

Royal Cushion Vinyl Products Limited

Cin no: L24110MH1983PLC031395

“Shlok” 60 – CD,

Govt. Industrial Estate, Charkop,

Kandivali (W), Mumbai – 400 067

Tel: + 91 22 32655828, 28603514, 16

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Website: www.rcvp.in

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December 14, 2017

The DCS-CRD

Bombay Stock Exchange Ltd.

Corporate Relation Department

1st Floor, New Trading Ring,

Rotunda Building, Phiroze Jeebhoy Towers,

Mumbai 400 001

Kind Attn: Mr. Rakesh Parekh

Scrip Code No. 526 193

Dear Sir,

Sub: Outcome of the Board Meeting

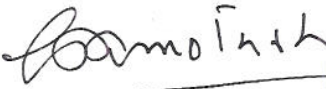

In further reference to our letter dated 05th December, 2017 and pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable regulation, if any, we hereby inform that the Board of Directors in its meeting held today (i.e. Thursday, 14th December, 2017, commenced at 3.00 p.m. and concluded at 5.00 p.m.), interalia, has considered and approved the Unaudited standalone financial results (on Ind- AS basis) for the second quarter and half year ended 30th September, 2017 (A copy of said standalone financial results is enclosed alongwith Limited Review Report of Statutory Auditors thereon).

This is for your information and records. Kindly acknowledge the same.

Thanking you,

Yours faithfully,

For **ROYAL CUSHION VINYL PRODUCTS LTD**

Deepak Motasha

Director

00060092

ROYAL CUSHION VINYL PRODUCTS LIMITED					
Regd. Office : 60 CD Shlok Govt. Ind. Estate, Charkop, Kandivali (West), Mumbai-400 067					
(Rs. in lakhs)					
UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2017					
Particulars	Quarter Ended			Half year ended	
	30th Sep' 2017 (Unaudited)	30th June' 2017 (Unaudited)	30th Sep' 2016 (Unaudited)	30th Sep' 2017 (Unaudited)	30th Sep' 2016 (Unaudited)
Revenue from Operations	1,809.22	1,816.02	1,919.36	3,625.24	3,705.83
Other income	26.29	2.45	1.93	28.74	4.18
Total Income	1,835.52	1,818.47	1,921.29	3,653.98	3,710.01
Expenses:					
Cost of Materials Consumed	1,347.59	1,391.27	1,243.15	2,738.85	2,437.94
Changes in Inventories of Finished Goods & Work-in-Progress	30.03	(68.81)	26.23	(38.79)	(7.07)
Employee Benefits Expense	175.01	170.80	170.94	345.80	336.86
Finance Costs	95.47	79.80	107.52	175.27	210.23
Excise Duty	0.00	144.86	151.88	144.86	297.08
Depreciation and Amortization Expense	35.19	33.64	35.90	68.82	70.44
Other Expenses	474.99	488.47	486.58	963.45	962.72
Total expenses	2,158.26	2,240.02	2,222.19	4,398.28	4,308.21
Profit / (Loss) before Exceptional Item	(322.75)	(421.55)	(300.90)	(744.30)	(598.20)
Exceptional Income	771.46	0.00	0.00	771.46	0.00
Profit / (Loss) Before Tax	448.72	(421.55)	(300.90)	27.17	(598.20)
Tax Expenses	0.00	0.00	0.00	0.00	0.00
Profit / (Loss) for the Period	448.72	(421.55)	(300.90)	27.17	(598.20)
Other Copehensive Income					
(i) Items that will not be reclassified to profit or loss	(3.42)	(3.42)	0.00	(6.84)	0.00
Total Other Copehensive Income (Net of taxes)	(3.42)	(3.42)	0.00	(6.84)	0.00
Total Comprehensive Income for the period	445.30	(424.97)	(300.90)	20.33	(598.20)
Earning per Share (EPS) (Face value of Rs.10/- per Share)					
a) Basic EPS	3.72	(3.49)	(2.49)	0.23	(4.96)
b) Diluted EPS	3.72	(3.49)	(2.49)	0.23	(4.96)
Paid up Equity Share Capital (Face Value of Rs.10/- each)	1206.72	1,206.72	1,206.72	1,206.72	1,206.72

UNAUDITED STANDALONE STATEMENT OF ASSETS AND LIABILITIES	
(Rs. in lakhs)	
Particulars	As at 30th September 2017 (Unaudited)
ASSETS	
(1) Non-current Assets	
(a) Property Plant and Equipment	1,626.36
(b) Capital Work-In-Progress	7.95
(c) Investment Property	368.66
(d) Financial Assets	
(i) Investments	24.39
(ii) Other Financials Assets	176.90
(e) Deferred Tax Assets (Net)	-
Total Non Current assets	2,204.26
(2) Current Assets	
(a) Inventories	1,832.53
(b) Financial Assets	
(i) Trade Receivables	797.18
(ii) Cash and Cash Equivalents	35.61
(iii) Bank Balance other than Cash and Cash Equivalents	12.02
(iv) Loans	8.81
(c) Income tax assets (net)	9.40
(c) Other Current Assets	52.40
Total Current Assets	2,747.94
TOTAL ASSETS	4,952.20
EQUITY AND LIABILITIES	
Equity	
(a) Equity Share Capital	1,206.72
(b) Other Equity	(44,858.72)
TOTAL EQUITY	(43,652.00)
Liabilities	
(1) Non-current Liabilities	
(a) Financial Liabilities	
(i) Borrowings	7,296.21
(b) Provisions	7,921.76
Total Non current liabilities	15,217.97
(2) Current Liabilities	
(a) Financial Liabilities	
(i) Borrowings	17,935.67
(ii) Trade Payables	8,460.56
(ii) Other Financial Liability	6,057.38
(b) Other current liabilities	876.42
(c) Provisions	56.20
Total Current liabilities	33,386.22
TOTAL LIABILITIES	48,604.19
TOTAL EQUITY AND LIABILITIES	4,952.20



Notes:

- 1 The above unaudited financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company in their respective meeting held on 14.12.2017.
- 2 The Statutory Auditor of the company have carried out a Limited Review of the Unaudited Financial Results for the quarter and half year ended September 30, 2017 as required under Regulation 33 of SEBI (Listing Obligations & Disclosures Requirement) Regulations, 2015.
- 3 First time of adoption of IND AS: The company has adopted Indian Accounting Standard ("Ind AS") from April 01,2017 and accordingly this financial results have been prepared in accordance with recognition and measurement principles laid down in Ind AS-34 Interim Financial Reporting prescribed under Section -133 of Companies Act 2013 read with relevant rules issued thereunder. The transition was carried out from Accounting Standard as prescribed under Section 133 of the Act read with Rule 7 of the Companies Accounting Standard Rules, 2014, which was the previous GAAP. The date of transition would be April 1,2016. Financial results for all the period presented have been prepared in accordance with Ind AS.
- 4 The Company was registered as a sick company under the provisions of the Sick Industrial Companies (Special Provisions) Act, 1985. The Company had submitted the revised Draft Rehabilitation Scheme ("DRS"). The Hon'ble BIFR had circulated the revised DRS for consideration of the concerned parties and other related proceedings were pending before the Hon'ble BIFR at an advanced stage of final approval. However, in the meantime, the Government of India notified certain provisions of the Insolvency and Bankruptcy Code, 2016 ("IBC") w.e.f. December 1, 2016 which had the effect of abatement of the pending proceedings of the Company before the Hon'ble BIFR. Now, the said proceedings will be governed by the provisions of the newly notified IBC laws. The Company has filed an application before NCLT, Mumbai under IBC law on 29.05.2017
- 5 Due to non - receipt of the Bank statements/Bank advices/Balance certificates from the financial institutions/banks, book entries pertaining to banks and financial institutions, transactions could not be reconciled. Thus, bank balances and balances of such financial Institutions as on 30.09.2017 are subject to adjustments if any, to be carried out on receipt of the relevant statements / Bank Advices / Certificates from banks/ financial institutions. Many Banks / financial Institutions had not charged interest in earlier year and current year also. The company has also not provided interest on loan from these financial institution/banks, had the company provided interest as per practice followed in earlier years loss for the quarter would have been higher by Rs. 769.75 lacs.
- 6 Under the Duty Exemption Scheme of Advance Licence (as well as similar other licence scheme) pursuant to Import & Export Policy of Government of India, duty free imports of raw materials are permitted and they are required to be used in manufacturing of goods for export, as well as, export of goods has to be effected within the time allowed, in terms of the scheme. The Company has availed of such licences from time to time. In the past, it had fulfilled its export obligations. The Company had imported duty free raw material under certain licences, however it could not effect export within the time allowed due to circumstances beyond the control of the Company. The Company has evaluated its obligations under the scheme and it has been advised that in view of non fulfilment of export obligations, the authorities can recover the import duty and mandatory interest thereon. From 01.04.2014 the Company has stopped providing interest on custom duty liability, as company has filed DRS with BIFR with a request to fulfill balance export obligation with seven year of approval of the DRS. The Government of India notified certain provisions of the Insolvency and Bankruptcy Code, 2016 ("IBC") w.e.f. December 1, 2016 which had the effect of abatement of the pending proceedings of the Company before the Hon'ble BIFR. Now, the said proceedings will be governed by the provisions of the newly notified IBC laws. The Company has filed an application before NCLT, Mumbai under IBC law on 29.05.2017. Had the company provided interest as per practice followed in earlier years loss would have been higher by Rs.378.25 lacs.
- 7 The company has one business segment i.e. PVC Flooring/Leathercloth.
- 8 Other income of Rs. 771.46 lacs represents credit balances of various suppliers etc. which are no more payable have been written back.
- 9 The standalone financials result and other financial information for the quarter and half year ended September 30, 2016 have not been audited or reviewed by the statutory auditor. However, the management has exercised necessary due diligence to ensure that the standalone unaudited financial results provide a true and fair view of the company's affairs.
- 10 Post the applicability of Goods & Service Tax (GST) with effect from 1st July 2017, revenue from operations are disclosed net of GST, whereas Excise Duty formed part of the other expense in previous periods. Accordingly, the revenue from the operation and other expenses for the quarter and half year ended 30th September 2017 are not comparable with those presented in the previous results.
- 11 A reconciliation of the financial result to that reported under Previous Generally Accepted Accounting Principles (GAAP) is given below :

(Rs. in lakhs)

Particulars	Quarter ended 30.09.2016	Half year ended 30.09.2016
Net Profit/(Loss) for the period as reported under previous GAAP	(301.19)	(601.76)
Adjustment :		
Remeasurement Employee Benefit Plan		
Excise Duty		
Sales Return Provision	(0.17)	(3.45)
Interest on Employee loan		
Share of loss from Prtnership Firm		
Prior Period Errors - Effect	0.46	7.01
Net Profit for the period as reported under Ind AS	(300.90)	(598.20)

- 12 Figures of the previous periods have been regrouped / reclassified / rearranged wherever considered necessary.

Place: Mumbai
Date: 14/12/2017



For Royal Cushion Vinyl Products Limited

Deepak Motasha
Director
00060092



INDEPENDENT AUDITORS' REVIEW REPORT

**TO THE BOARD OF DIRECTORS OF
ROYAL CUSHION VINYL PRODUCTS LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **ROYAL CUSHION VINYL PRODUCTS LIMITED** ("the Company") for the quarter ended 30th September, 2017 (the "statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016.
2. This statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under the 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 this Statement based on our review.
3. We conducted our review of the Statement *in accordance with the Standard on Review Engagements(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.
4. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than audit. We have not performed an audit and accordingly, we do not express an audit opinion.





5. Based on our review conducted stated as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting practices and principles generally accepted in India' has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI 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.

6. We draw attention to the following matters:

- a. As in the past in current Quarter also the Company has not received bank statement / bank advice / bank certificate from the financial institutions / banks. Bank entries pertaining to banks and financial institutions and transactions are not reconciled. In absence of non reconciliation & non availability of such details amount payable to financial institution / banks are not ascertained /yet to be reconciled. Interest on loan from bank /Financial institutions is neither provided nor ascertained (refer note no 5.1(a) in statement of financial results).
- b. Non Provision of Interest on Excise Duty Payable (refer note no 6.1 in statement of financial results).

PLACE: Vadodara
DATE: 14/12/2017



FOR BIPIN & CO.
Chartered Accountants
FRN. : 101509W

(AMIT D. SHAH) PARTNER
MEMBERSHIP NO. : 126337