

# Walker Chandiook & Co LLP

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## Independent Auditor's Report on Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

### To the Board of Directors of ITD Cementation India Limited

1. We have audited the standalone financial results of ITD Cementation India Limited ('the Company') for the year ended 31 December 2017, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to Note 4 to the standalone financial results regarding the figures for the quarter ended 31 December 2017 as reported in these standalone financial results, which are the balancing figures between audited standalone figures in respect of the full financial year and the published standalone year to date figures upto the end of the third quarter of the financial year. Also, the figures up to the end of the third quarter had only been reviewed and not subjected to audit. These standalone financial results are based on the standalone financial statements for the year ended 31 December 2017, prepared in accordance with the accounting principles generally accepted in India, including Indian Accounting standards ('Ind AS'), specified under Section 133 of the Companies Act, 2013 ('the Act') and published standalone year to date figures up to the end of third quarter of the financial year, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 - Interim Financial Reporting, specified under Section 133 of the Act and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, which are the responsibility of the Company's Management. Our responsibility is to express an opinion on these standalone financial results based on our audit of standalone financial statements for the year ended 31 December 2017 and our review of the standalone financial results for the nine months period ended 30 September 2017.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.



# Walker Chandiook & Co LLP

## Independent Auditor's Report on Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Cont'd)

3. In our opinion and to the best of our information and according to the explanations given to us, this standalone financial results:
- (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016 in this regard; and
  - (ii) give a true and fair view of the standalone net profit (including other comprehensive income) and other financial information in conformity with the accounting principles generally accepted in India including Ind AS specified under section 133 of the Act for the year ended 31 December 2017.
4. The Company had prepared separate standalone financial results for the year ended 31 December 2016, based on the standalone financial statements for the year ended 31 December 2016 prepared in accordance with Accounting Standards ('AS') prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) and standalone financial results for the nine months period ended 30 September 2016 prepared in accordance with the recognition and measurement principles laid down in AS 25, Interim Financial Reporting, prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) and SEBI Circular CIR/CFD/CMD/15/2015 dated 30 November 2015, and other accounting principles generally accepted in India, on which we issued auditor's report dated 21 February 2017. These standalone financial results for the year ended 31 December 2016 have been adjusted for the differences in the accounting principles adopted by the Company on transition to Ind AS, which have also been audited by us. Our opinion is not modified in respect of this matter.

Walker Chandiook & Co LLP

For Walker Chandiook & Co LLP  
Chartered Accountants  
Firm Registration No.: 001076N/N500013

  
per **Rakesh R. Agarwal**  
Partner  
Membership No. 109632

Mumbai  
22 February 2018

(₹ in Lakhs unless specified)

Sr. No.	Particulars	Three months ended	Preceding three months ended	Corresponding three months ended	Current year ended	Previous year ended
		31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016
		Unaudited (Refer note 4)	Unaudited	Unaudited (Refer note 4)	Audited	Audited
1	Income from operations	46,743.15	41,372.27	67,727.04	1,87,292.02	2,91,735.11
2	Other income	1,457.29	362.46	1,250.76	3,423.69	2,661.92
3	<b>Total Income (1+2)</b>	<b>48,200.44</b>	<b>41,734.73</b>	<b>68,977.80</b>	<b>1,90,715.71</b>	<b>2,94,397.03</b>
4	<b>Expenses</b>					
	a) Cost of materials consumed	14,439.17	10,377.16	13,914.71	54,351.72	65,536.17
	b) Subcontracting expenses	11,078.83	8,885.17	33,036.69	42,597.64	1,28,612.76
	c) Employee benefits expense	5,480.64	5,729.60	5,433.71	23,614.78	21,921.76
	d) Depreciation expense	1,453.72	1,366.58	967.61	5,520.30	4,583.49
	e) Finance costs	2,106.68	2,188.35	2,018.04	8,553.80	8,878.32
	f) Other expenses	8,107.25	10,248.60	11,251.41	41,457.94	54,967.61
	<b>Total expenses (a+b+c+d+e+f)</b>	<b>42,666.29</b>	<b>38,795.46</b>	<b>66,622.17</b>	<b>1,76,096.18</b>	<b>2,84,500.11</b>
5	<b>Profit before exceptional items and tax (3-4)</b>	<b>5,534.15</b>	<b>2,939.27</b>	<b>2,355.63</b>	<b>14,619.53</b>	<b>9,896.92</b>
6	Exceptional items (refer note 5)	2,183.94	-	-	2,183.94	-
7	<b>Profit before tax (5-6)</b>	<b>3,350.21</b>	<b>2,939.27</b>	<b>2,355.63</b>	<b>12,435.59</b>	<b>9,896.92</b>
8	<b>Tax expense/ (credit)</b>					
	(a) Current income tax	(491.43)	1,394.90	2,125.09	5,144.47	3,565.15
	(b) Deferred income tax	2,061.42	(368.27)	(957.72)	9.48	1,247.15
	<b>Total tax expense (a+b)</b>	<b>1,569.99</b>	<b>1,026.63</b>	<b>1,167.37</b>	<b>5,153.95</b>	<b>4,812.30</b>
9	<b>Profit for the period (7-8)</b>	<b>1,780.22</b>	<b>1,912.64</b>	<b>1,188.26</b>	<b>7,281.64</b>	<b>5,084.62</b>
10	<b>Other comprehensive income (OCI)</b>					
	a) Items not to be reclassified subsequently to profit or loss					
	- Profit/(loss) on fair value of defined benefit plans as per actuarial valuation	200.74	45.84	97.22	(317.16)	(219.23)
	- Income tax effect on above	(69.47)	(15.87)	(33.64)	109.77	75.88
	b) Items that will be reclassified subsequently to profit or loss					
	- Fair value change on designated cash flow hedges (net)	18.38	-	-	18.38	-
	- Impairment of investment carried at fair value	(0.26)	-	-	(0.26)	-
	- Income tax effect on above	(6.36)	-	-	(6.36)	-
	<b>Other comprehensive income/(loss) for the period, net of tax (a+b)</b>	<b>143.03</b>	<b>29.97</b>	<b>63.58</b>	<b>(195.63)</b>	<b>(143.35)</b>
11	<b>Total Comprehensive Income for the period, net of tax (9+10)</b>	<b>1,923.25</b>	<b>1,942.61</b>	<b>1,251.84</b>	<b>7,086.01</b>	<b>4,941.27</b>
12	Paid-up equity share capital (Face Value: ₹ 1 per share)	1,551.58	1,551.58	1,551.58	1,551.58	1,551.58
13	Other equity (excluding revaluation reserve)				60,176.66	53,650.88
14	Earnings per share (Face Value: ₹ 1 per share)					
	a) Basic (not annualised) in ₹	1.15	1.23	0.77	4.69	3.28
	b) Diluted (not annualised) in ₹	1.15	1.23	0.77	4.69	3.28
	<b>See accompanying notes to the standalone financial results</b>					



**Notes:**

- 1) The above standalone results have been reviewed by the Audit Committee at its meeting held on February 22, 2018 and based on the recommendation of the Audit Committee, have been approved by the Board of Directors of the Company at its meeting held on February 22, 2018.
- 2) The Board of Directors of the Company have recommended a final dividend of ₹ 0.40 per share having a face value of ₹ 1 each.
- 3) The Company has adopted Indian Accounting Standards ("Ind AS") notified by the Ministry of Corporate Affairs with effect from January 1, 2017 and accordingly these financial results have been prepared in accordance with the Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015 read with Section 133 of the Companies Act, 2013, (the 'Act') and other relevant provisions of the Act. The date of transition is January 01, 2016. The impact of transition has been accounted and comparative period results have been restated accordingly. Reconciliation of the financial results to those reported under previous Generally Accepted Accounting Principles (GAAP) (hereinafter referred to as previous Indian GAAP) and Ind AS is summarized as follows:

Particulars	(₹ in Lakhs)	
	Quarter ended 31.12.2016	Year ended 31.12.2016
	(Unaudited) (refer note 4)	(Audited)
<b>Net Profit for the period under previous Indian GAAP</b>	<b>1,301.41</b>	<b>4,810.95</b>
Impact on fair valuation of financial asset	(684.02)	(684.02)
Interest Income recognised on fair valuation of financial assets	631.03	651.68
Impact of reversal of provision for expected credit loss	15.23	267.94
Re-classification of actuarial gain on defined employee benefit obligation to OCI	(97.22)	219.23
Rent expenses recognised on fair valuation of security deposits	(11.67)	(33.34)
Net gain on fair value measurement of financial liabilities	8.10	34.47
Others	(0.63)	(3.44)
Deferred tax on above adjustments (net)	26.03	(178.85)
<b>Net Profit for the period under Ind AS</b>	<b>1,188.26</b>	<b>5,084.62</b>
Other Comprehensive income/(loss) (net of tax)	63.58	(143.35)
<b>Total Comprehensive Income under Ind AS</b>	<b>1,251.84</b>	<b>4,941.27</b>

**Reconciliation of equity attributable to the shareholders of the Company as at December 31, 2016:**

Particulars	(₹ in Lakhs)
	As at 31.12.2016 (Audited)
<b>Total equity reported under previous Indian GAAP</b>	<b>55,072.53</b>
Impact of provision for expected credit loss	(613.57)
Interest Income recognised on fair valuation of financial assets	651.68
Net share of profit from unincorporated entities	2.68
Fair value measurement of financial liabilities	49.27
Rent expenses recognised on fair valuation of security deposits and corporate guarantees	(33.34)
Impact on fair valuation of financial asset	(684.02)
Proposed dividend (including dividend distribution tax) accounted in the year of Shareholder's approval	560.23
Deferred tax on above adjustments (net)	197.00
<b>Total equity under Ind AS</b>	<b>55,202.46</b>

- 4) In compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, an audit of the above results has been carried out by the Statutory Auditors.  
The figures of the quarters ended December 31, 2017 and December 31, 2016 are the balancing figures between the audited figures for the full years ended December 31, 2017 and December 31, 2016 and the unaudited published year to date figures up to the period ended September 30, of the respective years.
- 5) Exceptional items for the quarter and year ended December 31, 2017, represent write off of non-current trade receivables and non-current other financial assets amounting to ₹ 11,232.17 lakhs and write back of provisions no longer required in respect of a project amounting to ₹ 9,048.23 lakhs.
- 6) Subsequent to December 31, 2017, the Company has issued 16,629,684 equity shares of ₹ 1 each, at an issue price of ₹ 202.55 per equity share (of which ₹ 201.55 per share is towards securities premium) aggregating ₹ 33,683.42 lakhs to Qualified Institutional Buyers in accordance with Chapter VIII of Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 as amended and Section 42 of the Companies Act, 2013, as amended, and the rules made thereunder.
- 7) The Company is principally engaged in a single business segment viz Construction.

For and on behalf of the Board of Directors

*Adun Saraban*

Adun Saraban  
Managing Director  
DIN No. 01312769



Place : Mumbai  
Dated : February 22, 2018



8.

(₹ in Lakhs)

STANDALONE STATEMENT OF ASSETS AND LIABILITIES		
Particulars	As at 31.12.2017	As at 31.12.2016
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	40,639.68	38,181.99
Capital work-in-progress	1,673.44	560.20
Financial assets		
Investments	62.49	62.49
Trade receivables	309.00	2,863.37
Loans	225.29	248.56
Other financial assets	39.00	8,677.57
Deferred tax assets (net)	293.98	200.06
Income tax assets (net)	928.06	6,309.04
Other non-current assets	19,369.16	14,886.43
<b>Total non-current assets</b>	<b>63,540.10</b>	<b>71,989.71</b>
<b>Current assets</b>		
Inventories	11,960.46	10,991.33
Financial assets		
Investments	-	0.26
Trade receivables	22,388.38	20,535.24
Cash and cash equivalents	10,698.91	16,200.48
Other bank balances	249.91	269.11
Loans	58,426.29	17,112.11
Other financial assets	49,611.10	44,106.40
Other current assets	5,413.14	3,707.41
	<b>1,58,748.19</b>	<b>1,12,922.34</b>
<b>TOTAL ASSETS</b>	<b>2,22,288.29</b>	<b>1,84,912.05</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	1,551.58	1,551.58
Other equity	60,176.66	53,650.88
<b>Total equity</b>	<b>61,728.24</b>	<b>55,202.46</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
Borrowings	2,461.76	4,062.13
Provisions	1,110.31	902.36
<b>Total non-current liabilities</b>	<b>3,572.07</b>	<b>4,964.49</b>
<b>Current Liabilities</b>		
Financial liabilities		
Borrowings	42,238.52	29,348.43
Current maturities of long-term-borrowings	4,159.57	2,210.61
Trade payables	51,201.87	60,423.20
Other financial liabilities	6,553.55	4,175.96
Other current liabilities	50,432.32	26,605.30
Provisions	2,402.15	1,981.60
	<b>1,56,987.98</b>	<b>1,24,745.10</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,22,288.29</b>	<b>1,84,912.05</b>

See accompanying notes to the standalone financial results

