

INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF DIRECTORS OF IFB INDUSTRIES LIMITED

1. We have audited the accompanying Statement of Consolidated Financial Results of **IFB INDUSTRIES LIMITED** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the year ended 31 March 2019 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Board of Directors, has been compiled from the related consolidated financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder ("Ind AS") and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such consolidated financial statements.
3. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Parent's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Parent's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

4. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
 - a. includes the results of the following entities:
 - (i) **Trishan Metals Private Limited**
 - (ii) **Global Automotive & Appliances Pte. Limited. And its subsidiary Thai Automotive & Appliance Limited.**
 - b. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and



**Deloitte
Haskins & Sells**

- c. gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit, Total comprehensive income and other financial information of the Group for the year ended 31 March 2019.
5. The Statement includes the results for the Quarter ended 31 March 2019 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Firm Registration No. 302009E)



Abhijit Bandyopadhyay
Partner
(Membership No. 054785)

Bengaluru, 29 May 2019

IFB INDUSTRIES LIMITED
CIN: L51109WB1974PLC029637
REGISTERED OFFICE: 14, TARATOLLA ROAD, KOLKATA-700088
STATEMENT OF CONSOLIDATED FINANCIAL RESULTS



Particulars	Quarter ended		Year ended	
	31.03.2019		31.03.2018	
	Audited(@)	Unaudited	Audited(@)	Audited
1 Revenue from operations	65,336	70,095	54,299	265,915
2 Other income	675	374	671	1,266
3 Total income (1+2)	66,011	70,469	54,970	267,181
4 Expenses				
(a) Cost of materials consumed	26,486	34,778	22,857	112,910
(b) Purchases of stock-in-trade	13,850	9,705	11,908	48,744
(c) Changes in inventories of finished goods, stock-in-trade and work-in progress	(611)	(328)	(5,418)	(4,850)
(d) Excise duty on sale of goods	-	-	-	-
(e) Employee benefits expense	6,723	6,666	5,285	26,383
(f) Finance costs	216	185	135	723
(g) Depreciation and amortisation expense	1,535	1,408	1,393	5,755
(h) Other expenses	17,273	15,898	15,790	70,039
Total expenses	65,472	68,312	51,950	259,704
5 Profit before exceptional items and tax (3-4)	539	2,157	3,020	7,477
6 Exceptional items (Refer Note 4)	-	-	-	1,935
7 Profit before tax (5+6)	539	2,157	3,020	9,412
8 Tax expense				
(a) Current tax	251	525	1,191	2,919
(b) Deferred Tax	(220)	(177)	(146)	(69)
9 Profit for the year/period (7-8)	508	1,809	1,975	7,108
10 Other comprehensive income				
A (i) Items that will not be reclassified to profit or loss	116	(223)	(55)	(552)
(ii) Income tax relating to items that will not be reclassified to profit or loss	(38)	77	16	193
B (i) Items that will be reclassified to profit or loss	10	(98)	118	110
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
Total other comprehensive income	88	(244)	79	(249)
11 Total comprehensive income for the year/period (9+10)	596	1,565	2,054	6,859
Profit for the year/period				
Attributable to:				
Owners of the parent	553	1,851	2,037	7,295
Non-controlling interests	(45)	(42)	(62)	(187)
Total comprehensive income for the year/period				
Attributable to:				
Owners of the parent	638	1,608	2,120	7,831
Non-controlling interests	(42)	(43)	(66)	(173)
Paid-up equity share capital (Face Value - Rs. 10/- each)	4,128	4,128	4,128	4,128
12 Other Equity				
13 Earnings per share (of Rs. 10/-each) - Basic and Diluted * - In Rs.	1.36	4.57	5.03	50.665
14				19.98

* Figures for quarters are not annualised

@ The figures for the 3 months ended 31.03.2019 and corresponding 3 months ended 31.03.2018 are the balancing figures between the audited figures in respect of the full financial year and the reviewed year to date figures upto the third quarter of the respective financial years

SEGMENT WISE CONSOLIDATED REVENUE, RESULTS, ASSETS AND LIABILITIES

Rs. in lacs

Particulars	31.03.2019		Quarter ended 31.12.2018		31.03.2018		Year ended 31.03.2019		31.03.2018	
	Audited(@)		Unaudited		Audited(@)		Audited		Audited	
1 Segment Revenue										
(a) Home appliances	51,245	56,196	42,539	181,102	211,257	181,102				
(b) Engineering	12,304	11,847	10,592	39,966	47,658	39,966				
(c) Others	3,207	3,238	2,104	7,711	12,420	7,711				
Total	66,756	71,281	55,235	228,779	271,335	228,779				
Less: Inter-segment revenue	1,420	1,186	936	2,593	5,420	2,593				
Revenue from operations	65,336	70,095	54,299	226,186	265,915	226,186				
2 Segment Results - Profit before interest and tax										
(a) Home appliances	(184)	2,014	2,206	9,672	5,834	9,672				
(b) Engineering	1,290	1,043	1,267	3,944	6,708	3,944				
(c) Others	13	(33)	(127)	(255)	(173)	(255)				
Total	1,119	3,024	3,346	13,361	12,369	13,361				
Less:										
(i) Finance costs	216	185	135	544	723	544				
(ii) Eliminations	19	49	14	34	94	34				
(iii) Other un-allocable expenditure net off un-allocable income	345	633	177	1,269	2,140	1,269				
Total profit before tax	539	2,157	3,020	11,514	9,412	11,514				
3 Segment Assets										
(a) Home appliances	85,043	85,027	72,141	72,141	85,043	72,141				
(b) Engineering	29,704	28,673	26,219	26,219	29,704	26,219				
(c) Others	5,774	5,405	4,368	4,368	5,774	4,368				
(d) Unallocable assets	6,312	12,731	9,037	9,037	6,312	9,037				
Total Segment Assets	126,833	131,836	111,765	111,765	126,833	111,765				
4 Segment Liabilities										
(a) Home appliances	47,116	52,252	41,065	41,065	47,116	41,065				
(b) Engineering	8,567	8,476	9,553	9,553	8,567	9,553				
(c) Others	5,129	4,168	2,975	2,975	5,129	2,975				
(d) Unallocable liabilities	3,975	5,490	2,920	2,920	3,975	2,920				
Total Segment Liabilities	64,787	70,386	56,513	56,513	64,787	56,513				

@ The figures for the 3 months ended 31.03.2019 and corresponding 3 months ended 31.03.2018 are the balancing figures between the audited figures in respect of the full financial year and the reviewed year to date figures upto the third quarter of the respective financial years.



CONSOLIDATED BALANCE SHEET

Rs. in lacs

Particulars	As at 31.03.2019	As at 31.03.2018
	Audited	Audited
Assets		
1. Non-current assets		
(a) Property, plant and equipment	30,555	31,173
(b) Capital work-in-progress	1,848	271
(c) Investment property	11	11
(d) Goodwill on consolidation	2,330	943
(e) Other intangible assets	2,866	1,739
(f) Intangible assets under development	581	447
(g) Financial assets		
(i) Loans	56	54
(ii) Others	1,137	893
(h) Income tax assets (net)	846	290
(i) Other non-current assets	4,598	2,566
2. Current assets		
(a) Inventories	40,391	31,907
(b) Financial assets		
(i) Investments	2,726	9,267
(ii) Trade receivables	24,829	18,749
(iii) Cash and cash equivalents	7,164	6,570
(iv) Other bank balances	2,506	211
(v) Loans	53	55
(vi) Others	157	48
(c) Other current assets	4,179	6,571
Total assets	126,833	111,765
Equity and liabilities		
Equity		
(a) Equity share capital	4,128	4,128
(b) Other equity	57,711	50,665
Non-controlling interest	207	394
Liabilities		
1. Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	614	1,341
(ii) Other financial liabilities	17	9
(b) Provisions	5,449	4,200
(c) Deferred tax liabilities (net)	1,005	865
(d) Other non-current liabilities	1,019	1,083
2. Current liabilities		
(a) Financial liabilities		
(i) Borrowings	1,460	940
(ii) Trade payables		
(A) total outstanding dues of micro enterprises and small enterprises	3,833	4,728
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	41,908	33,818
(iii) Other financial liabilities	2,119	1,601
(b) Other current liabilities	6,931	7,536
(c) Provisions	418	392
(d) Income tax liabilities (net)	14	65
Total equity and liabilities	126,833	111,765



Notes:

- 1 The consolidated financial results of IFB Industries Limited and its subsidiaries (together, "the Group") were reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on 29 May 2019. This statement is as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by circular number CIR/CFD/FAC/62/2016 dated 5 July 2016.
- 2 Goods and Services Tax (GST) has been implemented with effect from 1 July, 2017. Consequently, Central Excise, Value Added Tax (VAT), Service tax etc. have been replaced by GST, GST, VAT, Service tax etc. are not included in Revenue from operations. However, excise duty was included in Revenue from operations till 30 June 2017. Hence, revenue for year ended 31 March 2018 are not comparable with the other reported periods.
- 3 The Group has adopted new standard on revenue recognition, Ind AS 115 "Revenue from Contract with Customer" and has also appropriately evaluated its revenue recognition policy with effect from 1 January 2019. The Group has used "Modified Retrospective Approach" for transition to Ind AS 115 and thus the previous year/period numbers are not restated. The adoption of the standard did not have any material impact on the financial statements.
- 4 Exceptional item represents gain of Rs. 1,935 lacs towards Compulsory Acquisition of 1578.63 square metres of factory land etc. situated at 16/17, Visveswariah Industrial Estate, Whitefield Road, Bangalore - 560048 by Bangalore Metro Rail Corporation Limited.
- 5 The Holding company entered into business transfer agreement with Ramsons Garments Finishing Equipment Private Limited, Ramsons Udhog Private Limited and its Promoters at a consideration of Rs. 3,500 lacs to acquire the entire 'Industrial Laundry Equipment' business from above two companies. The Holding company has taken control of the business w.e.f. 18 October, 2018 (acquisition date). This is not a related party transaction.
- 6 The Group is primarily engaged in the business of fine blanked components, home appliances and cold rolled steel sheets (others). Accordingly, the Group considers the above business segment as the primary segment. These segments have been reported in the manner consistent with the internal reporting to the Board of Directors, who are the chief operating decision makers.

On behalf of the Board of Directors

Place: Bengaluru

Date : 29 May 2019




Bikram Nag
Joint Executive Chairman and Managing Director