's estimation on the Impact of audit qualification:
(ii) If management is unable to estimate the Impact, reasons for the same:
(iii) Auditors' Comments on (i) or (ii) above:

III. Signatories:

- Director :
Anil Pisharody
- Audit Committee Chairman :
N. Srinivasan
- Statutory Auditor:
S. Vishnumurthy
Proprietor, Vishnu Ram & Co.

Place : Bengaluru
Date : May 30th, 2016

Anil Pisharody
S. Vishnumurthy







McDOWELL HOLDINGS LIMITED

CIN: L05190KA2004PLC033485

Registered Office: UB Tower, Level 12, UB City, 24, Vittal Mallya Road, Bangalore – 560 001

E-mail: mhlinvestor@ubmail.com Website: www.mcdowellholdings.co.in

Tel. : +91 80 3985 6500 Fax : +91 80 2227 4890

EXTRACT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2016

(Rs. in Lacs)

| S. No. | Particulars | Quarter ended 31.03.2016 (Unaudited) | Quarter ended 31.03.2015 (Unaudited) | Year ended 31.03.16 (Audited) | Year ended 31.03.2015 (Audited) |
|--------|---|--|--|-------------------------------------|---------------------------------------|
| 1 | Total income from operation (net) | 2.18 | 307.59 | 1,066.00 | 1,408.86 |
| 2 | Net Profit from ordinary activities after tax | (20,504.95) | (1,181.61) | (20,743.27) | (1,197.08) |
| 3 | Net Profit for the period after tax(after Extraordinary items) | (9,041.25) | (1,181.61) | (2,139.41) | 545.80 |
| 4 | Equity Share Capital | 1,399.23 | 1399.23 | 1,399.23 | 1,399.23 |
| 5 | Reserves (Excluding Revaluation Reserve as shown in the balance sheet of previous year) | - | - | 1,794.37 | 3,933.78 |
| 6 | Earning per shares (before extraordinary items) | (146.54) | (8.44) | (148.25) | (8.56) |
| | i. Basic (Rs.) | (146.54) | (8.44) | (148.25) | (8.56) |
| | ii. Diluted (Rs.) | | | | |
| 7 | Earning per shares (after extraordinary items) | (64.62) | (8.44) | (15.29) | 3.90 |
| | i. Basic (Rs.) | (64.62) | (8.44) | (15.29) | 3.90 |
| | ii. Diluted (Rs.) | | | | |

Note:

The above is an extract of the detailed format of Audited Financial Results for the Year ended 31st March, 2016 under Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. The full format of it along with the financial notes to accounts together with Annexure 1, in conformity with circular no. CIR/CFD/CMD/56/2016 Dated 27th May, 2016 of Security and Exchange Board of India, duly signed by the Statutory Auditor, are available on the Stock Exchange website; <http://www.bseindia.com> and <http://www.nseindia.com> and on the Company website; mcdowellholdings.co.in

Place: Bengaluru
Date: 30-05-2016



By the Authority of the Board


N. Srinivasan
Director

