

Statement of Standalone unaudited financial results for the quarter and six months ended September 30, 2017 under Ind AS

SI Particulars		Three months ended			Year to date figures for the 6 months ended		Year ended
		September 30, 2017 (unaudited)	June 30, 2017 (unaudited)	September 30, 2016 (unaudited)	September 30, 2017 (unaudited)	September 30, 2016 (unaudited)	March 31, 2017 (unaudited)
Ru. in Lakhs							
No							
	Income from Operations						
1	(a) Net Sales / Income from operations	5,095.19	5,732.52	5,960.43	11,327.71	11,822.80	22,730.20
2	(b) Other Income (Net)	2.75	29.06	19.82	22.81	25.94	40.09
3	Total Income (1+2)	5,097.94	5,761.58	5,980.15	11,350.52	11,848.74	22,770.29
	Expenses						
	a) Cost of materials consumed	3,478.43	3,582.86	3,947.27	7,061.29	7,430.25	14,508.94
	b) Changes in inventories of finished goods, work in progress and stock in trade	245.78	(135.22)	(10.30)	110.56	128.60	53.56
	c) Excise duty expense	-	239.19	238.16	239.19	457.89	899.90
	d) Employees benefits expense	274.20	261.71	247.41	535.91	473.70	987.28
	e) Finance Cost	163.00	179.02	151.73	356.02	293.40	596.31
	f) Depreciation and amortisation expense	79.84	77.89	83.37	154.44	125.58	260.22
	g) Other expenses	1,203.26	1,279.58	1,170.89	2,481.84	2,182.52	4,913.08
	Total Expenses	5,461.31	5,475.94	5,707.87	10,841.25	11,890.61	22,321.19
5	Profit before exceptional items and tax (3-4)	136.63	272.64	291.48	489.27	557.83	548.10
6	Exceptional items	-	-	-	-	-	-
7	Profit before tax (5+6)	136.63	272.64	291.48	489.27	557.83	548.10
	Tax expense						
	Current tax	52.34	99.48	86.72	151.82	172.98	195.95
	Deferred tax	8.34	(7.83)	(7.28)	0.51	(5.50)	(22.73)
	Total Tax Expenses	60.68	91.65	79.44	152.33	168.48	173.15
8	Profit for the period from continuing operations (7-8)	75.95	180.99	212.04	256.94	389.35	375.95
10	Profit / (Loss) from discontinued operations	-	-	-	-	-	(42.28)
11	Tax expense of discontinued operations	-	-	-	-	-	(13.86)
12	Profit / (Loss) from discontinued operations (after tax) (10-11)	-	-	-	-	-	(28.30)
13	Profit for the period (11+12)	75.95	180.99	212.04	256.94	389.35	347.65
14	Other comprehensive income , net of income tax						
	a) (i) Items that will not be reclassified to profit or loss	(1.42)	(1.42)	(1.42)	(2.84)	(2.84)	(5.68)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.47	0.47	0.47	0.94	0.94	1.88
	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	-	-	-	-	-	-
	Total other comprehensive income , net of income tax	(0.95)	(0.95)	(0.95)	(1.90)	(1.90)	(3.80)
11	Total comprehensive income for the period (13+14)	75.00	180.04	211.09	255.04	387.45	343.85
12	Paid-up equity share capital	502.06	502.06	502.06	502.06	502.06	502.06
	Face value per share (Rs)	10.00	10.00	10.00	10.00	10.00	10.00
13	Earning per share (Rs) (not annualised)						
	- Basic	1.51	3.60	4.32	5.12	7.38	7.49
	- Diluted	1.51	3.60	4.32	5.12	7.36	7.49

Notes:

- 1 The above quarterly results for the quarter and six months ended September 30, 2017 as reviewed and recommended by the Audit Committee of the Board, has been approved by the Board of Directors at its meeting held on November 10, 2017.
- 2 The statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. Beginning April 1, 2017, the Company has for the first time adopted Ind AS with a transition date of April 1, 2016.
- 3 Income from operations for the quarter ended September 30, 2016, June 30, 2017, half year ended September 30, 2016 and year ended March 31, 2017 have been presented inclusive of excise duty and the excise duty is presented as a separate line item in the expenditure side in the above results, as required by Schedule III applicable to Ind AS Companies. However, with the introduction of GST from July 1, 2017, no such gross up has been done for the quarter ended September 30, 2017. Accordingly, the gross income from operations are not comparable with that of the previous periods presented in the above results.
- 4 The Ind AS compliant financial results, pertaining to quarter ended September 30, 2016, six months ended September 30, 2016 and year ended March 31, 2017 have not been subject to limited review or audit. However, the management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.
- 5 The format for unaudited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with the requirements of SEBI's circular dated July 5 2016, Ind AS and Schedule III (Part I) to the Companies Act, 2013, which are applicable to companies that are required to comply with Ind AS.



6 Statement of assets and liabilities

Rs. in lakhs

Particulars	As at	As at	As at
	September 30, 2017	September 30, 2016	March 31, 2017
Assets			
Non-current assets			
Property, plant and equipment	2,792.23	2,759.24	2,915.42
Capital work in progress	-	-	-
Intangible assets	18.51	50.91	23.54
Financial Assets			
Investments	2.41	2.41	2.41
Loans	122.12	212.63	181.89
Non-current assets	2,935.27	3,025.19	3,123.26
Current assets			
Inventories	6,662.79	4,859.32	5,645.49
Financial Assets			
Trade receivables	1,772.46	1,659.57	1,469.71
Cash and cash equivalents	17.49	13.47	33.73
Bank balances other than (ii) above	8.87	-	2.29
Loans	422.89	639.19	364.45
Current assets	8,862.30	7,121.55	7,515.67
Total Assets	11,817.57	10,146.74	10,638.93
EQUITY AND LIABILITIES			
Equity			
Equity share capital	502.06	502.06	502.06
Other Equity	2,950.14	2,487.67	2,400.10
	3,052.20	2,989.73	2,902.16
Non-Current Liabilities			
Financial Liabilities			
Borrowings	927.84	785.36	1,012.00
Deferred tax liabilities (Net)	456.05	495.65	456.48
Non-Current Liabilities	1,383.89	1,281.01	1,468.48
Current liabilities			
Financial Liabilities			
Borrowings	5,833.23	4,443.41	4,802.57
Trade payables	991.99	588.96	813.80
Other current liabilities	673.44	729.09	594.59
Provisions	82.82	124.83	57.33
Current liabilities	7,381.48	5,886.00	6,268.29
Total Equity and Liabilities	11,817.57	10,146.74	10,638.93

7 The Company has organised the business into two segments viz. Food and Engineering. This reporting complies with the Ind AS segment reporting principles.

Rs. in lakhs

Particulars	Three months ended			Six months ended		Year ended
	September 30, 2017 (unaudited)	June 30, 2017 (unaudited)	September 30, 2016 (unaudited)	September 30, 2017 (unaudited)	September 30, 2016 (unaudited)	March 31, 2017 (unaudited)
Segment Revenue						
a) Food division	3,557.15	3,650.85	3,919.35	7,208.00	7,598.38	14,859.01
b) Engineering division	2,038.94	2,081.67	2,060.78	4,119.71	4,024.42	7,871.19
Revenue from operations (Net)	5,595.19	5,732.52	5,980.13	11,327.71	11,622.80	22,730.20
Segment Results						
Profit (+) / Loss (-) before tax and finance cost						
a) Food division	385.65	336.83	173.93	722.48	424.15	883.48
b) Engineering division	-66.02	110.83	268.28	44.81	427.17	253.93
Total	319.63	447.66	442.21	767.29	851.32	1,137.41
Add/Less : Finance Cost	183.00	175.02	151.73	358.02	293.49	586.31
Profit/(Loss) from continuing operations	136.63	272.64	291.48	409.27	557.83	549.10
Profit/(Loss) from discontinuing operations	-	-	-	-	-	(28.30)
Profit Before Tax	136.63	272.64	291.48	409.27	557.83	520.80
Segment Assets						
a) Food division	7,345.20	6,479.84	4,732.88	7,345.20	4,732.88	5,034.02
b) Engineering division	4,313.99	4,485.94	4,237.15	4,313.99	4,237.15	4,454.71
b) Other unallocable corporate assets	158.38	232.09	1,176.71	158.38	1,176.71	1,150.20
Total assets	11,817.57	11,197.87	10,146.74	11,817.57	10,146.74	10,638.93
Segment Liabilities						
a) Food division	5,683.12	5,714.25	5,160.48	5,683.12	5,160.48	5,489.37
b) Engineering division	2,626.20	1,963.24	1,480.90	2,626.20	1,490.90	1,790.92
b) Other unallocable corporate liabilities	456.05	426.41	495.65	456.05	495.05	456.48
Total liabilities	8,765.37	8,093.90	7,147.01	8,765.37	7,147.01	7,736.77
Capital Employed (Segment assets-Segment liabilities)						
a) Food division	1,662.08	765.59	-427.57	1,662.08	-427.57	-455.35
b) Engineering division	1,687.79	2,522.70	2,746.24	1,687.79	2,746.24	2,663.79
Total capital employed in segments	3,349.87	3,288.29	2,318.67	3,349.87	2,318.67	2,208.44
Unallocable corporate assets less corporate liabilities	-287.67	-194.32	681.06	-287.67	681.06	693.72
Total Capital Employed	3,062.20	3,103.97	2,999.73	3,062.20	2,999.73	2,902.16

8 The reconciliation of net profit or loss reported in accordance with Indian GAAP to total comprehensive income in accordance with Ind AS is given below :

Particulars	(Rupees in lakhs)		
	Quarter ended September 30, 2016	Six months ended September 30, 2016	Year ended March 31, 2017
Net Profit as per previous GAAP (Indian GAAP)	211.24	367.77	359.06
Ind AS Adjustments : Add/ (less)			
Intangible Assets de-recognized	1.27	2.54	5.09
Impact of amortised cost accounting of financial instruments	(0.80)	(1.63)	(3.11)
Depreciation impact on revalued asset	(0.88)	(1.37)	(2.07)
Remeasurement of MAT credit entitlement	-	-	(64.57)
Remeasurement of deferred tax as per Ind AS 12	-	-	29.43
Deferred Tax impacts	0.07	0.14	0.02
Total Ind AS Adjustments	-0.15	-0.32	-15.21
Total comprehensive income as per Ind AS	211.09	367.45	343.85

This reconciliation statement has been provided in accordance with circular CIR/CFD/FAC/2016 issued by SEBI dated July 5, 2016 on account of implementation of Ind AS by listed companies.

9 The reconciliation of equity reported in accordance with Indian GAAP to equity in accordance with Ind AS is given below :

Particulars	(Rupees in lakhs)	
	As at September 30, 2016	As at March 31, 2017
Total equity / shareholders' funds as per Indian GAAP	3,345.28	3,217.33
Ind AS Adjustments : Add/ (less)		
Intangible Assets De Recognised	(37.34)	(34.79)
Impact of amortised cost accounting of financial instruments	7.18	5.70
Remeasurement of deferred tax as per Ind AS 12	(325.81)	(296.38)
Deferred Tax impacts	10.42	10.30
Total Ind AS Adjustments	(345.55)	(315.17)
Total equity/ shareholders' funds as per Ind AS	2,999.73	2,902.16

This reconciliation statement has been provided in accordance with circular CIR/CFD/FAC/2016 issued by SEBI dated July 5, 2016 on account of implementation of Ind AS by listed companies.

for KLF Limited

Sudesh Jagannathan
Managing Director
DIN : 00911326

Place: Coimbatore

Date: November 10, 2017