

**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 six months ended September 30, 2018 ("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 modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement which is the responsibility of the Company's Management and approved by the 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 issue a report on the Statement based on our review.

2. 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. 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 stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, 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 modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, 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)

Kolkata, October 29, 2018

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

Rs. in lacs

Particulars	Quarter ended			Six months ended		Year ended
	30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	31.03.2018
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1 Revenue from operations</b>	<b>65,688</b>	<b>59,229</b>	<b>60,278</b>	<b>124,917</b>	<b>113,380</b>	<b>218,865</b>
<b>2 Other income</b>	228	275	334	503	676	1,845
<b>3 Total Income (1+2)</b>	<b>65,916</b>	<b>59,504</b>	<b>60,612</b>	<b>125,420</b>	<b>114,056</b>	<b>220,710</b>
<b>4 Expenses</b>						
(a) Cost of materials consumed	28,116	20,487	24,575	48,603	41,632	88,030
(b) Purchases of stock-in-trade	11,148	13,450	7,483	24,598	19,834	38,434
(c) Changes in inventories of finished goods, stock-in-trade and work-in progress	(3,251)	(544)	3,084	(3,795)	2,383	(6,016)
(d) Excise duty on sale of goods	-	-	83	-	4,014	4,014
(e) Employee benefits expense	6,509	6,091	5,297	12,600	10,460	21,114
(f) Finance costs	138	109	110	247	223	430
(g) Depreciation and amortisation expense	1,340	1,319	1,287	2,659	2,534	5,138
(h) Other expenses	18,953	16,583	13,624	35,536	26,833	57,632
<b>Total expenses</b>	<b>62,953</b>	<b>57,495</b>	<b>55,543</b>	<b>120,448</b>	<b>107,913</b>	<b>208,776</b>
<b>5 Profit before exceptional items and tax (3-4)</b>	<b>2,963</b>	<b>2,009</b>	<b>5,069</b>	<b>4,972</b>	<b>6,143</b>	<b>11,934</b>
<b>6 Exceptional items (Refer Note 4)</b>	1,935	-	-	1,935	-	-
<b>7 Profit before tax (5+6)</b>	<b>4,898</b>	<b>2,009</b>	<b>5,069</b>	<b>6,907</b>	<b>6,143</b>	<b>11,934</b>
<b>8 Tax expense</b>						
(a) Current tax	1,510	633	1,296	2,143	1,609	3,655
(b) Deferred Tax	(156)	(40)	116	(196)	139	(46)
<b>9 Profit for the year/period (7 - 8)</b>	<b>3,544</b>	<b>1,416</b>	<b>3,657</b>	<b>4,960</b>	<b>4,395</b>	<b>8,325</b>
<b>10 Other comprehensive income</b>						
<b>A</b> (i) Items that will not to be reclassified to profit or loss	(220)	(221)	(210)	(441)	(421)	(679)
(ii) Income tax relating to items that will not be reclassified to profit or loss	77	77	73	154	146	235
<b>B</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>(143)</b>	<b>(144)</b>	<b>(137)</b>	<b>(287)</b>	<b>(275)</b>	<b>(444)</b>
<b>11 Total comprehensive income for the year/period (9+10)</b>	<b>3,401</b>	<b>1,272</b>	<b>3,520</b>	<b>4,673</b>	<b>4,120</b>	<b>7,881</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>						50,901
<b>14 Earnings Per Share (of Rs. 10/- each) -Basic and Diluted * - In Rs.</b>	8.75	3.49	9.03	12.24	10.85	20.55
* Figures for quarters and six months are not annualised						

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

Rs. in lacs

Particulars	Quarter ended			Six months ended		Year ended
	30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	31.03.2018
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1 Segment Revenue</b>						
(a) Home appliances	54,055	48,823	51,125	102,878	94,909	180,835
(b) Engineering	11,663	10,406	9,153	22,069	18,471	38,139
<b>Total</b>	<b>65,718</b>	<b>59,229</b>	<b>60,278</b>	<b>124,947</b>	<b>113,380</b>	<b>218,974</b>
Less: Inter-segment revenue	30	-	-	30	-	109
<b>Revenue from operations</b>	<b>65,688</b>	<b>59,229</b>	<b>60,278</b>	<b>124,917</b>	<b>113,380</b>	<b>218,865</b>
<b>2 Segment Results - Profit before interest and tax</b>						
(a) Home appliances	2,494	1,440	4,629	3,934	5,394	9,675
(b) Engineering	3,174	1,209	969	4,383	1,694	3,987
<b>Total</b>	<b>5,668</b>	<b>2,649</b>	<b>5,598</b>	<b>8,317</b>	<b>7,088</b>	<b>13,662</b>
<b>Less:</b>						
(i) Finance costs	138	109	110	247	223	430
(ii) Inter-segment profit	2	(1)	-	1	-	29
(iii) Other un-allocable expenditure net off un-allocable income	630	532	419	1,162	722	1,269
<b>Total Profit before tax</b>	<b>4,898</b>	<b>2,009</b>	<b>5,069</b>	<b>6,907</b>	<b>6,143</b>	<b>11,934</b>
<b>3 Segment Assets</b>						
(a) Home appliances	87,664	76,474	74,749	87,664	74,749	71,986
(b) Engineering	27,240	24,435	23,717	27,240	23,717	24,526
(c) Unallocable assets	11,999	12,560	8,702	11,999	8,702	11,688
<b>Total Segment Assets</b>	<b>126,903</b>	<b>113,469</b>	<b>107,168</b>	<b>126,903</b>	<b>107,168</b>	<b>108,200</b>
<b>4 Segment Liabilities</b>						
(a) Home appliances	54,968	45,165	44,194	54,968	44,194	41,064
(b) Engineering	8,870	8,232	9,178	8,870	9,178	9,122
(c) Unallocable liabilities	3,363	3,771	2,529	3,363	2,529	2,985
<b>Total Segment Liabilities</b>	<b>67,201</b>	<b>57,168</b>	<b>55,901</b>	<b>67,201</b>	<b>55,901</b>	<b>53,171</b>

## STANDALONE BALANCE SHEET

Rs. in lacs

Particulars	As at 30.09.2018	As at 31.03.2018
Assets	Unaudited	Audited
<b>1. Non-current assets</b>		
(a) Property, plant and equipment	26,816	27,641
(b) Capital work-in-progress	224	227
(c) Investment property	11	11
(d) Intangible assets	1,354	1,726
(e) Intangible assets under development	541	447
(f) Financial assets		
(i) Investments	3,360	3,360
(ii) Loans	61	54
(iii) Others	893	854
(g) Income tax assets (net)	451	289
(h) Other non-current assets	3,748	2,477
<b>2. Current assets</b>		
(a) Inventories	38,965	31,070
(b) Financial assets		
(i) Investments	6,789	9,267
(ii) Trade receivables	27,881	17,234
(iii) Cash and cash equivalents	8,044	6,241
(iv) Other bank balances	336	68
(v) Loans	61	55
(vi) Others	479	46
(c) Other current assets	6,889	7,133
<b>Total assets</b>	<b>126,903</b>	<b>108,200</b>
<b>Equity and liabilities</b>		
<b>Equity</b>		
(a) Equity share capital	4,128	4,128
(b) Other equity	55,574	50,901
<b>Liabilities</b>		
<b>1. Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	625	1,000
(ii) Other financial liabilities	10	9
(b) Provisions	4,421	4,197
(c) Deferred tax liabilities (Net)	820	526
(d) Other non-current liabilities	1,066	1,050
<b>2. Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	6,049	408
(ii) Trade payables		
(A) total outstanding dues of micro enterprises and small enterprises	242	191
(B) total outstanding dues of creditors other than micro enterprises and enterprises	45,116	36,448
(iii) Other financial liabilities	1,573	1,417
(b) Other current liabilities	6,915	7,473
(c) Provisions	364	387
(d) Income tax liabilities (net)	-	65
<b>Total equity and liabilities</b>	<b>126,903</b>	<b>108,200</b>

**Notes:**

- 1 The standalone unaudited financial results were reviewed by the Audit Committee on 27 October 2018 and approved at the meeting of the Board of Directors of the Company at its meeting held on 29 October 2018. This statement is as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 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 the six months period ended 30 September 2017 and year ended 31 March 2018 are not comparable with the other reported periods.
- 3 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.
- 4 The Company entered into business transfer agreement on 16 October, 2018 with Ramsons Garment 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 Company has taken control of the business w.e.f. 18 October, 2018. This is not a related party transaction.
- 5 The Company is primarily engaged in business of fine blanked components and home appliances. Accordingly the Company considers the above business segments as the primary segment.

On behalf of the Board of Directors



**Bikram Nag**

**Place: Kolkata**

**Date : 29 October 2018**

**Joint Executive Chairman and Managing Director**