

Limited Review Report**Review Report to
The Board of Directors
Centum Electronics Limited**

1. We have reviewed the accompanying statement of unaudited standalone Ind AS financial results of Centum Electronics Limited (the 'Company') for the quarter and nine months ended December 31, 2018 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular').
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS) 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015, as amended, read with the Circular is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review 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.
4. 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 the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/E300004

per Sunil Gaggar
Partner
Membership No.: 104315

Place : Bengaluru
Date : February 6, 2019



Statement of unaudited standalone results for the quarter and nine months ended December 31, 2018

Sl. No.	Particulars	(Rs. in Lakhs)					
		Quarter ended			Nine months ended		Year ended
		December 31, 2018	September 30, 2018	December 31, 2017	December 31, 2018	December 31, 2017	March 31, 2018
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
1	Income						
	(a) Revenue from operations						
	(i) Sales/Income from operations	15,322.26	10,566.32	7,355.09	33,859.01	26,088.29	35,228.36
	(ii) Other operating income	143.37	211.85	154.93	476.75	470.39	642.43
	(b) Other income						
	(i) Gain on account of foreign exchange fluctuations (net)	867.36	-	258.20	-	12.35	-
	(ii) Others	153.83	184.41	171.71	461.06	321.76	766.66
	Total income	16,486.82	10,962.58	7,939.93	34,796.82	26,892.79	36,637.45
2	Expenses						
	(a) Cost of materials consumed	7,834.97	7,750.61	7,143.94	23,554.17	18,999.13	25,573.03
	(b) Excise duty expenses	-	-	-	-	335.66	335.66
	(c) Changes in inventories of finished goods and work-in-progress	2,084.40	(1,118.70)	(1,895.07)	(1,916.73)	(945.86)	(547.85)
	(d) Employee benefits expenses	1,612.61	1,605.07	1,547.42	4,769.64	4,449.77	6,051.89
	(e) Finance costs	810.53	648.16	301.08	2,094.92	881.12	1,500.84
	(f) Depreciation and amortisation expenses	309.60	297.68	303.94	910.98	902.18	1,202.19
	(g) Loss on account of foreign exchange fluctuations (net)	-	713.36	-	640.18	-	142.93
	(h) Other expenses	1,428.98	786.92	1,109.03	3,099.77	3,158.84	4,299.69
	Total expenses	14,081.09	10,683.10	8,510.34	33,152.93	27,780.84	38,558.38
3	Profit / (Loss) before exceptional items and tax (1-2)	2,405.73	279.48	(570.41)	1,643.89	(888.05)	(1,920.93)
4	Exceptional items (Refer note 3)	-	-	-	3,288.35	-	-
5	Profit / (Loss) before tax (3 ± 4)	2,405.73	279.48	(570.41)	4,932.24	(888.05)	(1,920.93)
6	Tax expenses						
	(a) Current tax (Refer note 3)	278.37	-	(3.59)	991.40	4.16	4.16
	(b) Deferred tax (credit) / charge	(394.20)	10.87	72.02	(383.60)	166.27	256.05
7	Profit / (Loss) for the period (5± 6)	2,521.56	268.61	(638.84)	4,324.44	(1,058.48)	(2,181.14)
8	Other Comprehensive Income/(Expenses) (net of tax)						
	(a) Items that will not be reclassified to profit or loss						
	(i) Remeasurements of the net defined benefit liability	7.24	7.14	(2.35)	21.53	(7.05)	28.58
	(ii) Income tax on above	-	-	-	-	-	-
	(b) (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) Income tax on above	-	-	-	-	-	-
9	Total comprehensive income for the period (Comprising (loss) / profit and Other Comprehensive Income/(expenses) (net of tax) for the period (7±8))	2,528.80	275.75	(641.19)	4,345.97	(1,065.53)	(2,152.56)
10	Paid up equity share capital (Face value- Rs.10 per share)	1,288.11	1,288.11	1,284.04	1,288.11	1,284.04	1,286.97
11	Earnings per equity share (of Rs. 10 each):						
	(a) Basic (Rs.)	19.58	2.09	(4.98)	33.58	(8.28)	(17.02)
	(b) Diluted (Rs.)	19.55	2.08	(4.98)	33.54	(8.28)	(17.02)

Notes to the unaudited standalone financial results for the quarter and nine months ended December 31, 2018.

- Investors can view the unaudited standalone financial results of Centum Electronics Limited ("the Company") on the Company's website www.centumelectronics.com or on the websites of BSE (www.bseindia.com) or NSE (www.nse-india.com).
- The Company is an integrated business unit which addresses the Electronics System Design and Manufacturing ("ESDM") and accordingly there is only one reportable segment called ESDM in accordance with the requirement of Ind AS 108 - "Operating segments".
- During the nine months ended December 31, 2018, the Company has divested its entire 51% stake in Centum Rakon India Private Limited, a joint venture entity and realized a profit of Rs. 3,288.35 Lakhs (before tax) (Rs. 2,575.32 Lakhs, net of tax) on such sale of shares, which has been disclosed as an 'exceptional item' in the unaudited standalone financial results of the Company for the nine months ended December 31, 2018.
- The unaudited standalone financial results of the Company for the quarter and nine months ended December 31, 2018 have been reviewed by the Audit Committee in their meeting on February 06, 2019 and approved by the Board of Directors in their meeting held on February 6, 2019.
- Ind AS 115 Revenue from Contracts with Customers, mandatory for reporting periods beginning on or after April 1, 2018, replaces existing revenue recognition requirements. Under the modified retrospective approach there were no significant adjustments required to the retained earnings at April 1, 2018. Also, the application of Ind AS 115 did not have any significant impact on recognition and measurement of revenue and related items in the financial results.
- The statutory auditor's of the Company have carried out a limited review of the unaudited standalone financial results for the quarter and nine months ended December 31, 2018.

Place : Bengaluru
Date : February 6, 2019



For Centum Electronics Limited

Apparao V Mallavarapu
Chairman & Managing Director