

Redington (India) Limited**Notes to Statement of Unaudited Consolidated Financial Results for the Quarter / Half-Year Ended September 30, 2015**

1. The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on October 29, 2015.
2. A Limited Review of the standalone and consolidated financial results of the Company has been carried out by the statutory auditors. A similar review of the financial results of the overseas and Indian subsidiaries and an associate and its subsidiary has been conducted by the respective statutory auditors.
3. The Company including its subsidiaries are engaged mainly in Information Technology Product distribution business besides supply chain solutions and after sales service of Information Technology Products.

Geographical segment is considered as primary segment in Consolidated Segment information since the risks and returns for the Group are affected predominantly by various countries and geographies in which the Group operates.

4. During the current Quarter,
 - a. the Company has made an additional equity investment of USD 3 Million (₹ 1,905.86 Lakhs) in its wholly-owned subsidiary Redington International Mauritius Limited.
 - b. CDW International Trading FZE, a wholly owned overseas step-down subsidiary was incorporated in UAE and is yet to commence operations.
5. A communication has been received from the wholly-owned step-down subsidiary Redington Gulf FZE that, it has entered into a definitive agreement to acquire 70% amounting to USD 5.75 million of Linkplus Bilgisayar Sistemleri Sanayi ve Ticaret AS, Turkey which is a leading distributor of Oracle in Turkey and the proposed acquisition is subject to regulatory approvals of authorities concerned.
6. During the Quarter, 11,500 equity shares of ₹2/- each, at a premium of ₹24/- per share and 32,750 equity shares of ₹2/- each, at a premium of ₹77.30 per share were allotted to employees including employees of subsidiary Companies under the ESOP Scheme, 2008. Consequently the paid up Equity Share Capital has increased by ₹ 0.89 Lakhs and Securities Premium by ₹ 28.07 Lakhs. Of options so far granted under ESOP scheme, 242,173 options (including lapsed options) were outstanding as on September 30, 2015 to be exercised later.
7. Other income for the corresponding previous Half-Year Ended September 30, 2014 includes capital profit on sale of land amounting to ₹ 1,215 Lakhs.

8. Statement of Assets and Liabilities:-

				₹ . In Lakhs	
		Standalone		Consolidated	
	Particulars	As at September 30, 2015	As at March 31, 2015	As at September 30, 2015	As at March 31, 2015
		Unaudited	Audited	Unaudited	Audited
A	EQUITY AND LIABILITIES				
1	Shareholders' funds				
	(a) Share capital	7,996	7,994	7,996	7,994
	(b) Reserves and surplus*	137,620	128,063	254,606	229,423
	Sub total -Shareholder's funds	145,616	136,057	262,602	237,417
2	Minority Interest	-	-	21,837	20,604
3	Non - current liabilities				
	(a) Long-term borrowings	-	-	5,385	10,106
	(b) Deferred tax liabilities (Net)	-	-	951	757
	(c) Long-term provisions	631	693	5,410	4,936
	Sub total - Non-current liabilities	631	693	11,746	15,799
4	Current liabilities				
	(a) Short-term borrowings	86,607	28,378	239,248	164,369
	(b) Trade payables	77,378	107,802	265,744	327,368
	(c) Other current liabilities	18,994	20,451	60,530	60,932
	(d) Short-term provisions	543	9,751	3,022	11,802
	Sub total - Current liabilities	183,522	166,382	568,544	564,471
	TOTAL	329,769	303,132	864,729	838,291
B	ASSETS				
1	Non-current assets				
	(a) Fixed assets (Including Capital Work-in progress)	9,743	10,026	21,760	21,518
	(b) Goodwill on consolidation / acquisition	-	-	7,380	7,380
	(c) Non-current investments	58,067	54,646	-	-
	(d) Deferred tax assets (net)	850	814	1,172	1,029
	(e) Long-term loans and advances	7,312	5,522	8,394	6,370
	Sub total - Non-current assets	75,972	71,008	38,706	36,297
2	Current assets				
	(a) Inventories	98,139	83,497	275,295	285,434
	(b) Trade receivables	130,843	126,762	467,144	441,899
	(c) Cash and cash equivalents	8,821	2,899	59,842	53,137
	(d) Short-term loans and advances	15,994	18,966	23,742	21,524
	Sub total - Current assets	253,797	232,124	826,023	801,994
	TOTAL	329,769	303,132	864,729	838,291
<p>*Includes Foreign currency translation reserve of ₹ 28,599 lakhs as at September 30, 2015 and ₹21,265 lakhs as at March 31, 2015 in the Consolidated Statement of Assets and Liabilities</p>					

9. The Income tax demand arising mainly on account of tax on capital gains from the transfer of Company's investment in an overseas subsidiary to another overseas step-down subsidiary raised for the accounting year ended on March 31, 2009 amounting to ₹ 129 Crores (besides interest of ₹ 78 Crores) has been nullified by the Income Tax Appellate Tribunal vide its order dated July 7, 2014.
10. During the Quarter, the Company has received an adjudication order from Common Adjudicating Authority, Mumbai disallowing the CVD notification benefit claimed under Notification Number 6/2006-CE on import of External Hard Disk Drives during the period from March 2011 to November 2012, resulting in a total demand of ₹ 2,160 Lakhs.

The Company has preferred an appeal with Customs Excise & Service Tax Appellate Tribunal (CESTAT), Mumbai against the order. Based on Counsel's view that the demand is not sustainable in law, no provision is presently considered necessary.

11. The Board of Directors at its meeting held on August 3, 2015 had approved the proposed merger of its wholly-owned Subsidiary Nook Micro Distribution Limited with the Company with effect from April 1, 2015, under a scheme of merger, subject to the sanction by the Madras High Court in respect of which an application has been made. Both National Stock Exchange of India Limited (NSE) and BSE Limited (BSE) have communicated no objection in this regard.

Pending sanction of the Scheme by the High court, the financials of the said subsidiary for the half-year have not been considered in the standalone financial results.

12. The figures of the previous periods have been regrouped wherever necessary to conform to classification of the current Quarter.
13. During the Quarter, the Company has transferred the Unclaimed Dividend of ₹0.41 Lakhs pertaining to financial year 2007-08 to the Investor Education and Protection Fund.
14. The Standalone financial results of the Company for the Quarter / Half-Year Ended September 30, 2015 have been filed with the NSE and BSE and are available in Company's website www.redingtonindia.com.

For Redington (India) Limited

**Sd/-
Raj Shankar
Managing Director**

**Place: Chennai
Date: October 29, 2015**