



McLEOD RUSSEL
Believe in tea

30th May 2016

The Secretary,
BSE Limited,,
P.J. Towers, Dalal Street,
MUMBAI-400 023.
Scrip Code: 532654

The Secretary,
National Stock Exchange
of India Ltd.,
Exchange Plaza,
5th Floor,
Plot No.C/1,G Block,
Bandra-Kurla Complex,
Bandra (E),
MUMBAI-400 051.
Scrip Code: MCLEODRUSS

The Secretary,
The Calcutta Stock
Exchange Association Ltd.,
6, Lyons Range,
KOLKATA-700 001.
Scrip Code: 10023930

Dear Sir,

**APPROVAL OF AUDITED ACCOUNTS FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2016
AND RECOMMENDATION OF DIVIDEND**

Further to our letter dated 19th May 2016 we would like to inform you that at a Meeting held today, the Board of Directors of the Company has arrived at the following decisions :-

- (a) Approved the Audited Standalone and Consolidated Financial Statements of the Company for the Financial Year ended 31st March 2016.
- (b) Recommended a Dividend of Rs. 2/-per share on the Equity Shares of Rs. 5/- each for the Financial Year ended 31st March 2016.
- (c) Approved and taken on record the Company's Audited Standalone and Consolidated Financial Results for the Financial Year ended 31st March 2016 pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) regulations, 2015.


We now send herewith the following:

- i. Audited Standalone and Consolidated Financial Results in the prescribed format duly signed by a Wholetime Director of the Company.
- ii. A copy each of the Report of the Auditors on Standalone and Consolidated Financial Statements respectively.

In connection with the above, we hereby declare in terms of Clause 4.1 of the Circular No. CIR/CFD/CMD/56/2016 issued by the Securities and Exchange Board of India on 27th May,2016, that the Auditors of the Company have furnished their Audit Report in respect of the aforesaid Financial results with un-modified opinion

Please acknowledge receipt.

Yours faithfully,
McLEOD RUSSEL INDIA LIMITED


(A. GUHA SARKAR)
**SENIOR VICE PRESIDENT &
COMPANY SECRETARY**

Encl:
/nr.

Registered Office :

McLEOD RUSSEL INDIA LIMITED

Corporate Identity Number (CIN) : L51109WB1998PLC087076
FOUR MANGOE LANE, SURENDRA MOHAN GHOSH SARANI, KOLKATA - 700 001
TELEPHONE : 033-2210-1221, 2248-9434 / 35, FAX : 91-33-2248-8114 / 6265
E-mail : administrator@mcleodrussel.com Website : www.mcleodrussel.com



A Williamson Magor Group Enterprise

MCLEOD RUSSEL INDIA LIMITED

Registered Office: 4, Mangoe Lane, Kolkata - 700001

Web : www.mcleodrussel.com, Email id : administrator@mcleodrussel.com, Phone no: 033-2210-1221

CIN : L51109WB1998PLC087076

**AUDITED FINANCIAL RESULTS FOR THE
YEAR ENDED MARCH 31, 2016**

Rs. Lakhs

Particulars	Standalone Quarter ended 31st			Standalone financial year ended 31st March		Consolidated financial year ended 31st March	
	March 2016	December 2015	March 2015	2016	2015	2016	2015
	Reviewed	Reviewed	Reviewed				
1. Income from Operations							
a) Net Sales/Income from Operations	31242	50157	30786	148308	136771	190014	162529
b) Other Operating Income	490	871	341	2371	2059	2618	2066
Total Income from Operations	31732	51028	31127	150679	138830	192632	164595
2. Expenses							
a) Cost of Green Leaf consumed (Note 4)	1203	4607	760	24885	23404	32950	30770
b) Purchase of Tea	-	-	-	-	-	3765	527
c) Changes in inventories of finished goods and stock-in-trade	27887	8912	27938	(963)	(2262)	414	(4613)
d) Employee Benefits Expense	17438	16641	12825	68271	56335	75386	63478
e) Power and Fuel	1939	4694	1690	18483	17717	21613	20883
f) Consumption of Stores and Spare Parts	832	1173	1269	6781	6465	9028	9054
g) Freight, Shipping and Selling Expenses	1699	2289	1739	7842	7252	10206	9030
h) Depreciation and Amortisation	1527	1538	1169	6066	6027	8220	7675
i) Other Expenditure	3541	4833	5135	17215	17304	22609	22545
Total Expenses	56066	44687	52525	148580	132242	184191	159349
3. Profit/(Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	(24334)	6341	(21398)	2099	6588	8441	5246
4. Other Income	3457	2208	1413	9640	5397	9016	4471
5. Profit/(Loss) from Ordinary Activities before Finance Costs and Exceptional Items (3+4)	(20877)	8549	(19985)	11739	11985	17457	9717
6. Finance Costs	2559	2851	1632	10151	6609	10981	7190
7. Profit/(Loss) from Ordinary Activities after Finance Costs but before Exceptional Items (5-6)	(23436)	5698	(21617)	1588	5376	6476	2527
8. Exceptional Items (Note 5)	115	-	59	115	59	213	56
9. Profit/(Loss) from Ordinary Activities before Tax (7-8)	(23551)	5698	(21676)	1473	5317	6263	2471
10. Tax Expense							
-Current Tax	1200	-	1200	1200	1200	2735	1663
-MAT Credit Entitlement (Net)	616	-	188	616	188	616	188
-Provision/(Write back) relating to earlier years	(1063)	-	(585)	(1063)	(585)	(1063)	(589)
-Fringe Benefit Tax write back relating to earlier years	-	-	(350)	-	(350)	-	(350)
-Deferred Tax	(737)	-	(1334)	(737)	(1334)	(484)	(1845)
11. Net Profit/(Loss) from Ordinary Activities after Tax (9-10)	(23567)	5698	(20795)	1457	6198	4459	3404
12. Extraordinary Items	-	-	-	-	-	-	-
13. Net Profit/(Loss) for the period (11-12)	(23567)	5698	(20795)	1457	6198	4459	3404
14. Share of Associates' Loss	-	-	-	-	-	27	83
15. Minority Interest	-	-	-	-	-	702	204
16. Net Profit/(Loss) after Taxes, Minority Interest and Share of Loss of Associates	(23567)	5698	(20795)	1457	6198	3730	3117
17. Paid-up Equity Share Capital: Face Value : Rs. 5/- per share	5473	5473	5473	5473	5473	5473	5473
18. Reserves and Surplus (excluding Revaluation Reserve)	-	-	-	126610	127411	148436	147834
19. Earnings per Share before and after Extraordinary Items (Rs.)							
a) Basic	(21.53)	5.21	(19.00)	1.33	5.66	3.41	2.85
b) Diluted	(21.53)	5.21	(19.00)	1.33	5.66	3.41	2.85
B. INVESTOR COMPLAINTS	3 months ended 31st March 2016						
Pending at the beginning of the quarter	2						
Received during the quarter	5						
Disposed of during the quarter	7						
Remaining unresolved at the end of the quarter	Nil						



SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

	Rs. Lakhs			
	Standalone financial year ended 31st March		Consolidated financial year ended 31st March	
	2016	2015	2016	2015
Segment Revenue				
India			150431	138714
Vietnam			9036	5153
Uganda			17613	15675
Rwanda			9947	3464
Other non-reportable segment			5605	1589
Total			192632	164595
Segment Results				
India			4106	7284
Vietnam			(1108)	(671)
Uganda			3913	(508)
Rwanda			3934	865
Other non-reportable segment			1064	151
Total			11909	7121
Less :				
Finance Costs (Net of Interest Income)			3889	3489
Other Unallocable Expenditure - net of Income			1544	1105
Exceptional Items			213	56
Total Profit before Tax			6263	2471
Capital Employed (Segment Assets less Segment Liabilities)				
India			124947	122262
Vietnam			12241	13171
Uganda			15526	14917
Rwanda			8186	9136
Other non-reportable segment			2973	2043
		Refer Note 3		



Notes :

1. Statement of Assets and Liabilities

	Standalone financial year ended 31st March		Rs. Lakhs Consolidated financial year ended 31st March	
	2016	2015	2016	2015
	A. EQUITY AND LIABILITIES			
1. Shareholders' Funds				
Share Capital	5473	5473	5473	5473
Reserves and Surplus	182185	183251	204011	203674
	187658	188724	209484	209147
2. Minority Interest			1817	2405
3. Non-current liabilities				
Long - term Borrowings	21613	12000	32598	26331
Deferred Tax Liabilities (net)	1529	2267	3066	3711
Long - term Provisions	2975	3353	2980	3362
	26117	17620	38653	33404
4. Current Liabilities				
Short-term Borrowings	39043	25437	42427	28184
Trade Payables	11232	8806	13596	12391
Other Current Liabilities	14187	10996	20439	14649
Short-term Provisions	8034	8555	8930	8676
	72496	53794	85392	63900
TOTAL	286271	260138	335346	308856
B. ASSETS				
1. Non-Current Assets				
Fixed Assets				
Tangible Assets	162709	158885	184602	182184
Intangible Assets	2538	2895	34387	34336
Capital Work-in-Progress	5895	4263	7222	6302
Non-Current Investments	23811	23926	950	1190
Long Term Loans and Advances	11285	14860	11384	15031
Other Non-Current Assets	195	195	1455	1258
	206433	205024	240000	240301
2. Current Assets				
Inventories	16602	15507	24980	25862
Trade Receivables	5843	6565	11010	8765
Cash and Cash Equivalents	992	788	4610	4342
Short Term Loans and Advances	47285	28609	45820	25656
Other Current Assets	9116	3645	8926	3930
	79838	55114	95346	68555
TOTAL	286271	260138	335346	308856

- The Board of Directors has recommended a dividend of Rs. 2/- per share.
- Segments have been identified in line with the accounting standard 17 taking into account the different political and economic environment, risks and returns. These have been identified as India, Vietnam, Uganda and Rwanda. However, on standalone basis the Company, being engaged in manufacture of Tea in India, is regarded as single segment.
- Value of consumption of raw materials represents only Green Leaf purchased from third parties.
- Exceptional Items represent provision / reversal for diminution in carrying amount, other than temporary, of investments.
- The figures of last quarter for the current year and for the previous year are the balancing figures between the audited figures in respect of the full financial year ended 31st March and the unaudited published year-to-date figures upto the third quarter ended 31st December which was subject to limited review.
- Figures for the previous period have been regrouped / rearranged, wherever necessary.
- The above statement has been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meeting held on May 30, 2016.
- The Auditors' reports on standalone as well as consolidated financial statements are unmodified.

Kolkata
May 30, 2016



McLeod Russel India Limited

K. K. Baheti
K. K. Baheti
Wholesale Director & CFO

Price Waterhouse

Chartered Accountants

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF McLEOD RUSSEL INDIA LIMITED

Report on the Standalone Financial Statements

1. We have audited the accompanying standalone financial statements of McLeod Russel India Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements to give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these standalone financial statements based on our audit.
4. We have taken into account the provisions of the Act and the Rules made thereunder including the accounting standards and matters which are required to be included in the audit report.
5. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

Price Waterhouse, Plot No. Y 14, Block EP, Sector V, Salt Lake Electronic Complex, Bidhan Nagar, Kolkata - 700 091
T: +91 (33) 2357 9260, +91 (33) 2357 7600, F: +91 (33) 2357 7496



Price Waterhouse

Chartered Accountants

INDEPENDENT AUDITORS' REPORT
To the Members of McLeod Russel India Limited
Report on the Standalone Financial Statements
Page 2 of 3

7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2016, and its profit and its cash flows for the year ended on that date.

Emphasis of Matter

9. We draw your attention to Note 35 to the financial statements regarding total remuneration paid/payable to the managing director and three whole-time directors of the Company aggregating Rs 1089.16 lakhs for the year ended March 31, 2016 which is in excess of the limits specified in Schedule V read with Section 197 of the Companies Act, 2013, and as approved by the shareholders of the Company and for which approval from the Central Government is awaited. Our opinion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

10. As required by 'the Companies (Auditor's Report) Order, 2016', issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order.
11. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.



Price Waterhouse

Chartered Accountants

INDEPENDENT AUDITORS' REPORT

To the Members of McLeod Russel India Limited

Report on the Standalone Financial Statements

Page 3 of 3

- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure A.
- (g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
 - i. The Company has disclosed the impact, if any, of pending litigations as at March 31, 2016, on its financial position in its standalone financial statements – Refer Note 32;
 - ii. The Company has long-term contracts including derivative contracts as at March 31, 2016 for which there were no material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended March 31, 2016.

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants



Prabal Kr. Sarkar
Partner
Membership Number: 52340

Kolkata
May 30, 2016

Price Waterhouse

Chartered Accountants

Annexure A to Independent Auditors' Report

Referred to in paragraph 11 (f) of the Independent Auditors' Report of even date to the members of McLeod Russel India Limited on the standalone financial statements for the year ended March 31, 2016.

Page 1 of 2

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act

1. We have audited the internal financial controls over financial reporting of McLeod Russel India Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



