



Coventry Coil-o-Matic (Haryana) Ltd.

Regd. office: 87km NH-8, Vill. Salawas, P.O. Sangwari, Distt. Rewari-123 401 (Haryana)
☎ (+91) 787 6105344 * CIN:L74999HR1988PLC030370 * email:info@coilomatic.com

Ref.: CCHL/2016-2017/

14th November 2016

Scrip Code and Name: **523415/COVEN COILOM**

**THE DEPARTMENT OF CORPORATE SERVICES,
THE MUMBAI STOCK EXCHANGE,
PHIROZE JEEJEEBHOY TOWERS,
DALAL STREET,
MUMBAI – 400 001**

KIND ATTN: MRS. CHITRA SEKHAR (DCS – CRD)

Dear Sir,

As per requirements of regulation 33 of the SEBI (LODR) Regulations 2015, kindly find enclosed herewith **Un-audited Financial Results** for the 2nd Quarter ended 30th September 2016 which were approved at the Meeting of Board of Directors held today on 14th November 2016 at 12.30 pm at the registered office of the Company.

Thanking you,

Yours faithfully,

For Coventry Coil-o-Matic (Haryana) Ltd.

(R. M. Bafna)
Executive Director

Encl.: As above
Authorised Signatory

Encl. : As above



DELHI OFFICE

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COVENTRY COIL-O-MATIC (HARYANA) LIMITED

Regd.Off. : 87th Km Stone, NH 8, Delhi Jaipur Road, Village Salawas, Sangwari, Dist. Rewari 123401 (Haryana).

CIN : L74999HR1988PLC030370, Website : (www.coilomatic.com);email:info@coilomatic.com;Phone No : (+91) 787 6105344

Annexure-I

Sl. No.	Particulars	(Rs. In Lakhs)					
		Quarter ended			Half Year Ended		Accounting year ended
		30.09.2016 (Unaudited)	30.06.2016 (Unaudited)	30.09.2015 (Unaudited)	30.09.2016 (Unaudited)	30.09.2015 (Unaudited)	31.03.2016 (Audited)
1	Income from operations						
	(a) Gross sales/income from operations	1168.81	1253.48	1413.21	2422.29	2898.42	5613.24
	(b) Other operating income	-	-	-	-	-	20.63
	Total income from operations	1168.81	1253.48	1413.21	2422.29	2898.42	5633.87
2	Expenses						
	(a) Cost of materials consumed	545.40	667.31	719.37	1212.71	1530.20	2995.31
	(b) Purchases of stock-in-trade						
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(5.12)	7.00	29.61	1.88	83.87	136.04
	(d) Employee benefits expense	159.61	150.06	150.88	309.67	305.26	579.77
	(e) Power & Fuel	92.83	102.57	100.75	195.40	204.87	389.44
	(f) Depreciation and amortisation expense	7.48	7.63	9.24	15.11	18.04	33.72
	(g) Excise Duty	133.53	142.27	161.40	275.80	327.72	635.00
	(h) Other expenses	270.56	231.65	290.19	502.21	535.07	1095.24
	Total expenses	1204.28	1308.49	1461.44	2512.77	3005.03	5864.52
3	Profit from operations before other income, finance costs and exceptional items (1-2)	(35.47)	(55.01)	(48.23)	(90.48)	(106.61)	(230.65)
4	Other income	1.47	0.39	(0.16)	1.86	0.57	22.20
5	Profit from ordinary activities before finance costs and exceptional items (3 + 4)	(34.01)	(54.62)	(48.39)	(88.63)	(106.04)	(208.46)
6	Finance costs	9.05	4.33	3.76	13.38	6.33	14.04
7	Profit from ordinary activities after finance costs but before exceptional items (5 - 6)	(43.05)	(58.95)	(52.15)	(102.00)	(112.37)	(222.50)
8	Exceptional items	-	-	-	-	-	-
9	Profit from ordinary activities before tax (7 + 8)	(43.05)	(58.95)	(52.15)	(102.00)	(112.37)	(222.50)
10	Tax expense (Net)	-	-	-	-	-	-
11	Taxation adjustments in respect of earlier years (Net)	-	-	-	-	-	-
12	Extraordinary items (net of tax expense Lakhs)	-	-	-	-	-	-
11	Net Profit for the period (9-10)	(43.05)	(58.95)	(52.15)	(102.00)	(112.37)	(222.50)
12	Paid-up equity share capital (Face Value Rs. 10/- each)	450.8	450.8	450.8	450.8	450.8	450.8
13	Reserve excluding Revaluation Reserves as per balance sheet						
14	Earnings per share (EPS) Basic & Diluted	(0.96)	(1.31)	(1.16)	(2.26)	(2.49)	(4.94)
		(0.96)	(1.31)	(1.16)	(2.26)	(2.49)	(4.94)

For Coventry Coil-o-Matic (Haryana) Ltd.

[Signature]
Director

COVENTRY COIL-O-MATIC (HARYANA) LIMITED

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Annexure-II

(Rs. In Lakhs)

Statement of stand alone Assets and Liabilities as at 30th September'2016

Sl. No.	Particulars	AS AT	AS AT
		30.09.2016 (Unaudited)	31.03.2016 (Audited)
I	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	450.80	450.80
	(b) Reserves and surplus	(1,148.71)	(1,046.70)
	Sub-total - Shareholders' funds	(697.91)	(595.90)
2	Non-current liabilities		
	(a) Long-term borrowings	17.30	5.71
	(b) Deferred tax liabilities (net)	-	-
	(c) Other long-term liabilities	-	-
	(d) Long-term provisions	173.20	165.20
	Sub-total - Non-current liabilities	190.50	170.91
3	Current liabilities		
	(a) Short-term borrowings	44.38	44.38
	(b) Trade payables	1,142.90	1,062.24
	(c) Other current liabilities	621.94	592.88
	(d) Short-term provisions	15.78	15.78
	Sub-total - Current liabilities	1,825.00	1,715.28
	TOTAL EQUITY AND LIABILITIES	1,317.60	1,290.29
II	ASSETS		
1	Non-current assets		
	(a) Fixed assets	433.96	430.80
	(b) Non-Current investments	-	-
	(c) Long-term loans and advances	46.04	35.14
	Sub-total - Non-current assets	480.00	465.94
2	Current assets		
	(a) Current investments	-	-
	(b) Inventories	127.65	144.33
	(c) Trade receivables	490.40	448.06
	(d) Cash and cash equivalents	10.46	7.85
	(e) Short-term loans and advances	200.11	187.40
	(f) Other current assets	8.98	36.71
	Sub-total - Current assets	837.60	824.35
	TOTAL - ASSETS	1,317.60	1,290.29

For Coventry Coil-o-Matic (Haryana) Ltd.


Director

Notes:

Limited Review

The Limited Review as required under Regulation 33 f the SEBI (Listing Obligations and Disclosure Requirements ,2016 has been completed by Statutory Auditors of the Company for the Quarter and period ended 30-09-2016

Notes to Financial Statements for the Quarter and Period Ended 30th September 2016

- i) As Defined in Accounting Standard 17- Segment Reporting, the business activity of the company falls within a Single primary business Segment i.e. Automobile.
- ii) The Company is contesting in various Courts and Tribunals the exaggerated claims by the assignees of the various Term Loans availed between 1990 and 1992 from a consortium of 3 Financial Institutions (FIs) namely ICICI, IDBI and IFCI.

The Company availed Term Loans of Rs. 925.67 lakhs between 1990 and 1992 from the consortium, with ICICI as the lead Institution. However the total amount so received was only Rs. 894.03 lakhs and the balance was adjusted against Interest payable. Due to recession in the market and accumulated losses which were partly occasioned by high interest rates and partly by time over-run and cost over-run, and despite best efforts of the promoters and the management, the Company turned into a sick company and was referred to the Board for Industrial and Financial Reconstruction (BIFR) vide Reference Case No.197/97.

A Rehabilitation Scheme/Package formulated and agreed upon by all the FIs was approved by the BIFR on 27-12-1999 wherein the dues were freshly determined and fixed as Rs. 1178 lakhs to be paid by 31-03-2002.

The Net Worth of the Company turned positive and after considering the Balance Sheet for the year ended on 31st March 2000, the BIFR closed the reference case on 04-10-2001.

As per the package, one of the sources of finance to repay the FIs was Working Capital facilities. Since the Company was under RBI's defaulters list, no banks were willing to extend the required working capital limits. This was duly brought to the notice of the BIFR. However, despite the best efforts, the Company could not arrange the working capital limits thereby leading to delayed repayments to the Financial Institutions.

In all, however, over the years, the Company made a total repayment of Rs. 1,286.77 lakhs out which Rs. 1,101.89 lakhs was made under/after the BIFR Scheme to the consortium members. The major portion of this was paid to the lead institution, ICICI, as part of approval for the BIFR Rehabilitation Scheme/Package. As the Company did not have the details of amounts adjusted by and amongst members of the Consortium out of the various repayments made by it and since, ICICI had filed a winding-up petition in the High Court of Punjab & Haryana at Chandigarh on 08-10-2004 for recovery of Rs. 329.93 lakhs the Company, after October 2005, preferred not to make any further payments to the FIs since the matter was sub-judice.

In 2005, the RBI released a Scheme / Guidelines for One-Time Settlement of loan accounts of Small and Medium Companies. Since the Company fulfilled the criteria for availing the benefits under the said Scheme, which is binding upon the Banks and FIs, the Company re-calculated the payments made under the said Scheme, and after adjusting the amounts already paid to the consortium members, the dues towards the consortium came out to be Rs. 2.62 lakhs only.

The Company accordingly made an application under the OTS Scheme to the FIs before the deadline of end March 2006 and offered to pay the said amount of Rs. 2.62 lakhs.

However, the Financial Institutions did not settle the Company's matter under RBI's OTS Guidelines and demanded unreasonably high amounts.

In the meanwhile, ICICI assigned its debts to Kotak Mahindra Bank Ltd. (KMBL) on 25-04-2005, and both IFCI and IDBI assigned their debts to Dhir & Dhir Asset Reconstruction and Securitisation Company Ltd. (now known as Alchemist Assets Reconstruction Company Ltd. (AARCL)) on 05-03-2008 for Rs. 304.00 lakhs and 12-08-2008 for Rs. 411.50 lakhs respectively.

Thereafter, the assignees filed various Applications under section 19 of The Recovery of Debts Due to Banks and Financial Institutions Act, 1993 for recovery of debts as follows:

- In DRT-II, New Delhi by KMBL on 23-01-2007 for recovery of Rs. 472.07 lakhs
- In DRT-I, New Delhi by AARCL on 11-12-2008 for recovery of Rs. 13,370.26 lakhs for dues calculated on the IFCI debts.
- In DRT-I, New Delhi by AARCL on 21-05-2012 for recovery of Rs. 9,315.19 lakhs for dues calculated on the IDBI debts.

The Company has also filed counter claims of more than Rs. 500 crores on both KMBL and AARCL.

The final adjudication of the debt liability is yet to be completed.

AARCL (formerly D&DARSCL) also issued notice on 12-12-2008 under Section 13(2) of The Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act (SARFAESI), 2002 demanding an amount of Rs. 14,446.60 lakhs against dues calculated on both IFCI and IDBI debts. With an application filed on 29-07-2009 u/s 14 of the SARFAESI Act with Dy. Commissioner, Rewari, they made an attempt to take possession of the Company's Assets. However, with timely actions, the Company has obtained from the Hon'ble Punjab & Haryana High Court, Chandigarh Stay Order against any coercive action, if any, taken under SARFAESI Act for taking over the possession of the property in dispute.

The Hon'ble Punjab & Haryana High Court, Chandigarh had through interim orders dated 21-01-2011 and 11-03-2011 directed the Company to deposit a sum of Rs. 5 crores in the High Court, which the Company complied with.

For Coventry Coil-o-Matic (Haryana) Ltd.


Director

As per further directions of the Hon'ble High Court vide order dated 09-08-2011 the sum of Rs. 5 crores was appropriated as follows:

- Rs. 300 lakhs to Alchemist Assets Reconstruction Company Ltd., and
- Rs. 200 lakhs to Kotak Mahindra Bank Ltd.

Apart from the aforesaid payment of Rs. 5 00 lakhs the assignees were also given the liberty to recover further sum of Rs. 1350 lakhs from the sale of the surplus land appurtenant to the factory premises. This had further been re-affirmed by the Hon'ble Supreme Court with modifications vide Orders dated 07-05-2012, 30-07-2012 and 01-03-2013. As per the directions of the Hon'ble Supreme Court on 01-03-2013, the Company has given physical possession of a part of the property comprising of approx. 10 acres of land to Alchemist Assets Reconstruction Company Ltd. on 08-03-2013. The Appeals are pending adjudication before the Division Bench of Hon'ble Punjab & Haryana High Court.

Since this was only an Interim Order and the amount is yet to be adjudicated, no provision for differential Interest has been made by the Company, nor has any effect been given in the Fixed Assets Schedule of the Accounts.

Also, in compliance to the directions given by Hon'ble Debts Recovery Appellate Tribunal, Delhi (DRAT), the Company deposited with the Debts Recovery Tribunal - I, Delhi (DRT-I) a sum of Rs. 51.81 lakhs which was received from the District Revenue Officer-cum-Competent Authority, Rewari as land acquisition compensation for acquisition of approx. 0.69 acres of the Company's land for widening of the Delhi-Jaipur NH-8 Highway.

Final Arguments in Debts Recovery Tribunal-1, Delhi (DRT-I) for dues calculated on the IFCI debts is complete and pronouncement of the Order was made on 18-01-2016 for recovery of Rs. 8449.40 lakhs together with simple interest @ 13.5% p.a. The Company has filed an Appeal in the Appellate Court against this order, as the Company is of the view that the said Order is not in accordance with the law and after applying the Reserve Bank of India One-Time Settlement (RBI OTS) Guidelines and after adjusting amounts already paid, physical possession of part property given and amount deposited with the DRT, the Company is of the opinion that nothing will be due and payable by the Company to the Lenders/ Assignees. On the contrary amounts may become recoverable which claims have been filed by the Company.

In the meanwhile, the Appeal filed by the Company before the Commissioner, Gurgaon Div. has been allowed on 10-03-2016. Court has held that the Assignment Deed on the basis of which AARCL filed the case in DRT-I is understoped to the extent of about Rs. 5 crores Stamp Duty.

1. The company had given physical possession of Approx. 10 Acre land whose approx. cost appearing in books is Rs. 12.02 Lac, to Alchemist Asset Reconstruction Company Ltd., assignees of IDBI & IFCI (Financial Institutions) on 8th March 13 as per the directions of the Hon'ble Supreme Court who re-affirmed the Interim Orders of Hon'ble Punjab & Haryana High Court, Chandigarh of 09-08-2011. Since this was only an interim order and the amount is yet to be adjudicated, no effect has been given in the Fixed Assets Schedule of the Accounts, consequent effect of profit/loss on the said land in these Accounts.
2. Contingent liability not provided for claims under adjudication
 - in DRT-II, New Delhi by KMBL for recovery of Rs. 4,72,06,961 and
 - in DRT-I, New Delhi by AARCL for recovery of the dues calculated on the IDBI Debts Rs. 93,15,19,000(The Company has also filed counter claims of more than Rs. 500 Crores on both KMBL and AARCL.)
- iii) The Company has incurred significant operating losses, negative operating cash flow, adjudication of legal process against the company for loan liability and negative net worth. However the management is continuing with the operations, therefore the accounts have been prepared on basis of going concern assumption. Consequently, adjustment for amount of assets and classification of liabilities required to be recorded has not been carried out.
- iv) There being virtual uncertainties of taxable income in subsequent years, hence deferred tax assets has not been created in these accounts.
- v) The above financial results have been reviewed by the Statutory Auditors and Audit Committee of the the Company and taken on record by the Board of Directors at its meeting held on 14th November, 2016
- vi) Previous year's figures have been regrouped wherever necessary.

for and on behalf of the Board of Directors

Place Rewari (Haryana)

:

Date 14-11-2016

:


R.M. Bafna
Director
(DIN No. 00159855)