

MMTC LIMITED
(A Govt of India Enterprise)
Core - 1, Scope Complex
7, Institutional Area, Lodhi Road
New Delhi - 110 003.

PART I

Statement of Standalone Unaudited Financial Results for the Quarter and Nine month period ended on 31/12/2013 (₹ in Crores, except per share data)

	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31-Dec-13	30-Sep-13	31-Dec-12	31-Dec-13	31-Dec-12	31-Mar-13
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	(a) Net sales/income from operations (Net of excise duty)	4,775.97	7,326.41	7,161.51	20,925.58	21,127.93	28,415.62
	(b) Other operating income	8.49	142.02	104.12	156.48	307.92	182.74
	Total income from operations (net)	4,784.46	7,468.43	7,265.63	21,082.06	21,435.85	28,598.36
2	Expenses						
	(a) Cost of materials consumed	10.58	28.31	52.86	96.79	207.44	267.76
	(b) Purchases of stock-in-trade	4,419.99	5,819.33	6,996.37	19,029.85	20,188.29	26,508.93
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(68.43)	918.38	(211.64)	2.95	(143.96)	8.78
	(d) Employee benefits expense	52.32	45.38	40.14	147.69	131.97	202.92
	(e) Depreciation and amortisation expense	2.81	2.86	3.28	8.54	8.95	11.97
	(f) Other expenses	333.58	640.98	357.61	1,746.15	999.25	1,567.20
	Total expenses	4,750.86	7,455.23	7,238.62	21,031.98	21,391.94	28,567.56
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	33.60	13.20	27.01	50.08	43.91	30.80
4	Other income	43.00	43.41	68.73	121.40	230.28	317.91
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	76.60	56.61	95.74	171.48	274.19	348.71
6	Finance costs	15.14	20.12	46.32	55.95	168.08	219.47
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5- 6)	61.46	36.49	49.42	115.53	106.11	129.24
8	Exceptional items	4.79	(19.62)	(0.61)	2.91	11.91	12.71
9	Profit / (Loss) from ordinary activities before tax (7 - 8)	56.67	56.11	50.03	112.62	94.20	116.53
10	Tax expense	19.17	19.07	14.05	38.18	28.38	22.07
11	Net Profit / (Loss) from ordinary activities after tax (9 - 10)	37.50	37.04	35.98	74.44	65.82	94.46
12	Extraordinary items (net of tax expense)	46.21	47.44	7.14	88.53	138.65	165.08
13	Net Profit / (Loss) for the period (11 - 12)	(8.71)	(10.40)	28.84	(14.09)	(72.83)	(70.62)
14	Paid-up equity share capital (Face Value of the Share Re.1/-)	100.00	100.00	100.00	100.00	100.00	100.00
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year						1,240.78
16. i	Earnings per share (before extraordinary items) (of ₹1/- each) (not annualised):						
	(a) Basic	0.38	0.37	0.36	0.74	0.66	0.94
	(b) Diluted	0.38	0.37	0.36	0.74	0.66	0.94
16. ii	Earnings per share (after extraordinary items) (of ₹ 1/- each) (not annualised):						
	(a) Basic	(0.09)	(0.10)	0.29	(0.14)	(0.73)	(0.71)
	(b) Diluted	(0.09)	(0.10)	0.29	(0.14)	(0.73)	(0.71)
	see accompanying note to the financial results						

PART II

Information for the Quarter and Nine month period ended on 31/12/2013

	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31-Dec-13	30-Sep-13	31-Dec-12	31-Dec-13	31-Dec-12	31-Mar-13
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
A	PARTICULARS OF SHAREHOLDING						
1	Public shareholding						
	-Number of shares	100000000	100000000	6688000	100000000	6688000	6688000
	-Percentage of shareholding	10.00	10.00	0.67	10.00	0.67	0.67
2	Promoters and Promoter Group Shareholding						
	a) Pledged / Encumbered						
	-Number of shares						
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)						
	-Percentage of shares (as a % of the total share capital of the company)						
	b) Non - encumbered						
	-Number of shares	900000000	900000000	993312000	900000000	993312000	993312000
	-Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
	-Percentage of shares (as a % of the total share capital of the company)	90.00	90.00	99.33	90.00	99.33	99.33

	Particulars	3 months ended 31-Dec-13
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	1
	Received during the quarter	4
	Disposed of during the quarter	5
	Remaining unresolved at the end of the quarter	NIL

PART III

Segmentwise Revenue, Results and Capital Employed

(₹ in Crores)

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31-Dec-13	30-Sep-13	31-Dec-12	31-Dec-13	31-Dec-12	31-Mar-13
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Segment Revenue						
a) Precious Metals	1,409.53	1,654.47	4,037.23	7,915.27	10,370.93	13,675.17
b) Metals	307.91	479.42	329.48	1,090.68	1,066.54	1,484.01
c) Minerals & Ores	475.38	697.21	350.04	1,632.75	972.77	1,565.26
d) Hydrocarbon	969.46	1,825.79	1,416.25	4,780.26	4,192.14	5,636.83
e) Agro Products	411.71	575.19	722.27	1,857.81	2,651.10	4,129.66
f) Fertilizers	1,200.47	2,091.43	303.31	3,641.82	1,865.30	1,914.78
g) Others	1.51	2.90	2.93	6.99	9.15	9.90
TOTAL	4,775.97	7,326.41	7,161.51	20,925.58	21,127.93	28,415.62
Less: Inter Segment revenue	NIL	NIL	NIL	NIL	NIL	NIL
Net Sales	4,775.97	7,326.41	7,161.51	20,925.58	21,127.93	28,415.62
Segment Results						
Profit/(Loss) before tax and interest from each segment						
a) Precious Metals	66.01	24.09	26.25	81.67	50.02	72.23
b) Metals	8.75	13.09	8.30	30.02	26.31	38.55
c) Minerals & Ores	13.99	19.85	11.12	47.00	29.62	45.14
d) Hydrocarbon	9.36	11.10	9.75	42.58	42.10	66.58
e) Agro Products	4.68	7.15	12.00	26.18	39.46	59.73
f) Fertilizers	2.95	3.12	3.88	7.34	9.29	9.07
g) Others	1.48	2.60	1.05	6.38	6.72	8.45
TOTAL	107.22	81.00	72.35	241.17	203.52	299.75
Less : i) Interest(Net)	(23.54)	(19.36)	(18.10)	(52.78)	(49.09)	(138.86)
ii) Other un-allocable expenditure net off unallocable income	74.09	44.25	40.42	181.33	158.41	322.09
Profit from ordinary activities before tax	56.67	56.11	50.03	112.62	94.20	116.53
Capital Employed	587.15	595.86	839.85	587.15	839.85	800.21
a) Precious Metals	176.15	178.76	125.98	176.15	125.98	120.03
b) Metals	88.07	89.38	41.99	88.07	41.99	40.01
c) Minerals & Ores	5.87	5.96	461.93	5.87	461.93	440.12
d) Hydrocarbon	117.43	119.17	83.98	117.43	83.98	80.02
e) Agro Products	176.15	178.76	41.99	176.15	41.99	40.01
f) Fertilizers	-	-	41.99	-	41.99	40.01
g) Others	23.48	23.83	41.99	23.48	41.99	40.01

Note:

(1) The company has an exposure of ₹ 212.77 Crore as on 31.12.2013 on account of agro trade done on National Spot Exchange Limited (NSE). An amount of ₹ 1.23 Crore has been realised subsequently. NSEL has not been able to adhere to its payment obligations w.e.f. 01.08.2013. The company has filed recovery suit in Mumbai High Court against NSEL and others and criminal complaint in Economic Offences Wing (EOW), Delhi Police, which has since been transferred to CBI Mumbai. Pending final outcome which is uncertain, the company has made a provision of ₹ 70 Crore against the above dues during the quarter ended 31.12.2013. Total provision made during the nine months period ended 31.12.2013 is ₹ 141.84 Crore which has been shown under the head Extraordinary Items net of tax amounting to ₹ 93.63 Crore (₹ 141.84 Crore less deferred tax of ₹ 48.21 Crore). The position will be reviewed at the end of the Financial Year.

(2) Exceptional Items & Segment results of Precious Metal for the quarter ended 31.12.2013 includes ₹ 5.94 Crore being loss on valuation of inventory due to net realisable value being lower than cost as on 31.12.2013.

(3) The financial results are based on the accounts drawn in accordance with generally accepted accounting principles consistently followed in compliance with the mandatory Accounting Standards and are reported in the format prescribed by SEBI.


(4) Wherever necessary, previous quarters/year's figures have been re-grouped /re-arranged accordingly to make them comparable.

(5) The financial results have been reviewed by Audit Committee & approved by the Board of Directors at the meeting held on 14th Feb, 2014 & limited review of the same has been carried-out by Statutory Auditors of the company.

Place: New Delhi

Dated: 14.02.2014

BY ORDER OF THE BOARD OF DIRECTORS


(D.S. Dhesi)

Chairman-cum-Managing Director

JAIN KAPILA ASSOCIATES

CHARTERED ACCOUNTANTS

LIMITED REVIEW REPORT

**TO THE BOARD OF DIRECTORS
MMTC Ltd.**

Report on the Financial Statements

We have reviewed the accompanying statement of unaudited financial results of **MMTC Ltd.**, for the period ended **31 December, 2013**.

Management's Responsibility for the Financial Statements

The financial statements are the responsibility of the Company's management. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to issue a report on these financial statements based on our review. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, "Engagements to Review Financial Statements" 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.**

The financial results incorporate the reviewed results of 11 regional offices, 1 MICA division and corporate office, out of which 1 regional office, MICA division along-with corporate office has been reviewed by us and the remaining 10 regional offices have been reviewed by other statutory branch auditors of the company. In the conduct of our review, we have relied upon the reviewed results of the statutory branch auditors.

It is observed in case of retail bullion sales at Delhi Regional Office that, cash book is not prepared on a daily basis which is contrary to Generally Accepted Accounting Principles in India (GAAP) which illustrates absence of robust internal control mechanism.

Based on our review conducted as above, subject to above Para, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: New Delhi
Date: 14 February, 2014

For JAIN KAPILA ASSOCIATES
CHARTERED ACCOUNTANTS

FRN-000287N

D.K. KAPILA

Sr. Partner

M. No. 016905