



**INDEPENDENT AUDITORS' LIMITED REVIEW REPORT**

To,  
The Board of Directors  
Miven Machine Tools Limited  
Hubli.

1. We have reviewed the accompanied statement of unaudited quarterly financial results of Miven Machine Tools Limited ("the Company") for the quarter ended June 30, 2016, being submitted by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the unaudited quarterly financial results 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. **Basis of Qualified opinion:**
  - a. Attention of the members are invited to foot note no 3(a) to the unaudited quarterly financial results wherein we have relied on the representation of the management that the amount due from a customer of Rs.14.58 lakhs is good of recovery. Pending completion of legal proceedings and in view of uncertainties involved we are unable to form any opinion on the matter and consequential effects on the financial results are not ascertainable.
  - b. Attention of the members are invited to foot note no 3(b) to the unaudited quarterly financial results wherein provision for bonus, gratuity and leave encashment has not been quantified and provided for the quarter under review. Consequential effects on the results are not ascertainable.
4. Based on our review conducted as above except in respect of matters stated in the paragraph on "Basis of Qualified Opinion", nothing has come to our attention that causes us to believe that the accompanying statement of unaudited quarterly financial results prepared in accordance with the Companies (Accounting Standard) Rules, 2006 which continues to apply as per section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of Regulation 33 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.



Converted from Partnership firm "B K Ramadhyani & Co.," (FRN No. 002878S) with effect from April 1, 2015  
LLP Identification No. AAD-7041

# B K Ramadhyani & Co LLP

5. **Emphasis of matter:**

We draw attention to note 6 of the unaudited quarterly financial results, regarding reasons for preparing interim financial results of the Company on going concern basis, even though its net worth has been completely eroded. The appropriateness of the said basis is inter alia dependent on the Company's ability to execute sale orders and the support of the Company's bankers and holding company. We have also relied on the representation made by the Company in this respect.

A copy of the unaudited quarterly financial results of the Company for the period under review, which formed the basis of our limited review, duly initialled by us for the purpose of identification is enclosed to this report.

For B K Ramadhyani & Co. LLP  
Chartered Accountants  
Firm Registration No.  
002878S/S200021

*Vasuki H S.*

(Vasuki H S)  
Partner

Membership No. 212013

Place: Bangalore  
Date: August 9, 2016

B K RAMADHYANI & CO. LLP  
CHARTERED ACCOUNTANTS  
No. 68, # 4-B, Chitrapur Bhavan,  
8th Main, 15th Cross, Malleswaram,  
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**MIVEN MACHINE TOOLS LIMITED.,**  
 REGISTERED OFFICE AND WORKS: TARIHAL INDUSTRIAL AREA  
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**UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND THREE MONTHS ENDED JUNE 30, 2016**

( Rs. in lakhs)					
Sl. No.	Particulars	FOR THE QUARTER ENDED	FOR THE QUARTER ENDED	FOR THE QUARTER ENDED	Previous Accounting Year ended
		30.06.2016	31.03.2016	30.06.2015	31.03.2016
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
<b>1</b>	<b>Income form opeartion</b>				
	a). Net Sales / Income from Operations (Net of excise duty)	8.82	7.90	192.35	353.44
	b). 'Other Operating Income	2.70	9.64	4.34	18.90
	Total income from operation (net) (a to b)	<b>11.52</b>	<b>17.54</b>	<b>196.69</b>	<b>372.34</b>
<b>2</b>	<b>Expenses</b>				
	a) Cost of materials consumed	30.84	22.43	122.51	265.77
	b) Purchases of stock-in-trade	-	-	-	-
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(25.52)	(17.94)	19.94	6.10
	d) Employees benefits expense	12.71	25.19	19.52	76.75
	e) Depreciation and amortisation expense	4.00	4.02	4.77	17.24
	f) Operating Expense	35.75	33.75	33.81	121.94
	Total expenses (a to f)	<b>57.78</b>	<b>67.45</b>	<b>200.55</b>	<b>487.80</b>
<b>3</b>	Profit/(Loss) from operations before other Income,finance costs and exceptional items (1-2)	<b>(46.26)</b>	(49.91)	(3.86)	(115.46)
<b>4</b>	Other Income	4.65	9.26	3.97	13.81
<b>5</b>	Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)	<b>(41.61)</b>	(40.65)	0.11	(101.65)
<b>6</b>	Finance costs	39.19	56.09	29.01	153.07
<b>7</b>	Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	<b>(80.80)</b>	(96.74)	(28.90)	(254.72)
<b>8</b>	Exceptional Items	-	-	-	-
<b>9</b>	Profit / (Loss) from ordinary activities before tax (7+8)	<b>(80.80)</b>	(96.74)	(28.90)	(254.72)
<b>10</b>	Tax Expense	-	-	-	-
<b>11</b>	Net Profit / (Loss) from ordinary activities after tax (9+10)	<b>(80.80)</b>	(96.74)	(28.90)	(254.72)
<b>12</b>	Extrardinary items (Net of tax expense)	-	-	-	-
<b>13</b>	Net Profit / (Loss) for the period (11-12)	<b>(80.80)</b>	(96.74)	(28.90)	(254.72)
<b>14</b>	Paid-up equity share capital (Face value Rs.10/- each)	300.35	300.35	300.35	300.35
<b>15</b>	Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year.	NA	NA	NA	NA
<b>16</b>	Basic and diluted EPS (Rs) before and after extrrdinary items ( not annualized )	<b>(2.69)</b>	(3.23)	(0.96)	(8.48)

**Notes:**

- The above results as reviewed by the Audit Committee, were approved and taken on record by the Board of Directors in their meeting held on August 09, 2016, and has been subjected to limited review by the statutory auditors of the company.
- The Company has got net deferred tax assets in the form of unabsorbed losses and depreciation. However, the same is not recognized in the absence of virtual certainty in future profits.
- Regarding Auditor's observation :
  - The Company has considered an amount of Rs. 14.58 lakh due from a customer as good of recovery in respect of which the customer had made a counter claim Rs.73.49 lakh which has been dismissed by Additional District Judge, Vijayawada. The Customer has moved to High Court Telangana and Andhra Pradesh. The Company has been advised by its legal counsel and the claim of the party is not sustainable in law. The Company is confident of recovering all the dues and hence is of the opinion that no provision is required.
  - A company has provided for retirement benefits as at 31st march 2016 and the difference if any, is not likely to be material.
- Since the Reserves and Surplus is neagive it has been reported as Not Applicable ("NA")
- The Company has only one business segment viz., Metal Cutting, Grinding and Ancillary machines and all sales are in India. Hence, the disclosures as required under Accounting Standard 17 dealing with Segment Reporting are not applicable.
- Considering the business plans made by the Company, orders on hand, reorganisation of product mix and with continued support from the Bankers and the Holding Company, the Company expects to recover from the losses. According to the Company considering all the facts, including renewal of bank working capital limits and the company's decision to sell surplus land duly approved by the shareholders to augment the working capital requirements and reduce debt, the assumption of "Going Concern" is not vitiated even though the net worth is eroded.
- No investor complaints were received by the Company during the quarter ended June 30, 2016. There are no complaints remaining unresolved as at the beginning and end of the quarter.
- The Promoters resorted to "Offer for Sale using the secondary market mechanism through the Bombay Stock Exchange" as per para 5(c) of the Interim Order dated 04.06.2013 of SEBI and brought down their share holding from 86.19% to 75%. The Company requested the SEBI for withdrawal of restrictions imposed on the Promoters and Directors of the Company in para 17 of the SEBI Interim Order dated 04.06.2013 upon successful compliance with the minimum public share holding requirements by the Promoters of the Company pursuant to the Provisions of Rule 19(2)(b) and 19(A) of the Securities Contracts Rules 1957. SEBI passed orders giving relief. However due to minimum public shareholding requirements not being met during certain past period, the matter has been referred for adjudication. The Company believes that probability of any liability is unlikely at this stage.
- Figures for the last quarter are the balancing figures between audited figures in respect of the full financial year and the published year-to-date figures upto the end of third quarter of the respective financial year.
- Previous period/year figures have been regrouped wherever necessary to confirm with current period presentation.

For and on behalf of the Board

Place: Pune  
Date : August 9, 2016.

Vikram Saur  
Chairman

