



## MCDOWELL HOLDINGS LIMITED

Date: 13-08-2016

The Manager  
Dept. of Corporate Services  
BSE Limited  
Phiroze Jeejeebhoy Tower  
Dalal Street, Mumbai-400001

The Asst. Vice President  
Listing Department  
National Stock Exchange of India Ltd.  
Exchange Plaza, C-1, Block – G  
Bandra-Kurla Complex, Bandra (East)  
Mumbai-400051

BSE Scrip Code:532852

NSE Symbol: MCDHOLDING

**Sub: Unaudited Financial Results of the Company for the quarter ended 30th June, 2016 and outcome of the Board Meeting.**

Dear Sir,

Pursuant to the provisions under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, the Board of Directors of the Company at its meeting held today have approved the Un-audited Financial Results of the Company together with notes to the financial statement for the quarter ended 30th June, 2016 and took on record the qualified Limited Review Reports of the Statutory Auditors there on.


A copy of Un-audited Financial Results of the Company for the quarter ended 30th June, 2016 together with notes on financial statement and the qualified Limited Review Reports of the Statutory Auditors the on are enclosed herewith.

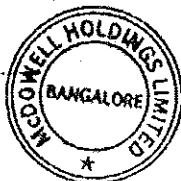
The above is for your information and record.

Thanking You

Yours Faithfully

For McDowell Holdings Limited

  
Manoj Kumar  
Company Secretary



**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 Unaudited Financial Results for the Quarter ended June 30, 2016**

PARTICULARS	Three months ended			Year ended
	30-Jun-16	31-Mar-16	30-06-2015	31-Mar-16
	Unaudited	Unaudited	Unaudited	Audited
<b>1. Income from operations</b>				
(a) Interest and Guarantee Commission	1.41	2.18	302.90	930.37
(b) Dividend income	-	-	-	135.63
<b>Total Income from operations</b>	<b>1.41</b>	<b>2.18</b>	<b>302.90</b>	<b>1,066.00</b>
<b>2. Expenses</b>				
(a) Employee benefits expense	14.16	12.89	10.42	49.24
(b) Other expenses	15.09	16.76	36.08	86.65
(c) Depreciation	0.08	0.10	-	0.10
(d) Provision for doubtful advances	-	1,509.27	-	1,509.27
(e) Advances no longer recoverable	-	16,572.78	-	16,572.78
(f) Diminution in value of investment	-	1,980.74	-	1,980.74
<b>Total expenses</b>	<b>29.33</b>	<b>20,092.52</b>	<b>46.50</b>	<b>20,198.77</b>
<b>3. Profit/(loss) from ordinary activities before other income, finance costs and exceptional item</b>	<b>(27.92)</b>	<b>(20,090.35)</b>	<b>256.40</b>	<b>(19,132.77)</b>
<b>4. Other income (provision no longer required)</b>	<b>100.00</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>5. Profit/(loss) from ordinary activities before finance costs and exceptional item</b>	<b>72.08</b>	<b>(20,090.35)</b>	<b>256.40</b>	<b>(19,132.77)</b>
<b>6. Finance costs</b>	<b>89.75</b>	<b>414.61</b>	<b>381.32</b>	<b>1,610.50</b>
<b>7. Profit/(loss) before exceptional item &amp; tax</b>	<b>(17.67)</b>	<b>(20,504.95)</b>	<b>(124.92)</b>	<b>(20,743.27)</b>
<b>8. Exceptional item : Profit on sale of pledged shares</b>	<b>-</b>	<b>11,833.70</b>	<b>-</b>	<b>18,973.86</b>
<b>9. Profit / (loss) before tax</b>	<b>(17.67)</b>	<b>(8,671.25)</b>	<b>(124.92)</b>	<b>(1,769.41)</b>
<b>10. Tax expense</b>	<b>-</b>	<b>370.00</b>	<b>-</b>	<b>370.00</b>
<b>11. Net Profit / (loss) for the period / year</b>	<b>(17.67)</b>	<b>(9,041.25)</b>	<b>(124.92)</b>	<b>(2,139.41)</b>
<b>12. Paid-up equity share capital (face value of ` 10/- each, fully paid up)</b>	<b>1,399.23</b>	<b>1,399.23</b>	<b>1,399.23</b>	<b>1,399.23</b>
<b>13. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,794.37</b>
<b>14. Earnings per share (face value of ` 10/- each) (not annualised)</b>				
(a) Basic & diluted (before exceptional item)	(0.13)	(146.54)	(0.89)	(148.25)
(a) Basic & diluted (after exceptional item)	(0.13)	(64.62)	(0.89)	(15.29)



**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 Unaudited Financial Results for the quarter ended June 30, 2016

PARTICULARS	Rs. Lakhs			
	Three months ended			Year ended
	30-Jun-16	31-Mar-16	30-06-2015	31-Mar-16
	Unaudited	Unaudited	Unaudited	Audited
<b>1.SEGMENT REVENUE</b>				
Investments	-	-	-	135.63
Financial services	1.41	2.18	302.90	930.37
	<b>1.41</b>	<b>2.18</b>	<b>302.90</b>	<b>1,066.00</b>
<b>2.SEGMENT RESULTS</b>				
Investments	(14.66)	(14.86)	(23.25)	67.64
Financial services	(103.01)	(427.31)	(101.67)	(748.13)
<b>Total</b>	<b>(117.67)</b>	<b>(442.18)</b>	<b>(124.92)</b>	<b>(680.49)</b>
Other income (provision no longer required)	100.00	-	-	-
Provision for doubtful advances	-	1,509.27	-	1,509.27
Exceptional item : Profit on sale of pledged shares	-	11,833.70	-	18,973.86
Advances no longer recoverable	-	16,572.78	-	16,572.78
Diminution in value of investment	-	1,980.74	-	1,981
<b>Profit / (loss) Before Tax</b>	<b>(17.67)</b>	<b>(8,671.25)</b>	<b>(124.92)</b>	<b>(1,769.41)</b>
<b>3. CAPITAL EMPLOYED</b>				
Investments	3,592.04	3,592.04	6,191.77	3,592.04
Financial services	(416.11)	(398.44)	(983.68)	(398.44)
<b>Total</b>	<b>3,175.93</b>	<b>3,193.60</b>	<b>5,208.10</b>	<b>3,193.60</b>



## NOTES

1. The standalone results for the quarter ended June 30, 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 August 13, 2016.
2. The Board of Directors at its meeting held on 28th July, 2016 decided to surrender its certificate of registration (COR) with Reserve Bank of India (RBI) to operate as a Non-banking Non-financial Company. Accordingly, an application has been made to Reserve Bank of India for surrendering the COR. However, the Company meets the eligibility requirements applicable to core investment companies ("CIC") and would continue its business activities in the capacity of a CIC.
3. The Company had given a corporate guarantee and pledged securities in favour of a lender to secure the borrowing of a group company and an erstwhile group company. The said lender has invoked the corporate guarantee and demanded repayment of loans. 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. Two investee companies in which the Company holds strategic investments have received notice from Enforcement Directorate (ED) directing them not to allow the Company to sell/alienate/create third party mortgage rights in any manner on the shares of such investee companies. The investee companies have written to NSDL and CDSL through its RTA to implement the directives



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 to 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.
7. The Figures of previous period/year have been regrouped / rearranged wherever necessary to confirm to this period/year's classification.
8. The qualifications in the Limited Review Report of the Statutory Auditors are answered in the Note Nos. 3 and 5 above.
9. The financial results and notes are also available on the websites of the Stock Exchange..s viz. [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) and also on the website of the Company viz. [www.mcdowellholdings.co.in](http://www.mcdowellholdings.co.in).

By Authority of the Board



**N Srinivasan**  
Director



Place : Chennai  
Date : August 13, 2016

# VISHNU RAM & CO.,

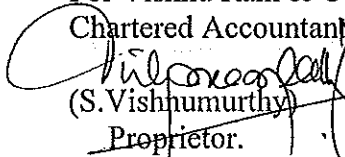
CHARTERED ACCOUNTANTS

## LIMITED REVIEW REPORT

1. We have reviewed the accompanying statement of unaudited financial results of McDowell Holdings Limited, Bangalore for the period ended June 30, 2016. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. Our review has been confined to the figures shown in the column headed "three months ended June 30, 2016".
3. We conducted our review in accordance with the Standard on Review Engagement (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.
4. *In our report on the audited financial statements for the year ending 31.03.2016, we had qualified our report with regard to (i) invocation of the company's corporate guarantee by a lender to whom they were given to secure its lending to certain third parties (Ref note no. 3) and (ii) appropriateness of preparation of financial statements on going concern basis (Ref note no. 5). There have not been any significant developments with regard to the above.*
5. Based on our review conducted as above and *subject to our observations in paragraph 4 above*, we report that nothing else has come to our attention that causes us to believe that the accompanying statement of un-audited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

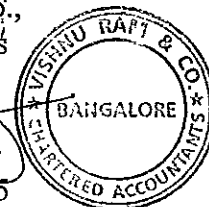
Place: Bangalore  
Date : 13-08-2016

For Vishnu Ram & Co.,  
Chartered Accountants

  
(S. Vishnumurthy)  
Proprietor.

Membership No.22715

Firm Registration No. 004742S



6