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MROTEK®

Integrating Next Generation Networks

MRO:FS:15-16:320
9th February 2016.

The Manager,
Listing Department,
National Stock Exchange of India Limited,
Exchange Plaza, C-1, Block G,
Bandra – Kurla Complex,
Bandra (E),
Mumbai – 400 051.

Fax No. 022-2659 8237/38.

The Manager,
Listing Department,
Bombay Stock Exchange Limited,
PJ Towers, Dalal Street, Fort,
Mumbai – 400 001.

Fax No. 022- 2272 3121.

Dear Sirs,

Sub :- Disclosure of outcome of the Board Meeting held on 9th February 2016.

Notice is hereby given, as required under Regulation 30, 33 of the Listing Obligations and Disclosure Requirement, 2015 that;

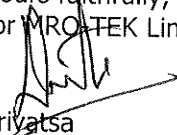
The Financial Results, Statement of the un audited Results for the quarter ended 31st December 2015 have been approved by the Board of Directors in their Meeting held on the above date.

The said Financials and the Limited Review Audit Report has been annexed herewith.

Please, take the documents on record and kindly treat this as a compliance under Listing Obligations and Disclosure Requirement, 2015.

Kindly acknowledge.

Thanking you,
Yours faithfully,
for MRO-TEK Limited


Sriyatsa
Chief Financial Officer
encl: as above



| | |
|--------------------|----------------|
| Scrip Code: | |
| NSE | : MRO-TEK |
| BSE | : 532376 |
| Demat ISIN | : INE398B01018 |

MRO-TEK LIMITED

Registered & Corporate Office
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Bangalore - 560 024. INDIA
Ph : 91 80 23332951 Fax : 91 80 23333415
Email : info@mro-tek.com

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New Delhi – 110019
Ph : 011 2642 4849, 2644 9164 / 65
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PART I

STATEMENT OF UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31 DECEMBER 2015

| Particulars | (Rs. in Lakhs) | | | | | |
|--|-------------------|-----------------|-----------------|-------------------|-------------------|---------------------|
| | Quarter ended | Quarter ended | Quarter ended | Nine Months ended | Nine Months Ended | Previous Year Ended |
| | 31-Dec-15 | 30-Sep-15 | 31-Dec-14 | 31-Dec-15 | 31-Dec-14 | 31-Mar-15 |
| | Un-audited | Un-audited | Un-audited | Un-audited | Un-audited | Audited |
| 1 Income from Operations | | | | | | |
| (a) Net Sales/income from Operations (Net of excise duty) | 1,258.57 | 757.44 | 1,205.65 | 2,831.98 | 4,248.43 | 5,616.42 |
| (b) Other Operating Income | - | - | - | - | - | - |
| Total Income from Operations (net) | 1,258.57 | 757.44 | 1,205.65 | 2,831.98 | 4,248.43 | 5,616.42 |
| 2 Expenses | | | | | | |
| (a) Cost of materials consumed | 385.53 | 376.93 | 790.31 | 1,474.81 | 2,560.64 | 2,990.84 |
| (b) Purchases of Stock-in Trade | 257.76 | (37.61) | 79.65 | 330.02 | 688.10 | 1,320.56 |
| (c) Changes in inventories of finished Goods, work-in-progress and stock-in-trade | 614.92 | 148.09 | 10.36 | 542.12 | (165.79) | (179.77) |
| (d) Employee benefit expenses | 273.73 | 262.38 | 348.06 | 838.42 | 1,004.62 | 1,342.18 |
| (e) Depreciation and amortization expenses | 29.50 | 28.66 | 50.50 | 89.65 | 162.00 | 136.90 |
| (f) Other expenses | 129.25 | 317.76 | 193.92 | 596.05 | 644.19 | 903.35 |
| Total Expenses | 1,690.70 | 1,096.21 | 1,472.80 | 3,871.07 | 4,893.74 | 6,616.06 |
| 3 Loss from operations before other income, finance cost and exceptional items (1 - 2) | (432.13) | (338.77) | (267.15) | (1,039.09) | (645.32) | (898.64) |
| 4 Other income | 10.81 | 6.47 | 5.59 | 20.24 | 56.43 | 67.67 |
| 5 Loss from ordinary activities before finance cost and exceptional items (3 + 4) | (421.32) | (332.30) | (261.56) | (1,018.85) | (588.89) | (830.97) |
| 6 Finance costs | 89.24 | 43.32 | 62.72 | 199.10 | 214.75 | 280.82 |
| 7 Loss from ordinary activities after finance cost but before exceptional items (5 - 6) | (510.56) | (375.62) | (324.28) | (1,217.95) | (803.64) | (1,111.78) |
| 8 Exceptional Items | - | - | - | - | - | - |
| 9 Loss from ordinary activities before Tax - (7 - 8) | (510.56) | (375.62) | (324.28) | (1,217.95) | (803.64) | (1,111.78) |
| 10 Tax expense | (2.33) | (5.81) | 12.74 | (14.88) | (0.71) | (8.26) |
| 11 Net loss from ordinary activities after tax (9 + 10) | (512.89) | (381.43) | (311.54) | (1,232.83) | (804.35) | (1,120.04) |
| 12 Extraordinary items (net of tax expense) | (756.59) | (174.31) | - | (930.90) | 2.66 | 2.66 |
| 13 Net loss for the period (11 + 12) | (1,269.48) | (555.74) | (311.54) | (2,163.73) | (801.68) | (1,117.38) |
| 14 Share of Profit/(Loss) of Associates | - | - | - | - | - | - |
| 15 Minority Interest | - | - | - | - | - | - |
| Net loss after taxes, minority interest and share of loss of associates (13 + 14 + 15) | (1,269.48) | (555.74) | (311.54) | (2,163.73) | (801.68) | (1,117.38) |
| 16 Paid-up equity share capital (Face Value Rs. 5 each, fully paid-up) | 934.23 | 934.23 | 934.23 | 934.23 | 934.23 | 934.23 |
| 18 Reserve excluding revaluation reserves | (440.58) | 828.90 | 2,038.85 | (440.58) | 2,038.85 | 1,723.15 |
| 19 (i) Earnings Per Share (before extraordinary items) (not annualised): | | | | | | |
| (a) Basic | (2.74) | (2.04) | (1.67) | (6.60) | (4.30) | (5.99) |
| (b) Diluted | (2.74) | (2.04) | (1.67) | (6.60) | (4.30) | (5.99) |
| (ii) Earnings Per Share (after extraordinary items) (not annualised) | | | | | | |
| (a) Basic | (6.79) | (2.97) | (1.67) | (11.58) | (4.29) | (5.98) |
| (b) Diluted | (6.79) | (2.97) | (1.67) | (11.58) | (4.29) | (5.98) |

See accompanying note to the Financial results

Notes:

- For the purpose of Segment Reporting, 'Access and Networking products' and 'Solar Based Equipment and Projects' constitute primary business segments.
- Due to sustained cash losses the Board of Directors has recommended for discontinuance of business segment "Solar Based Equipment and Projects" in the Board Meeting dated January 14, 2016. However the business segment "Solar Based Equipment and Projects" is not regarded as discontinued operation, in this quarter, under Accounting Standard -24: 'Discontinuing Operations', under the Companies (Accounts) Rules 2014, in terms of para 15(b) of AS-24 as initial disclosure event has occurred after the interim balance sheet date. Accordingly no disclosure is given as per AS-24. Disclosure is provided below as per para 17 of AS-4: 'Contingencies and Events Occurring after the Balance Sheet Date' under the Companies (Accounts) Rules 2014.

Disclosure as per para 17 under AS-4 of business segment "Solar Based Equipment and Projects" is given below :

| Particulars | Nine Months ended | Quarter Ended |
|------------------|-------------------|---------------|
| | 31-Dec-15 | 31-Dec-15 |
| Segment revenue | 634.45 | 196.45 |
| Segment loss | (161.49) | (198.20) |
| Capital employed | (176.32) | (176.32) |

- The above financial results for the Third Quarter ended December 31, 2015 is approved at the meetings of the Audit Committee and the Board of Directors - both held on 9th February, 2016.
- The revenue for the Third Quarter ended 31st December, 2015 is increased by 66.16% compared to the previous quarter and the gross margin has come down to Rs. 0.35 Lakhs as compared to the corresponding quarter of the previous year.
- The Company has made a sum of Rs. 323.38 Lakhs towards provision for slow moving stock items during the Third Quarter. ('Access and Networking products': Rs. 122.41 Lakhs and 'Solar Based Equipment and Projects': Rs. 200.97 Lakhs)
- In view of development agreement dated January 01, 2016 entered into with M/s Umiya Builders and Developers for commercial development on the land at Hebbal, the Company has provided impairment loss of Rs. 756.59 Lakhs for the corporate office building. No deferred tax income recognized for this due to lack of virtual certainty for sufficient future taxable income as per Accounting Standard - 22: 'Accounting for Taxes on Income' under the Companies (Accounts) Rules 2014.
- Figures for the previous period / year have been regrouped, wherever necessary.



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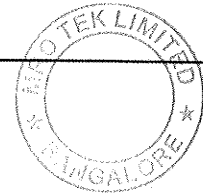
| | | | | | | | (Rs. in Lakhs) |
|--|-------------------|-----------------|-----------------|-------------------|-------------------|---------------------|----------------|
| Particulars | Quarter ended | Quarter ended | Quarter ended | Nine Months ended | Nine Months Ended | Previous Year Ended | |
| | 31-Dec-16 | 30-Sep-16 | 31-Dec-14 | 31-Dec-15 | 31-Dec-14 | 31-Mar-15 | |
| | Un-audited | Un-audited | Un-audited | Un-audited | Un-audited | Audited | |
| 1 Segment Revenue (Net Sale) | | | | | | | |
| (a) Access and Networking Products | 1,062.12 | 555.53 | 1,075.31 | 2,197.54 | 3,397.26 | 4,095.14 | |
| (b) Solar Based Equipment and Projects | 196.45 | 201.91 | 130.34 | 634.45 | 851.17 | 1,521.28 | |
| Total | 1,268.57 | 757.44 | 1,205.65 | 2,831.98 | 4,248.43 | 5,616.42 | |
| Less :- Inter segment revenue | - | - | - | - | - | - | |
| Net Sales From Operations | 1,268.57 | 757.44 | 1,205.65 | 2,831.98 | 4,248.43 | 5,616.42 | |
| 2 Segment Results (loss before tax and interest) | | | | | | | |
| (a) Access and Networking Products | 198.55 | 264.72 | 302.74 | 646.51 | 1,074.80 | 1,389.36 | |
| (b) Solar Based Equipment and Projects | (198.20) | 5.31 | 8.27 | (161.49) | 69.66 | 92.68 | |
| Total | 0.35 | 270.03 | 311.01 | 485.02 | 1,144.46 | 1,482.04 | |
| Less:- | | | | | | | |
| i) Interest | 89.24 | 43.32 | 62.72 | 199.10 | 214.75 | 280.82 | |
| ii Other Un-allocable Expenditure net off | 1,189.07 | 783.11 | 578.16 | 2,455.02 | 1,787.11 | 2,378.01 | |
| ii Un-allocable Income | 10.81 | 6.47 | 5.59 | 20.24 | 56.43 | 67.67 | |
| Total loss before tax | (1,267.16) | (549.93) | (324.28) | (2,148.86) | (800.97) | (1,109.12) | |
| 3 Capital Employed (Segment Assets - Segment Liabilities) | | | | | | | |
| (a) Access and Networking Products | 669.97 | 1,201.88 | 1,719.20 | 669.97 | 1,719.20 | 1,591.38 | |
| (b) Solar Based Equipment and Projects | (176.32) | 505.79 | 960.53 | (176.32) | 960.53 | 745.91 | |
| (c) Unallocated | - | 55.46 | 293.35 | - | 293.35 | 320.09 | |
| Total | 493.65 | 1,763.13 | 2,973.08 | 493.65 | 2,973.08 | 2,657.38 | |

Date : 9th February 2016
Place : Bangalore

for MRO-TEK Limited,

[Signature]
Managing Director

[Signature]
S Narayanan
Chairman & Managing Director





SINGHVI, DEV & UNNI
Chartered Accountants

LIMITED REVIEW REPORT ON UNAUDITED FINANCIAL RESULTS

Review Report to the Board of Directors of MRO-Tek Limited

1. We have reviewed the accompanying statement of unaudited financial results of MRO-Tek Limited, Bellary Road, Hebbal, Bangalore - 560100 for the quarter ended December 31, 2015. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ Committee of Board of Directors. Our responsibility is to issue a report on these financial statements 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 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.
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 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 Obligations and Disclosure Requirements) Regulations 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

for Singhvi, Dev & Unni
Chartered Accountants
Firm Regn. No. 003867S



Parthasarathy Sudarsanam
Partner
Membership No. 205179

Bangalore
February 09, 2016

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