

Walker Chandio & Co LLP

Walker Chandio & Co LLP
16th Floor, Tower II,
Indiabulls Finance Centre,
SB Marg, Elphinstone (W)
Mumbai - 400 013
India

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

Independent Auditor's Review Report on Consolidated Unaudited 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 (as amended)

To the Board of Directors of ITD Cementation India Limited

1. We have reviewed the accompanying statement of consolidated unaudited financial results ('the Statement') of ITD Cementation India Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group') and its joint ventures (refer Annexure 1 for the list of subsidiaries and joint ventures included in the Statement) for the quarter ended 30 September 2019 and the consolidated year to date results for the period 1 April 2019 to 30 September 2019, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. Attention is drawn to Note 7 to the consolidated unaudited financial results which states that the figures for the six months ended 30 September 2018 as reported in these consolidated unaudited financial results, are the balancing figures between the published consolidated unaudited financial results for the nine months ended 30 September 2018 and published consolidated unaudited financial results for the quarter ended 31 March 2018. Also, attention is drawn to the fact that the cash flow figures for the corresponding six month period ended 30 September 2018 have been approved by the Company's Board of Directors, but have not been subjected to audit or review.
2. This Statement, which is the responsibility of the Holding Company's management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), and as per the presentation requirements of SEBI Circular CIR/CFD/FAC/62/2016 dated 5 July 2016 (hereinafter referred to as 'the SEBI Circular'), 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. A review of interim financial information consists of making inquiries, primarily of persons 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 the Standards on Auditing specified under section 143(10) of the Act, 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.

We also performed procedures in accordance with the SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019 issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), to the extent applicable.



Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Gurugram, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

Walker Chandio & Co LLP is registered with limited liability with identification number AAC-2085 and its registered office at L-41 Connaught Circus, New Delhi, 110001, India



Walker Chandiok & Co LLP

4. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Act, and as per the presentation requirements of the SEBI Circular(s) and other accounting principles generally accepted in India, 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 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to the Note 3 to the accompanying Statement which describes the uncertainty related to the recoverability of current trade receivables and unbilled work-in-progress (other current assets) aggregating to ₹ 2,880.31 lakhs and ₹ 1,504.15 lakhs, respectively, outstanding as at 30 September 2019, representing receivable from a customer presently facing liquidity constraints. The management has assessed these outstanding balances as recoverable based on the progress of the discussions/negotiations with the customer and accordingly no adjustments have been made in the accompanying Statement. Our conclusion is not modified in respect of this matter.

For Walker Chandiok & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

Rakesh R. Agarwal

Partner

Membership No. 109632

UDIN: 19109632AAAKX1953

Place: Mumbai

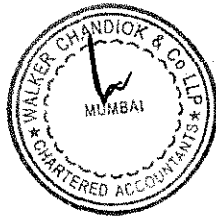
Date: 13 November 2019

Walker Chandio & Co LLP

Annexure 1

List of entities included in the Statement

Sr.	Name of the entity	Relationship
1.	ITD Cem Projects India Limited	Subsidiary
2.	ITD Cem-Maytas Consortium	Unincorporated entities (treated as subsidiary)
3.	ITD CemIndia Joint Venture	Unincorporated entities (treated as subsidiary)
4.	ITD-ITD Cem Joint Venture (Consortium of ITD-ITD Cementation)	Unincorporated entities (treated as Joint Venture)
5.	ITD-ITD Cem Joint Venture	Unincorporated entities (treated as Joint Venture)
6.	CEC-ITD-TPL Joint Venture	Unincorporated entities (treated as Joint Venture)



ITD Cementation India Limited
 Regd. Office: National Plastic Building, A-Subhash Road, Paranjape B-Scheme, Vile Parle (East), Mumbai-400 057
 CIN No. L61000MH1978PLC020435
 Tel.: +91-22-6693 1600, Fax: +91-22-6693 1627/28, E-mail: investors.relation@itdcem.co.in, Website: www.itdcem.co.in
STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2019

(₹ in Lakhs unless specified)

Sr. No.	Particulars	Quarter ended	Preceding quarter ended	Corresponding quarter ended in the previous year	Six months ended	Six months ended (Refer note 7)	Previous 15 months period ended
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations	70,911.99	70,464.04	62,038.44	1,41,376.03	1,27,325.64	3,16,506.94
2	Other income	111.23	165.45	612.70	276.68	1,182.92	2,434.02
3	Total income (1+2)	71,023.22	70,629.49	62,651.14	1,41,652.71	1,28,508.56	3,18,940.96
4	Expenses						
a)	Cost of construction materials consumed	27,411.38	26,634.96	23,013.57	54,046.34	45,451.38	1,19,555.97
b)	Subcontracting expenses	15,894.49	17,137.84	11,054.12	33,032.33	27,677.14	67,272.95
c)	Employee benefits expense	9,469.88	8,280.51	8,217.86	17,750.39	15,988.88	39,810.71
d)	Finance costs	3,152.02	3,087.57	2,439.69	6,239.59	4,666.06	12,432.31
e)	Depreciation and amortisation expense	2,368.41	2,323.64	1,593.28	4,692.05	3,444.21	8,244.86
f)	Other expenses	10,847.04	10,960.43	11,940.51	21,807.47	21,773.82	58,159.35
	Total expenses (a+b+c+d+e+f)	69,143.22	68,424.95	58,259.03	1,37,568.17	1,19,001.49	3,05,476.15
5	Profit before share of profit/(loss) of joint ventures, exceptional items and tax (3-4)	1,880.00	2,204.54	4,392.11	4,084.54	9,507.07	13,464.81
6	Share of profit/(loss) of joint ventures (net)	513.40	599.27	(41.35)	1,112.67	(439.03)	(14.55)
7	Profit before exceptional items and tax (5+6)	2,393.40	2,803.81	4,350.76	5,197.21	9,068.04	13,450.26
8	Exceptional items	-	-	-	-	-	-
9	Profit before tax (7-8)	2,393.40	2,803.81	4,350.76	5,197.21	9,068.04	13,450.26
10	Tax expense/ (credit) (Refer note 6)						
(a)	Current tax	268.80	1,430.01	1,853.92	1,698.81	4,190.84	5,420.07
(b)	Deferred tax	(45.94)	(318.31)	(239.18)	(364.25)	(750.06)	(285.65)
	Total tax expense (a+b)	222.86	1,111.70	1,614.74	1,334.56	3,440.78	5,134.42
11	Profit for the period (9-10)	2,170.54	1,692.11	2,736.02	3,862.65	5,627.26	8,315.84
12	Other comprehensive income/(loss)						
a)	(i) Items that will not be reclassified subsequently to profit or loss	56.87	(143.92)	120.28	(87.05)	289.10	(186.04)
	(ii) Tax effect on above	(28.38)	50.29	(42.03)	21.91	(101.10)	65.01
b)	(i) Items that will be reclassified subsequently to profit or loss	-	-	28.09	-	46.88	-
	(ii) Tax effect on above	-	-	(9.81)	-	(16.44)	-
	Other comprehensive income/(loss) for the period, net of tax (a+b)	28.49	(93.63)	96.53	(65.14)	218.44	(121.03)
13	Total comprehensive income for the period, net of tax (11+12)	2,199.03	1,598.48	2,832.55	3,797.51	5,845.70	8,194.81
	Net Profit for the period attributable to:						
	- Owners of the parent	2,168.44	1,667.31	2,727.00	3,835.75	5,588.77	8,187.18
	- Non-controlling interest	2.10	24.80	9.02	26.90	38.49	128.66
	Other comprehensive income/(loss) for the period attributable to:						
	- Owners of the parent	28.49	(93.63)	96.53	(65.14)	218.44	(121.03)
	- Non-controlling interest	-	-	-	-	-	-
	Total comprehensive income for the period attributable to:						
	- Owners of the parent	2,196.93	1,573.68	2,823.53	3,770.61	5,807.21	8,066.15
	- Non-controlling interest	2.10	24.80	9.02	26.90	38.49	128.66
14	Paid-up equity share capital (Face Value: ₹ 1 per share)	1,717.88	1,717.88	1,717.88	1,717.88	1,717.88	1,717.88
15	Other equity (excluding revaluation reserve)						1,00,369.37
16	Earnings per share (Face Value: ₹ 1 per share)						
a)	Basic (not annualised) in ₹	1.26	0.97	1.59	2.23	3.25	4.80
b)	Diluted (not annualised) in ₹	1.26	0.97	1.59	2.23	3.25	4.80
	See accompanying notes to the consolidated unaudited financial results						



Notes:

- 1) The consolidated unaudited financial results have been prepared in accordance with the Indian Accounting Standards ('Ind AS') as prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with Companies (Indian Accounting Standards) Rules as amended from time to time. The above consolidated unaudited financial results have been reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors of the Holding Company at their respective meetings held on 13 November 2019.
- 2) The Group is principally engaged in a single business segment viz Construction.
- 3) Current trade receivables and unbilled work-in-progress (Other current assets) of the Holding Company as at 30 September 2019 include amounts aggregating ₹ 2,880.31 lakhs and ₹ 1,504.15 lakhs, respectively, which have been outstanding from a customer presently facing liquidity constraints. The Holding Company has been actively negotiating/discussing with the customer for realization of its dues and based on the progress of the negotiation/discussion, the Holding Company is reasonably confident of their recovery.
- 4) Effective 1 April 2019, the Group has adopted Ind AS 115 – Revenue from Customers using the modified retrospective approach which is applied to contracts that were not completed as of 1 April 2019. Accordingly the comparatives have not been adjusted retrospectively. Also the adoption of Ind AS 115 did not have any material impact on recognition and measurement of revenue and related items in the consolidated unaudited financial results for the quarter and six months period ended 30 September 2019.
- 5) Effective 1 April 2019, the Group has adopted Ind AS 116, 'Leases' using the modified retrospective approach, as a result of which the comparative information is not required to be restated. On transition, the Group has recorded the lease liability at the present value of the future lease payments discounted using the incremental borrowing rate and has also chosen the practical expedient provided in the standard to measure the 'Right-of-use' asset at the same value as the lease liability, adjusted by the amount of any prepaid relating to that lease recognised in the balance sheet immediately before the date of initial application.

The adoption of the new standard resulted in the recognition of 'Right-of-use' asset amounting to ₹ 8,490.31 lakhs and corresponding lease liability of ₹ 8,248.45 lakhs as on 1 April 2019. During the quarter and six months ended 30 September 2019, the Group has recognised finance cost on lease amounting to ₹ 220.45 lakhs and ₹ 455.50 lakh, respectively, and amortisation on right-of-use assets amounting to ₹ 653.32 lakhs and ₹ 1,300.81 lakhs, respectively, which would have been recognised as rent of ₹ 737.92 lakhs and ₹ 1,476.59 lakhs respectively, based on the earlier standard.
- 6) The Holding Company and its subsidiary have elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, these companies have recognised provision for income tax for the half year ended 30 September 2019 and remeasured their deferred tax assets basis the rate prescribed in the said section. The impact of this change has been recognised in the statement of profit and loss for the half year ended 30 September 2019.
- 7) Pursuant to the change in the financial year of the Holding Company from January-December to April -March, the previous financial year was for a period of fifteen months i.e. 1 January 2018 to 31 March 2019. Accordingly in these results, quarter and six months ended 30 September 2018 is disclosed as corresponding quarter and corresponding six months of the previous period. The figures for the corresponding six months ended 30 September 2018 are the balancing figures between the published standalone unaudited financial results for the nine months ended 30 September 2018 and published standalone unaudited financial results for the quarter ended 31 March 2018.

8) Standalone unaudited financial results

Particulars	Quarter ended	Preceding quarter ended	Corresponding quarter ended in the previous year	Six months ended	Six months ended (Refer note 7)	Previous 15 months period ended
	30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
a) Income from operations	52,793.17	53,802.82	41,482.91	1,06,595.99	86,714.92	2,28,345.92
b) Profit before tax	2,376.36	2,657.15	4,298.14	5,033.51	8,914.51	13,435.84
c) Profit after tax for the period	2,168.54	1,667.55	2,727.06	3,836.09	5,588.87	8,187.40
d) Total comprehensive income for the period, net of tax	2,197.03	1,573.92	2,823.59	3,770.95	5,807.31	8,066.37

For and on behalf of the Board of Directors

Jayanta Basu
Managing Director
DIN: 08291114



Place : Mumbai

Date : 13 November 2019



Statement of unaudited Consolidated Assets and Liabilities		
Particulars	As at	As at
	30.09.2019	31.03.2019
ASSETS		
Non-current assets		
Property, plant and equipment	60,701.69	52,171.28
Capital work-in-progress	1,177.30	734.82
Intangible assets	834.16	771.99
Investments in joint ventures	57.49	57.49
Financial assets		
- Trade receivables	309.00	309.00
- Loans	705.58	238.31
Income tax assets (net)	2,450.25	1,936.33
Deferred tax assets (net)	907.43	521.27
Other non-current assets	10,925.57	11,653.58
Total non-current assets	78,068.47	68,394.07
Current assets		
Inventories	27,995.82	24,609.06
Financial assets		
- Trade receivables	45,394.15	43,650.22
- Cash and cash equivalents	7,448.51	8,953.46
- Other bank balances	1,435.08	1,917.50
- Loans	28,690.17	33,384.56
- Other financial assets	85.04	60,876.37
Other current assets	96,794.64	17,943.94
Total current assets	2,07,843.41	1,91,335.11
TOTAL ASSETS	2,85,911.88	2,59,729.18
EQUITY AND LIABILITIES		
Equity		
Equity share capital	1,717.88	1,717.88
Other equity	1,03,311.58	1,00,369.37
Total equity attributable to equity holders of the parent	1,05,029.46	1,02,087.25
Non-controlling interest	243.87	216.97
Total equity	1,05,273.33	1,02,304.22
Liabilities		
Non-current liabilities		
Financial liabilities		
- Borrowings	1,164.82	1,706.27
- Other financial liabilities	5,155.34	-
Provisions	1,674.99	1,552.51
Total non-current liabilities	7,995.15	3,258.78
Current Liabilities		
Financial liabilities		
- Borrowings	53,011.85	50,440.95
- Current maturities of long-term debts	1,095.07	1,082.24
- Trade payables		
- Total outstanding dues of micro enterprises and small enterprises	249.26	169.14
- Total outstanding dues of creditors other than micro enterprises and small enterprises	61,803.79	55,749.08
- Other financial liabilities	11,185.11	6,334.35
Other current liabilities	40,804.12	36,904.58
Provisions	2,863.16	2,805.11
Current tax liabilities (net)	1,631.04	680.73
Total current liabilities	1,72,643.40	1,54,166.18
TOTAL EQUITY AND LIABILITIES	2,85,911.88	2,59,729.18
See accompanying notes to the consolidated unaudited financial results		




(₹ in Lakhs)

Statement of unaudited Consolidated Cash Flows		
Particulars	6 months ended 30 September 2019	6 months ended 30 September 2018 (Refer note 7)
	Unaudited	Unaudited
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax	5,197.21	9,068.04
Adjustments for		
Depreciation and amortisation expense	4,692.05	3,444.21
Finance costs	6,239.59	4,666.06
Interest income	(186.48)	(1,012.91)
Profit on sale of units of mutual funds	-	(86.65)
Impairment allowance on financial assets	480.44	487.52
Share of (profit) / loss from unincorporated entities (net)	(1,112.67)	439.03
Loss on disposal of property, plant and equipment (net)	18.30	288.30
Excess provision no longer required written back	(41.05)	(137.27)
Operating profit before working capital changes	15,287.39	17,156.33
Adjustments for changes in working capital		
Increase in inventories	(3,386.76)	(4,420.77)
Increase in trade receivables	(2,235.96)	(3,320.50)
Increase in financial and other assets	(12,369.64)	(20,395.09)
Increase/(Decrease) in trade payables	6,175.88	(5,234.29)
Increase/ (Decrease) in financial and other liabilities	6,162.96	(1,447.00)
Cash generated from/(used in) operations	9,633.87	(17,661.32)
Direct taxes paid, net	(1,195.96)	(2,543.53)
Net cash generated from/(used in) operating activities	8,437.91	(20,204.85)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment (including intangible assets, capital work-in-progress, capital advances/payables)	(5,903.91)	(5,279.06)
Proceeds from disposal of property, plant and equipment	1,288.15	126.81
Purchase of units of mutual funds	-	(2,100.00)
Proceeds from sale of units of mutual funds	-	5,428.10
Proceeds from / (Investment in) bank deposits	482.42	(2,153.34)
Interest received	74.73	294.56
Net cash used in investing activities	(4,058.61)	(3,682.93)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from non-current borrowings	-	898.46
Repayment of non-current borrowings	(528.63)	(2,700.82)
Proceeds from short term borrowings (net)	2,570.91	11,717.13
Repayment of lease obligation	(1,476.59)	-
Interest and other finance charges paid	(5,621.90)	(4,660.60)
Dividend paid (including dividend distribution tax)	(828.04)	(827.33)
Net cash (used in)/ generated from financing activities	(5,884.25)	4,426.84
Net decrease in cash and cash equivalents (A + B + C)	(1,504.95)	(19,460.94)
Cash and cash equivalents at the beginning of period	8,953.46	28,715.65
Cash and cash equivalents at the end of period	7,448.51	9,254.71