



# HANUNG TOYS & TEXTILES LTD.

Manufacturers & Exporters of Stuffed Toys Home Furnishings  
Govt. Recognised Export House

CIN- L74999DL1990PLC041722

Corporate Office : 108-109, NSEZ, NOIDA-201 305, INDIA  
Tel. : 91-120-2567501 ~ 04, 4140200  
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hanungcorp@gmail.com

May, 30<sup>TH</sup> 2016

The Bombay Stock Exchange Limited Phiroze Jeebhoy Towers Dalal Street, Mumbai-40001. Scrip Code: "532770"	The National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex Bandra (East) Mumbai-400051 Scrip Code: "Hanung"
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## Sub: Outcome of Board Meeting

Dear Sir,

Pursuant to the Provisions of Regulation 33 and Regulation 30 of Securities Exchange Board of India(Listing Obligations and Disclosure Requirement) Regulation, 2015 please find enclosed herewith the following as approved and taken on record by the Audit Committee and then by the Board of Directors of the Company in its meeting held today i.e May 30<sup>th</sup> 2016.

1. Audited Financial Results for the Quarter and Year ended 31<sup>st</sup> March 2016.
2. Statement of Assets and Liabilities for the Financial Year ended 31<sup>st</sup> March 2016.
3. Auditors' Report for the Financial Year ended 31<sup>st</sup> March 2016.

The Board Meeting commenced at 3.30 PM and concluded at 6.00 PM.

Kindly take on your record Pl.

Thanking You

For Hanung Toys and Textiles Ltd.

  
Ashok Kumar Bansal  
Chairman & Managing Director  
DIN No. 00028488  
Encl: as above

# HANUNG TOYS AND TEXTILES LIMITED

Regd. Office: E-93, 2nd Floor, Greater Kailash Enclave, Part-1, New Delhi-110048

Corporate Office: 108-109, NSEZ, Noida-201305, India

CIN No. L74999DL1990PLC041722

Email Id:- admin@hanung.com; hanungcorp@gmail.com

AUDITED FINANCIAL RESULTS FOR THE QUARTER & YEAR ENDED ON 31ST MARCH 2016

(Rs in Lacs)

S.N.	Particulars	Quarter ended 31.03.2016 (Unaudited)	Quarter ended 31.12.2015 (Unaudited)	Quarter ended 31.03.2015 (Unaudited)	Year ended 31.03.2016 (Audited)	Year ended 31.03.2015 (Audited)
	Income from Operations					
1	Net Sales	852.92	2,135.02	2,840.07	9,404.23	13,579.42
2	Expenses :					
a	Cost of Materials consumed	4,871.71	1,440.50	17,772.49	29,186.59	62,898.89
b	Change in Inventories (Increase)/Decrease	5,772.19	13,811.62	1,367.89	36,925.47	25,488.85
c	Employee benefits expense	142.54	117.85	175.48	494.79	657.95
d	Depreciation	1,321.39	1,322.83	2,867.13	5,282.63	6,235.62
e	Other Expenses	2,908.15	1,054.72	5,584.26	5,604.10	13,008.39
	<b>Total Expenses</b>	<b>15,015.98</b>	<b>17,747.52</b>	<b>27,767.25</b>	<b>77,493.58</b>	<b>108,289.70</b>
3	<b>Profit/Loss from operation before other income, Finance cost &amp; Exceptional Items</b>	<b>(14,163.06)</b>	<b>(15,612.50)</b>	<b>(24,927.18)</b>	<b>(68,089.35)</b>	<b>(94,710.28)</b>
4	Other Income	14.76	61.39	3.07	106.95	62.65
5	<b>Profit/(Loss) from ordinary activities before Finance cost &amp; Exceptional item</b>	<b>(14,148.30)</b>	<b>(15,551.11)</b>	<b>(24,924.11)</b>	<b>(67,982.40)</b>	<b>(94,647.63)</b>
6	Finance Cost	8,481.46	7,097.39	8,255.90	27,819.71	27,173.40
7	<b>Profit/(Loss) from ordinary activities after Finance cost but before Exceptional Items</b>	<b>(22,629.76)</b>	<b>(22,648.50)</b>	<b>(33,180.01)</b>	<b>(95,802.11)</b>	<b>(121,821.03)</b>
8	Exceptional Items	3.47	3.68	320.53	18.3	4901.81
9	<b>Profit/(Loss) from Ordinary Activities before Tax</b>	<b>(22,633.23)</b>	<b>(22,652.18)</b>	<b>(33,500.54)</b>	<b>(95,820.41)</b>	<b>(126,722.84)</b>
10	Tax Expenses	13,528.00	-	-	13,528.00	--
11	<b>Net Profit/(Loss) from Ordinary Activities after Tax</b>	<b>(36,161.23)</b>	<b>(22,652.18)</b>	<b>(33,500.54)</b>	<b>(109,348.41)</b>	<b>(126,722.84)</b>
12	Extra Ordinary Items (Net of Tax Expenses)	Nil	Nil	Nil	Nil	Nil
13	<b>Net Profit/(Loss) for the period</b>	<b>(36,161.23)</b>	<b>(22,652.18)</b>	<b>(33,500.54)</b>	<b>(109,348.41)</b>	<b>(126,722.84)</b>
14	Paid up Equity Share Capital (Face Value of Rs. 10/- each)	3,082.28	3,082.28	3,082.28	3,082.28	3,082.28
15	Reserve excluding Revaluation Reserves (as per Balance Sheet)	(216,355.38)	(180,194.15)	(107,006.97)	(216,355.38)	(107,006.97)
16	Earning Per Share (before & after extraordinary items) (of Rs. 10/- each) (not annualised)					
a)	Basic	(117.31)	<b>(73.48)</b>	(108.69)	(354.71)	(411.13)
b)	Diluted	(117.31)	<b>(73.48)</b>	(108.69)	(354.71)	(411.13)

(Rs. in Lacs)

STATEMENT OF ASSETS AND LIABILITIES			
S.N	Particulars	Audited	
		31.03.2016	31.03.2015
<b>A</b>	<b>EQUITY ANAND LIABILITIES</b>		
1	<b>Shareholders' Funds</b>		
	i) Share Capital	3,082.28	3,082.28
	ii) Reserves and Surplus	(216,355.38)	(107,006.97)
	iii) Forfeited-Convertible Share warrants (Partly paidup)	767.91	767.91
	<b>Sub Toal - Shareholders' Funds</b>	<b>-212,505.19</b>	<b>-103,156.78</b>
2	<b>Non-current liabilities</b>		
	i) Long-term borrowings	199,818.39	170,682.37
	ii) Deferred tax liabilities	3,005.80	--
	<b>Sub Total - non-current liabilities</b>	<b>202,824.19</b>	<b>170,682.37</b>
3	<b>Current Liblites</b>		
	i) Short-Term borrowings	85,507.68	86,082.93
	ii) Trade payables	1,261.15	1,542.14
	iii) Other current liabilities	768.31	1,265.64
	iii) Short-term provisions	130.96	195.56
	<b>Sub Total - Current liabilities</b>		
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>77,987.10</b>	<b>156,611.86</b>
<b>B</b>	<b>ASSETS</b>		
1	<b>Non-current assets</b>		
	a) Fixed assets		
	i) Tangible Assets	63,561.79	68,845.74
	ii) Intangible Assets	--	--
	iii) Capital Work in progress	228.13	413.13
	iv) Non-current Investment	290.15	290.15
	v) Deffered tax assets (Net)	--	10,522.20
	vi) Long-term loans and advances	2,460.43	2,484.95
	vii) Other non-current assets	1,093.36	1,093.36
	<b>Sub Total - Non-current assets</b>	<b>67,633.86</b>	<b>83,649.53</b>
2	<b>Current assets</b>		
	i) Inventories	4,333.91	65,619.67
	ii) Trade receivables	3,527.51	3,172.57
	iii) Cash and cash equivalentns	61.01	923.87
	iv) Short-term loans and advances	2,429.30	3,231.30
	v) Other current assets	1.51	14.92
	<b>Sub Total - Current assets</b>	<b>10,353.24</b>	<b>72,962.33</b>
	<b>TOTAL - ASSETS</b>	<b>77,987.10</b>	<b>156,611.86</b>

SEGMENTS-WISE REVENUE RESULTS					(Rs. In Lacs)	
S.N.		Quarter ended 31.03.2016 (Unaudited)	Quarter ended 31.12.2015 (Unaudited)	Quarter ended 31.03.2015 (Unaudited)	Year ended 31.03.2016 (Audited)	Year ended 31.03.2015 (Audited)
1	Segment Revenues					
a	Toys	26.53	14.20	165.09	188.71	1,367.53
b	Textiles	826.39	2,120.82	2,674.98	9,215.52	12,211.89
	<b>Total Income</b>	<b>852.92</b>	<b>2,135.02</b>	<b>2,840.07</b>	<b>9,404.23</b>	<b>13,579.42</b>
2	Segment Results :					
a	Toys	(613.06)	(268.12)	(7,023.10)	(6,014.98)	(25,034.14)
b	Textiles	(13,550.00)	(15,344.38)	(17,904.08)	(62,074.37)	(69,676.14)
	<b>Total</b>	<b>(14,163.06)</b>	<b>(15,612.50)</b>	<b>(24,927.18)</b>	<b>(68,089.35)</b>	<b>(94,710.28)</b>
	Interest Costs	8,481.46	7,097.39	8,255.90	27,819.71	27,173.40
	Unallocable Income	14.76	61.39	3.07	106.95	62.65
	Unallocable Expenses	3.47	3.68	320.53	18.3	4901.81
	<b>Total Profit Before Tax</b>	<b>(22,633.23)</b>	<b>(22,652.18)</b>	<b>(33,500.54)</b>	<b>(95,820.41)</b>	<b>(126,722.84)</b>
	<b>GEOGRAPHICAL SEGMENT:</b>					
a	Exports	9.18	231.56	304.45	918.15	2,726.28
b	Domestic	573.78	878.06	1,805.43	5,550.53	7,814.88
	<b>Total Sales</b>	<b>582.96</b>	<b>1,109.62</b>	<b>2,109.88</b>	<b>6,468.68</b>	<b>10,541.16</b>

**Notes :**

- 1 The above Audited Financial Results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 30 May 2016.
- 2 The Company operates in Two segments viz stuff toys and textiles. However the Capitals employed in the segments are interchangeable hence not segregated.
- 3 Previous year's figures have been regrouped and reclassified, wherever necessary.
- 4 The company has de-recognised the deferred tax assets(DTA) of Rs. 13528 lacs, as the company is unable to estimate with certainty its ability to absorb the amount of losses against future taxable income.

For Hanung Toys and Textiles Ltd.

PLACE : Noida  
DATE : 30.05.2016

  
ASHOK KUMAR BANSAL  
Chairman cum Managing Director  
DIN No. 00028488





**INDEPENDENT AUDITORS' REPORT**

**TO THE MEMBERS OF HANUNG TOYS AND TEXTILES LIMITED**

**1) Report on the Financial Statements**

We have audited the accompanying financial statements of HANUNG TOYS AND TEXTILES LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

**2) Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**3) Auditors' Responsibility**

Our responsibility is to express an opinion on these standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and presentation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and to the operating effectiveness of such control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management/Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

**4) Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view





in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its loss and its cash flows for the year ended on that date.

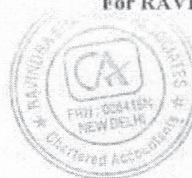
**5) Emphasis of Matter**

Without qualifying our opinion, we draw attention to note no. 3.1 to the financial statement. We report that the Company has incurred a net loss of Rs. 109,348.41 Lacs during the year ended March 31, 2016 and the accumulated losses of the Company as at March 31, 2016 amount to Rs. 257,236.70 Lacs leading to erosion of its entire net worth. The current liabilities of the Company as at the same date exceed its current assets by Rs. 77,314.86 Lacs. These conditions indicate the existence of a uncertainty and cast significant doubt about the Company's ability to continue as a going concern, which is dependent on the Company being supported by its lenders and achieving a profitable level and state of operation.

**6) Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
  - (e) On the basis of the written representations received from the directors as on March 31, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - (i) The Company has, in accordance with the generally accepted accounting practice, disclosed the impact of pending litigations on its financial position in its financial statements- Refer Note 14 and 30 to the financial statements.
    - (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses under the applicable law or accounting standard.
    - (iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

Date: May 30, 2016  
Place: Noida



For RAVINDRA SHARMA & ASSOCIATES  
Chartered Accountants

(CA Ravindra Sharma)  
Partner  
Membership No.: 085271



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May, 30<sup>TH</sup> 2016

The Bombay Stock Exchange Limited Phiroze Jeebhoy Towers Dalal Street, Mumbai-40001 Scrip Code: "532770"	The National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex Bandra (East) Mumbai-400051 Scrip Code: "Hanung"
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Sub: Declaration pursuant to Regulation 33 of the  
SEBI(Listing Obligations and Disclosure Requirements) (Amendment) Regulation, 2016

Dear Sir,

As per SEBI Circular No. SEBI/LAD-NRO/GN/2016-17/001 Dt. May 25, 2016 read with Circular No. CIR/CFD/CMD/56/2016 Dt. May 27<sup>th</sup> 2016, above, the Board of Directors of the Company hereby declare and confirm that there is no audit qualification/s expressed in the Audit Reports issued by M/s Ravindra Sharma & Associates, Chartered Accountants, Statutory Auditors of the Company on the Audited Financial Results of the Company for the quarter and year ended on March 31<sup>st</sup> 2016.

Kindly take on your record Pl.

Thanking You

For Hanung Toys and Textiles Ltd.

  
Ashok Kumar Bansal  
Chairman & Managing Director

DIN No. 00028488

Encl: as above