

Walker Chandlok & Co LLP

Walker Chandlok & Co LLP
16th Floor, Tower II
Indiabulls Finance Centre
S B Marg, Elphinstone (W)
Mumbai 400013
India

T +91 22 6626 2600
F +91 22 6626 2601

Independent Auditor's Review Report on Standalone Quarterly Financial Results and Year to Date 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 reviewed the accompanying statement of unaudited standalone financial results ('Statement') of ITD Cementation India Limited ('the Company') for the quarter ended 30 September 2018 and the year to date results for the period 1 January 2018 to 30 September 2018, being submitted by the Company pursuant to the requirements of 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 Statement 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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013, read with SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the 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.



Walker Chandiook & Co LLP

4. We draw attention to note 4 of the Statement regarding some employees of the Company having engaged in/participated with others in unauthorised, improper and unethical activities/practices in relation to the disposal of scrap over the last 3 years; resulting in a loss to the Company which is estimated at ₹ 365 lakhs. Based on Management assessment no adjustments are required to be made to the accompanying Statement. Our opinion is not modified in respect of this matter.

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

Rakesh R. Agarwal
Partner
Membership No. 109632

Mumbai
31 October 2018

ITD Cementation India Limited
 Regd. Office: National Plastic Building, A-Subhash Road, Paranjape B-Scheme, Vile Parle (East), Mumbai-400 057
 CIN No. L61000MH1978PLCO20435
 Tel.: +91-22-6693 1600, Fax: +91-22-6693 1627/28, E-mail: investors.relation@itdcm.co.in, Website: www.itdcm.co.in
STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED SEPTEMBER 30, 2018

(₹ in Lakhs unless specified)

Sr. No.	Particulars	Quarter ended	Preceding quarter ended	Corresponding quarter ended in the previous year	Nine months ended	Nine months ended	Previous year ended
		30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	31.12.2017
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations	41,482.91	45,232.01	41,372.27	137,037.30	140,548.87	187,292.02
2	Other income	580.94	516.11	362.46	1,913.26	1,966.40	3,423.69
3	Total Income (1+2)	42,063.85	45,748.12	41,734.73	138,950.56	142,515.27	190,715.71
4	Expenses						
	a) Cost of materials consumed	12,724.56	14,325.43	10,377.16	45,626.29	39,912.55	54,351.72
	b) Subcontracting expenses	6,997.18	11,232.27	8,885.17	28,090.78	31,518.81	42,597.64
	c) Employee benefits expense	6,245.82	6,036.66	5,729.60	18,829.34	18,134.14	23,614.78
	d) Depreciation expense	1,326.39	1,498.06	1,366.58	4,130.00	4,066.58	5,520.30
	e) Finance costs	1,407.35	1,399.46	2,188.35	4,750.03	6,447.12	8,553.80
	f) Other expenses	9,064.41	6,639.87	10,248.60	25,775.62	33,350.69	41,457.94
	Total expenses (a+b+c+d+e+f)	37,765.71	41,131.75	38,795.46	127,202.06	133,429.89	176,096.18
5	Profit before exceptional items and tax (3-4)	4,298.14	4,616.37	2,939.27	11,748.50	9,085.38	14,619.53
6	Exceptional items (refer note 3)	-	-	-	-	-	2,183.94
7	Profit before tax (5-6)	4,298.14	4,616.37	2,939.27	11,748.50	9,085.38	12,435.59
8	Tax expense/ (credit)						
	(a) Current income tax	1,864.21	2,249.53	1,394.90	4,443.46	5,635.90	5,144.47
	(b) Deferred income tax	(293.13)	(494.97)	(368.27)	(967.51)	(2,051.94)	9.48
	Total tax expense (a+b)	1,571.08	1,754.56	1,026.63	3,475.95	3,583.96	5,153.95
9	Profit for the period (7-8)	2,727.06	2,861.81	1,912.64	8,272.55	5,501.42	7,281.64
10	Other comprehensive income (OCI)						
	a) Items not to be reclassified subsequently to profit or loss						
	- Gain/(loss) on fair value of defined benefit plans as per actuarial valuation	120.28	168.82	45.84	314.57	(517.90)	(317.16)
	- Income tax effect on above	(42.03)	(59.07)	(15.87)	(109.92)	179.24	109.77
	b) Items that will be reclassified subsequently to profit or loss						
	- Fair value change on designated cash flow hedges (net)	28.09	18.79	-	65.28	-	18.38
	- Impairment of investment carried at fair value	-	-	-	-	-	(0.26)
	- Income tax effect on above	(9.81)	(6.63)	-	(22.81)	-	(6.36)
	Other comprehensive income/(loss) for the period, net of tax (a+b)	96.53	121.91	29.97	247.12	(338.66)	(195.63)
11	Total Comprehensive Income for the period, net of tax (9+10)	2,823.59	2,983.72	1,942.61	8,519.67	5,162.76	7,086.01
12	Paid-up equity share capital (Face Value: ₹ 1 per share)	1,717.88	1,717.88	1,551.58	1,717.88	1,551.58	1,551.58
13	Other equity (excluding revaluation reserve)						60,176.66
14	Earnings per share (Face Value: ₹ 1 per share)						
	a) Basic (not annualised) in ₹	1.59	1.67	1.23	4.87	3.55	4.69
	b) Diluted (not annualised) in ₹	1.59	1.67	1.23	4.87	3.55	4.69
	See accompanying notes to the unaudited standalone financial results						



Notes:

- 1) The standalone financial results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment) Rules, 2016. The above results have been reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors of the Company at their respective meetings held on October 31, 2018. The statutory auditors of the Company have carried out their limited review of the aforesaid results.
- 2) The Company is principally engaged in a single business segment viz Construction.
- 3) Exceptional items for the 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.
- 4) The Company received a complaint regarding alleged irregularities in the disposal of scrap. Based on the findings of an internal Management investigation and a separate independent external forensic investigation which was directed by the Audit Committee of the Board, some employees of the Company were found to have engaged in/participated with others in unauthorised, improper and unethical activities/practices to the detrimental of the Company including non-observance /disregard of the Company's applicable policies in relation to disposal of scrap over the last 3 years; resulting in a loss to the Company estimated at ₹ 365 lakhs. The Company will take action against these employees, including termination of their employment as directed by the Audit Committee. The Company will also take, as per the audit committees directions, steps to endeavour to recover the above loss to the extent possible. Based on Management assessment, no adjustments are however required to be made to the Company's financial results for the quarter and nine months period ended 30 September 2018.

For and on behalf of the Board of Directors



Adun Saraban
Managing Director
DIN No. 01312769

Place : Mumbai

Dated : October 31, 2018

