

Auditor's Report On Quarterly and Year to Date Standalone Ind AS Financial Results of Centum Electronics Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To
Board of Directors of Centum Electronics Limited,

1. We have audited the accompanying statement of standalone Ind AS financial results of Centum Electronics Limited ('the Company') for the quarter ended March 31, 2019 and for the year ended March 31, 2019 ('the Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular'). The standalone Ind AS financial results for the quarter ended March 31, 2019 and year ended March 31, 2019 have been prepared on the basis of the standalone Ind AS financial results for the nine-month period ended December 31, 2018, the audited annual standalone Ind AS financial statements as at and for the year ended March 31, 2019, and the relevant requirements of the Regulation and the Circular, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these standalone financial results based on our review of the standalone Ind AS financial results for the nine-month period ended December 31, 2018 which was prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 Interim Financial Reporting, specified under Section 133 of the Companies Act 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; our audit of the annual standalone Ind AS financial statements as at and for the year ended March 31, 2019; and the relevant requirements of the Regulation and the Circular.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion and to the best of our information and according to the explanations given to us, these quarterly standalone Ind AS financial results as well as the year to date results:
 - i. are presented in accordance with the requirements of the Regulation read with the Circular, in this regard; and
 - ii. give a true and fair view of the net profit including other comprehensive income and other financial information for the quarter ended and for the year ended March 31, 2019.




S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

4. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2019 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2019 and the published year-to-date figures up to December 31, 2018, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under the Regulation and the Circular.

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


per Sandeep Karnani
Partner
Membership Number: 061207



Place of Signature: Bengaluru
Date: May 29, 2019

Centum Electronics Limited

Corporate Identity Number (CIN): L85110KA1993PLC013869

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Statement of standalone results for the quarter and year ended March 31, 2019

Sl. No.	Particulars	Quarter ended			Year ended	
		March 31, 2019	December 31, 2018	March 31, 2018	March 31, 2019	March 31, 2018
		Refer Note 7	(Unaudited)	Refer Note 7	(Audited)	(Audited)
		(Rs. in Lakhs)				
1	Income					
	(a) Revenue from operations					
	(i) Sales/Income from operations	15,076.15	15,322.26	9,150.08	48,935.17	35,228.36
	(ii) Other operating income	170.92	143.37	162.03	647.66	642.43
	(b) Other income					
	(i) Gain on account of foreign exchange fluctuations (net)	299.74	867.36	-	-	-
	(ii) Others	205.51	153.83	444.92	666.58	766.66
	Total income	15,752.32	16,486.82	9,757.03	50,249.41	36,637.45
2	Expenses					
	(a) Cost of materials consumed	7,812.66	7,834.97	6,573.90	31,366.83	25,573.03
	(b) Excise duty expenses	-	-	-	-	335.66
	(c) Changes in inventories of finished goods and work-in-progress	1,901.80	2,084.40	398.01	(14.93)	(547.85)
	(d) Employee benefits expenses	1,964.45	1,612.61	1,602.12	6,734.09	6,051.89
	(e) Finance costs	581.59	810.53	619.73	2,676.51	1,500.84
	(f) Depreciation and amortisation expenses	297.77	309.60	300.01	1,208.75	1,202.19
	(g) Loss on account of foreign exchange fluctuations (net)	-	-	155.28	340.44	142.93
	(h) Other expenses	1,376.12	1,428.98	1,140.85	4,475.90	4,299.69
	Total expenses	13,934.39	14,081.09	10,789.90	46,787.59	38,558.38
3	Profit / (Loss) before exceptional items and tax (1-2)	1,817.93	2,405.73	(1,032.87)	3,461.82	(1,920.93)
4	Exceptional items (Refer note 3)	-	-	-	3,288.35	-
5	Profit / (Loss) before tax (3 ± 4)	1,817.93	2,405.73	(1,032.87)	6,750.17	(1,920.93)
6	Tax expenses					
	(a) Current tax (Refer note 3)	444.83	278.37	-	1,436.23	4.16
	(b) Deferred tax (credit) / charge	(95.10)	(396.73)	89.78	(486.22)	256.05
7	Profit / (Loss) for the period (5± 6)	1,468.20	2,524.09	(1,122.65)	5,800.16	(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	26.70	7.24	35.63	48.23	28.58
	(ii) Income tax on above	(9.33)	(2.53)	-	(16.85)	-
	(c) (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))	1,485.57	2,528.80	(1,087.02)	5,831.54	(2,152.56)
10	Paid up equity share capital (Face value- Rs.10 per share)	1,288.11	1,288.11	1,286.97	1,288.11	1,286.97
11	Earnings per equity share (of Rs. 10 each):					
	(a) Basic (Rs.)	11.40	19.58	(8.76)	45.04	(17.02)
	(b) Diluted (Rs.)	11.38	19.55	(8.76)	44.98	(17.02)



Mr. A. K. Rao

Notes to the standalone financial results for the quarter and year ended March 31, 2019

1. Statement of standalone assets and liabilities

		(Rs. in lakhs)	
		March 31, 2019	March 31, 2018
		(Audited)	(Audited)
I Assets			
(1) Non-current assets			
(a)	Property, plant and equipment	9,724.55	10,425.67
(b)	Capital work-in-progress	706.45	3.88
(c)	Goodwill	363.48	363.48
(d)	Other intangible assets	167.19	151.97
(e)	Intangible asset under development	295.29	58.85
(f)	Financial assets		
(i)	Investments	4,886.97	4,876.98
(ii)	Loans	195.75	151.88
(iii)	Other non-current financial assets	2,611.80	198.78
(g)	Deferred tax assets (net)	507.67	38.30
(h)	Non-current tax assets (net)	335.36	311.02
(i)	Other non-current assets	592.87	645.39
Total		20,387.38	17,226.20
(2) Current assets			
(a)	Inventories	22,512.32	24,731.21
(b)	Financial assets		
(i)	Trade receivables	18,626.63	9,475.71
(ii)	Cash and cash equivalents	450.66	798.76
(iii)	Bank balances other than cash and cash equivalents	1,185.46	1,388.08
(iv)	Other current financial assets	1,248.40	46.24
(v)	Loans	4.79	12.50
(c)	Other current assets	1,535.15	2,102.10
Total		45,563.43	38,554.60
(3) Assets classified as held for disposal			
		-	289.24
Total assets (1+2+3)		65,950.81	56,070.04
II Equity and liabilities			
(1) Equity			
(a)	Equity share capital	1,288.11	1,286.97
(b)	Other equity	20,435.56	14,745.40
Total equity		21,723.67	16,032.37
(2) Non-current liabilities			
(a)	Financial liabilities		
(i)	Borrowings	2,376.33	2,087.34
(ii)	Other non-current financial liabilities	1.60	0.79
(b)	Government grants	183.88	-
(c)	Net non-current employee defined benefit liabilities	364.87	329.49
Total		2,926.68	2,417.62
(3) Current liabilities			
(a)	Financial liabilities		
(i)	Borrowings	16,260.39	17,782.34
(ii)	Trade payables		
	Total outstanding dues of micro enterprises and small enterprises	276.82	167.99
	Total outstanding dues other than micro enterprises and small enterprises	10,356.67	11,224.91
(iii)	Other current financial liabilities	3,125.08	1,748.92
(b)	Government grants	54.33	-
(c)	Other current liabilities	9,588.42	6,539.04
(d)	Net current employee defined benefit liabilities	59.51	39.31
(e)	Provisions	163.54	117.54
(f)	Liabilities for current tax (net)	1,415.70	-
Total		41,300.46	37,620.05
Total equity and liabilities (1+2+3)		65,950.81	56,070.04



Mr. Aftab

Notes to the standalone financial results for the quarter and year ended March 31, 2019.

- 2 Investors can view the 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).
- 3 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".
- 4 During the year ended March 31, 2019, 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 standalone financial results of the Company for the year ended March 31, 2019.
- 5 The standalone financial results of the Company for the quarter and year ended March 31, 2019 have been reviewed by the Audit Committee in their meeting on May 28, 2019 and approved by the Board of Directors in their meeting held on May 29, 2019.
- 6 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.
- 7 The figures for quarter ended March 31 of current and the previous years in the standalone Ind AS financial results are the balancing figures between the audited figures in respect of the full financial years and the unaudited published year-to-date figures for nine months ended December 31 for respective years.
- 8 The Board of Directors of the Company at their meeting held on May 29, 2019 have recommended a final dividend of Rs.4/- per equity share of Rs.10/- each for the financial year ended March 31, 2019. The said final dividend is subject to approval of the shareholders at the ensuing Annual General Meeting of the Company.

Place : Bengaluru
Date : May 29, 2019



For Centum Electronics Limited

A handwritten signature in blue ink, appearing to read "mv Appareo".

Appareo V Mallavarapu
Chairman & Managing Director