

GGD/CS/2019/02/02

14th February, 2019

To
The Executive Director
Corporate Relationship Department
BSE Limited
1st Floor, P. J. Towers,
Dalal Street, Fort
Mumbai – 400 001

Ref: Scrip Code: 505250


Sub: Outcome of the Board Meeting held on 14th February, 2019

1. Pursuant to Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors in its meeting held today i.e. on 14th February, 2019 has approved the Standalone Unaudited Financial Results of the Company for the quarter and nine months ended 31st December, 2018 which have been reviewed by M/s Joshi & Kulkarni, Chartered Accountants, Statutory Auditors of the Company. The same is enclosed herewith along with the Limited Review Report issued dated 14th February, 2019.
2. The appointment of Mr. Ajay Shrivastava as Company Secretary & Compliance Officer of the Company w.e.f. 14.02.2019.
3. The appointment of Mr. Mahavir Barlota as Chief Financial Officer of the Company w.e.f. 14.02.2019.

The meeting of the Board of Directors of the Company commenced at 11.30 a.m. and concluded at 01.10 P.m.

You are requested to take the same on record.

Thanking You
Yours Sincerely,
For **G. G. Dandekar Machine Works Limited**


Mangesh S. Joshi
Executive Director (DIN: 07244555)



CIN : L99999MH1938PLC002869

Regd. Office & Factory :

B-211/1, MIDC Butibori Industrial Area,

Kinhi Village, Tah. Hingna,

Dist. Nagpur - 441122, Maharashtra

Tel. : (07104) 667300

Fax : (07104) 667302

Website : www.ggdandekar.com

							Rs. In lacs
G.G.DANDEKAR MACHINE WORKS LIMITED (CIN: L99999MH1938PLC002869)							
Registered Office : 211 A, MIDC, Butibori Industrial Area, Village Kinhi, Tal. Hingna, Dist. Nagpur - 441 122							
Statement of Standalone Un-Audited Financial Results for the Quarter and Nine Months Ended 31-12-2018							
Particulars		Quarter Ended			Nine Months Ended		Year Ended
		31-Dec-18 (Unaudited)	30-Sep-18 (Unaudited)	31-Dec-17 (Unaudited)	31-Dec-18 (Unaudited)	31-Dec-17 (Unaudited)	31-Mar-18 (Audited)
1	Income from operations						
	(a) Revenue from Operations	185.24	107.86	163.75	417.98	641.92	880.07
	(b) Other income	8.02	12.90	5.60	27.69	2.62	109.57
	Total income	193.27	120.76	169.35	445.68	665.54	989.64
2	Expenses						
	(a) Cost of materials consumed	82.85	95.82	106.93	248.79	344.53	463.33
	(b) Purchases of stock in trade	-	-	-	-	-	-
	(c) Changes in inventories of work-in-progress & Stock-in-trade	24.14	(34.32)	1.25	(15.95)	60.28	75.73
	(d) Employee benefits expenses	58.62	60.36	69.82	179.14	214.39	282.28
	(e) Finance costs	-	-	7.28	-	22.06	22.46
	(f) Depreciation and Amortisation expenses	25.44	25.40	28.96	76.26	86.94	115.88
	(g) Other expenses (Refer Notes 2&3)	40.20	60.06	45.66	135.44	242.13	411.77
	Total expenses	231.25	207.32	259.90	623.69	970.33	1,371.45
3	Profit / (Loss) before exceptional and extraordinary items and tax (1 - 2)	(37.99)	(86.56)	(90.56)	(178.03)	(304.80)	(381.81)
4	Exceptional items	-	-	-	-	-	-
5	Profit/(Loss) Before Tax (3 - 4)	(37.99)	(86.56)	(90.56)	(178.03)	(304.80)	(381.81)
6	Tax expense						
	(a) Current tax	-	-	11.39	-	11.39	41.53
	(b) Tax relating to prior period	-	-	-	-	-	13.65
	(c) Deferred tax	(17.93)	16.85	0.03	(0.65)	0.11	24.62
7	Profit/ (Loss) After Tax for the period from continuing operations (5 - 6)	(20.06)	(103.41)	(101.98)	(177.36)	(316.30)	(461.61)
8	Profit/ (Loss) from discontinuing operations	-	-	-	-	-	-
9	Tax expense of discontinuing operations	-	-	-	-	-	-
10	Profit/ (Loss) After Tax for the period from discontinuing operations (8 - 9)	-	-	-	-	-	-
11	Profit/ (Loss) After Tax for the period (7 + 10)	(20.06)	(103.41)	(101.98)	(177.36)	(316.30)	(461.61)
12	Other Comprehensive Income/ (Expense) Items that will not be reclassified to Profit & Loss Account	55.80	(139.79)	203.82	(98.75)	753.76	683.44
	Income tax effect on above	-	-	7.74	-	(97.05)	-
	Total Other Comprehensive Income for the period net of tax	55.80	(139.79)	211.56	(98.75)	656.71	683.44
13	Total Comprehensive Income for the period net of tax (11+12)	35.74	(243.20)	109.58	(276.11)	340.40	221.83
14	Paid up Equity Share Capital	47.61	47.61	47.61	47.61	47.61	47.61
15	Earning Per Share (before extra ordinary items) (of Re.1/- each) (Not annualized)						
	(a) Basic & Diluted	(0.42)	(2.17)	(2.14)	(3.73)	(6.64)	(9.70)



Notes:

- 1 The above results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the company in their respective meetings held on 14th February 2019.
- 2 During the year ended 31st March 2018, the company had decided to expense out amounts of Rs. 52.87 lakhs and Rs. 24 lakhs , which have been included under 'Other Expenses'. These amounts represented amounts receivable from a debtor and amount 'receivable against sale of land'. A provision was already made for these amounts in the earlier year/s. On expensing out of these amounts, the provisions have been written back, which have been included under 'other Income' for the year ended 31st March, 2018.
- 3 During the year ended 31st March, 2018, the Company had made a provision of Rs. 82.88 lakhs against 'receivable against sale of land'. This amount was receivable for last few years from one of the parties to whom the company had sold a portion of its land in an earlier year. This amount was receivable on discharging certain contractual obligations. The management of the company had come to a conclusion that it is very difficult to discharge the contractual obligations and therefore, decided to write off this receivable as on 31st March 2018. This amount has been included under 'Other Expenses' for the year ended 31st March 2018.
- 4 During the year ended 31st March 2018, the Company sold certain investments being equity shares of listed companies, for Rs. 722.90 lakhs. The sale resulted in a Profit of Rs. 646.39 lakhs which has been transferred to Retained earnings with corresponding adjustment in the 'Other Comprehensive Income' under Other Equity.
- 5 Figures for the previous periods have been regrouped wherever required.
- 6 Quarterly Reporting of Segment wise Results under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is not published as the Company has only one line of business i.e. Food Processing Machinery.

For G.G. Dandekar Machine Works Ltd.,




Mangesh S. Joshi
Executive Director
DIN: 07244555

Pune
14th February 2019



JOSHI & KULKARNI
CHARTERED ACCOUNTANTS

C.T.S. No. 108/10, "UTKARSH",
Bharati Niwas Society, Sahakarsadan Path,
Prabhat Road Lane No. 14,
Erandawane, Pune - 411004.
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**Review Report to
The Board of Directors,
G. G. Dandekar Machines Works Limited**

REVIEW REPORT

1. We have reviewed the accompanying statement of unaudited financial results for the quarter and nine months ended 31 December, 2018 (the "statement") of M/s. G. G. Dandekar Machine Works Limited (the Company). This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. This Statement has been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statement based on our review.
2. 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 Statement is 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.
3. Based on our review conducted as above 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 prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder 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 Obligation and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. We draw your attention to the following:
The company is engaged in manufacture and sale of food processing machinery (hereinafter referred to as 'the activity'). The company shifted the activity from Bhiwandi to Nagpur in the Financial Year 2014-15. The shifting was expected to destabilise the activity temporarily. However, the company has not been able to stabilise the activity even though significant time period has elapsed since the shifting. This is evident from the fact that the turnover of the activity has been consistently decreasing.



and it is reporting operating losses during last few quarters. The activity is also facing a situation of negative working capital despite the fact that funds were made available for working capital in the Financial Year 2017-18 by way of sale of investments. This has resulted in piling up of creditors even after the funds infusion. This has also adversely affected the manufacturing schedules and consequently resulted in delays in execution of sales orders. In the last few months employees at important positions have resigned which shows that the company has not been able to retain manpower. Further, the order book of the activity, in our view, is not commensurate with the level of revenue generation that is required to keep the activity going. Therefore, in our view, the sustenance of the activity depends upon the business conditions and the decisions that the Board of Directors may take to streamline the situation.

Our Opinion is not modified in this respect.

For Joshi & Kulkarni,
Chartered Accountants,
[F.R.N. 115751 – W]

(Shantanu R. Ghanekar)

Partner

M. No. 102133

Place : Pune

Date : 14.02.2019

