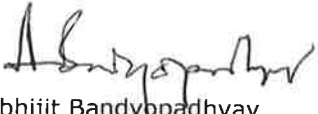


## INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM STANDALONE FINANCIAL RESULTS

### TO THE BOARD OF DIRECTORS OF IFB INDUSTRIES LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **IFB INDUSTRIES LIMITED** ("the Company") for the quarter and nine months ended 31 December, 2019 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under 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 express a conclusion on the 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

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

  
Abhijit Bandyopadhyay  
(Partner)  
(Membership No. 054785)  
UDIN: 20054785 AAAAAA 1724

Place: Kolkata  
Date: 28 January, 2020

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

Particulars	Rs. in lacs									
	31.12.2019		31.12.2018		31.12.2019		31.12.2018		31.03.2019	
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Audited
<b>1 Revenue from operations</b>	<b>69,864</b>	<b>69,246</b>	<b>66,734</b>	<b>206,576</b>	<b>191,860</b>	<b>253,779</b>				
<b>2 Other income</b>	375	250	380	837	581	1,241				
<b>3 Total Income (1+2)</b>	<b>70,239</b>	<b>69,496</b>	<b>67,114</b>	<b>207,413</b>	<b>192,441</b>	<b>255,020</b>				
<b>4 Expenses</b>										
(a) Cost of materials consumed	26,501	28,182	30,723	79,398	81,134	106,022				
(b) Purchases of stock- in- trade	6,666	9,996	9,353	30,271	33,951	47,098				
(c) Changes in inventories of finished goods, stock-in-trade and work-in progress	6,200	447	(282)	8,623	(4,077)	(4,782)				
(d) Employee benefits expense	7,338	6,974	6,432	21,424	19,032	25,505				
(e) Finance costs	276	159	147	606	394	575				
(f) Depreciation and amortisation expense	1,689	1,477	1,334	4,720	3,993	5,454				
(g) Other expenses	19,304	18,690	17,210	55,124	50,845	67,463				
<b>Total expenses</b>	<b>67,974</b>	<b>65,925</b>	<b>64,917</b>	<b>200,166</b>	<b>185,272</b>	<b>247,335</b>				
<b>5 Profit before exceptional items and tax (3-4)</b>	<b>2,265</b>	<b>3,571</b>	<b>2,197</b>	<b>7,247</b>	<b>7,169</b>	<b>7,685</b>				
<b>6 Exceptional items</b>	141	-	-	141	1,935	1,935				
<b>7 Profit before tax (5+6)</b>	<b>2,406</b>	<b>3,571</b>	<b>2,197</b>	<b>7,388</b>	<b>9,104</b>	<b>9,620</b>				
<b>8 Tax expense</b>										
(a) Current tax	445	983	525	1,934	2,668	2,905				
(b) Deferred Tax	534	426	(193)	833	(389)	(680)				
<b>9 Profit for the year/period (7 - 8)</b>	<b>1,427</b>	<b>2,162</b>	<b>1,865</b>	<b>4,621</b>	<b>6,825</b>	<b>7,395</b>				
<b>10 Other comprehensive income</b>										
A (i) Items that will not be reclassified to profit or loss	(166)	(165)	(221)	(497)	(662)	(552)				
(ii) Income tax relating to items that will not be reclassified to profit or loss	58	58	77	174	231	193				
B (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-				
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-				
<b>Total other comprehensive income</b>	<b>(108)</b>	<b>(107)</b>	<b>(144)</b>	<b>(323)</b>	<b>(431)</b>	<b>(359)</b>				
<b>11 Total comprehensive income for the year/period</b>	<b>1,319</b>	<b>2,055</b>	<b>1,721</b>	<b>4,298</b>	<b>6,394</b>	<b>7,036</b>				
<b>12 Paid-up equity share capital</b> (Face Value - Rs. 10/- each)	4,128	4,128	4,128	4,128	4,128	4,128				
<b>13 Other Equity</b>										
<b>14 Earnings Per Share (of Rs. 10/- each) -Basic and Diluted * - In Rs.</b>	3.52	5.34	4.60	11.41	16.84	57,937				18.25

\* Figures for quarters and nine months are not annualised



**SEGMENT WISE STANDALONE REVENUE, RESULTS, ASSETS AND LIABILITIES**

Particulars	Quarter ended				Nine months ended		Year ended	
	31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019		
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Audited	
<b>1 Segment Revenue</b>								
(a) Home appliances	57,607	58,587	55,739	172,746	158,806	209,227		
(b) Engineering	10,835	10,666	11,163	32,545	33,252	44,780		
(c) Motor	1,529	-	-	1,529	-	-		
<b>Total</b>	<b>69,971</b>	<b>69,253</b>	<b>66,902</b>	<b>206,820</b>	<b>192,058</b>	<b>254,007</b>		
Less: Inter-segment revenue	107	7	168	244	198	228		
<b>Revenue from operations</b>	<b>69,864</b>	<b>69,246</b>	<b>66,734</b>	<b>206,576</b>	<b>191,860</b>	<b>253,779</b>		
<b>2 Segment Results - Profit before interest and tax</b>								
(a) Home appliances	1,218	3,542	1,991	6,033	5,925	5,697		
(b) Engineering	717	750	1,043	2,388	5,426	6,695		
(c) Motor	(12)	-	-	(12)	-	-		
<b>Total</b>	<b>1,923</b>	<b>4,292</b>	<b>3,034</b>	<b>8,409</b>	<b>11,351</b>	<b>12,392</b>		
<b>Less:</b>								
(i) Finance costs	276	159	147	606	394	575		
(ii) Eliminations	(6)	15	57	16	58	57		
(iii) Other un-allocable expenditure net off un-allocable income	(753)	547	633	399	1,795	2,140		
<b>Total Profit before tax</b>	<b>2,406</b>	<b>3,571</b>	<b>2,197</b>	<b>7,388</b>	<b>9,104</b>	<b>9,620</b>		
<b>3 Segment Assets</b>								
(a) Home appliances	94,773	98,308	84,546	94,773	84,546	84,151		
(b) Engineering	32,182	26,555	26,929	32,182	26,929	27,298		
(c) Motor	3,495	-	-	3,495	-	-		
(d) Unallocable assets	19,162	9,556	15,365	19,162	15,365	8,968		
<b>Total Segment Assets</b>	<b>149,612</b>	<b>134,419</b>	<b>126,840</b>	<b>149,612</b>	<b>126,840</b>	<b>120,417</b>		
<b>4 Segment Liabilities</b>								
(a) Home appliances	62,861	57,657	52,027	62,861	52,027	46,510		
(b) Engineering	13,514	8,734	7,900	13,514	7,900	7,868		
(c) Motor	1,471	-	-	1,471	-	-		
(d) Unallocable liabilities	4,881	2,984	5,490	4,881	5,490	3,974		
<b>Total Segment Liabilities</b>	<b>82,727</b>	<b>69,375</b>	<b>65,417</b>	<b>82,727</b>	<b>65,417</b>	<b>58,352</b>		



**Notes:**

- 1 The standalone financial results were reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on 28 January 2020. This statement is as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 2 The Company is primarily engaged in business of fine blanked components, motors and home appliances. Accordingly the Company 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.

3 Effective from 1 April, 2019, the Company has adopted Ind AS 116, 'Leases'. On transition, the Company has recorded the lease liability at the present value of future lease payments discounted using the incremental borrowing rate and has also chosen to measure the right-of-use at the same value as the lease liability. The adoption of the new standard resulted in recognition of 'Right-of-use' asset and an equivalent lease liability as on 1 April, 2019. The impact of Ind AS 116 on the financial results for the nine month ended 31 December, 2019 is as under:

	Rs. in lacs	
	Nine month ended 31.12.2019	Quarter ended 31.12.2019
Decrease in 'Other expenses'	240	87
Increase in 'Depreciation and amortisation expense'	202	69
Increase in 'Finance costs'	86	33
Total decrease in 'Profit before Tax'	48	15

- 5 On 1 October, 2019, the Company acquired on a going concern, the Stamping business on a slump sale basis from IFB Automotive Private Limited (a related party) for a consideration of Rs. 3,500 lacs. The transactions is in the similar line of business of the Company and will help in consolidation and growth of Company's existing business.  
During the quarter the Company acquired certain assets of Motor business from IFB Automotive Private Limited (a related party) for a consideration of Rs. 1,000 lacs. The transactions is at arm's length basis.
- 6 Exceptional items during the quarter and the nine months ended 31 December, 2019 includes the following:-  
(a) An amount of Rs. 1298 lacs receivable from The IFBL Group Superannuation Scheme for refund of Surplus money as per the Deed of Variance dated 3 October, 2019 approved by the Commissioner of Income Tax vide order dated 30 December, 2019.  
(b) An estimated amount of Rs. 1157 lacs on account of loss of Inventory lying at a warehouse of the Company due to fire on 2 December, 2019. The Insurance claim for the same has been lodged.
- 7 Figures for the corresponding previous periods are re-arranged, wherever necessary, to conform to the figures of the current period.



Place: Kolkata

Date : 28 January 2020

On behalf of the Board of Directors

Bikram Nag

Joint Executive Chairman and Managing Director