

Redington (India) Limited

Notes to Statement of Unaudited Standalone / Consolidated Financial Results for the Quarter Ended June 30, 2016

1. The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on July 27, 2016 and July 28, 2016 respectively.
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 Subsidiaries / Associate has been conducted by the respective statutory auditors.
3. a. The above Financial Results has been prepared in accordance with the Accounting Standards (Ind AS) as required under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules 2016. These are the Company's / Group's first Ind AS financial results and accordingly has adopted all the applicable Ind AS Standards in accordance with Ind AS 101 – First time Adoption of Indian Accounting Standards and the impact on transition has been adjusted to the Reserves as at April 1, 2015.

b. The figures of the previous periods have been restated to comply with Ind AS to make them comparable with the current period. Further figures of the previous periods have been regrouped / reclassified, wherever necessary, to conform with current period's classification.

c. The figures for the Quarter Ended March 31, 2016 are the balancing figures between the figures in respect of the full financial year ended March 31, 2016 and the year to date figures upto the third Quarter Ended December 31, 2015.
4. The Company and its Subsidiaries (collectively "Group") are engaged mainly in Information Technology Product distribution business besides supply chain solutions and after sales service business.

As per Ind AS 108 "Operating Segments", the disclosure for segments have been made in a manner consistent with internal reporting. The reporting is based on risk and rewards for the Group which are affected predominantly by the economies of various countries and geographies in which the Group operates.

5. Under previous Indian GAAP,
 - i. Actuarial Gains and Losses on employee benefits were recognized in Statement of Profit and Loss. Under Ind AS, it has to be recognized under Other Comprehensive Income.
 - ii. Dividend payable was recognized as a liability in the period to which it relates. Under Ind AS dividend to shareholders are recognized when declared by the members in a General Meeting.

6. a. Reconciliation of financial results as reported under previous Indian GAAP and Ind AS are as under:

Particulars	₹.in Lakhs					
	Standalone			Consolidated		
	Quarter Ended	Quarter Ended	Year Ended	Quarter Ended	Quarter Ended	Year Ended
	March 31, 2016	June 30, 2015	March 31, 2016	March 31, 2016	June 30, 2015	March 31, 2016
Unaudited						
Net Profit After Tax under Previous Indian GAAP	3,995	4,196	18,890	13,756	8,115	42,566
Effect on account of Merger of Nook Micro Distribution Limited (Refer Note 7)	641	(267)	-	(472)	182	-
Adjusted Net Profit After Tax under Previous Indian GAAP	4,636	3,929	18,890	13,284	8,297	42,566
Ind AS Adjustments						
Actuarial (gain) /loss on employee defined benefit funds reclassified to other comprehensive income	33	(7)	-	(31)	(39)	(39)
Effect on account of Business combinations prior to transition date	-	-	-	(62)	(36)	(172)
Tax Adjustments	(9)	2	-	12	14	21
Other Adjustments	(22)	-	(18)	(15)	(14)	(44)
Net Profit After Tax for the Period under Ind AS	4,638	3,924	18,872	13,188	8,222	42,332
Other Comprehensive income (net of tax)	(33)	9	7	137	2,539	9,381
Total Comprehensive income under Ind AS attributable to Shareholders	4,605	3,933	18,879	13,325	10,761	51,713

b. Reconciliation of Reserves as at March 31, 2016 as reported under previous Indian GAAP and Ind AS are as under:

₹. In Lakhs

Particulars	As at March 31, 2016	
	Standalone	Consolidated
	Unaudited	
Reserves as per previous Indian GAAP	135,877	270,745
Adjustments for:		
Reversal of Proposed dividend including Dividend tax	9,963	9,963
Effect on account of Business combinations prior to transition date	-	5,605
Tax Adjustments	-	21
Other Adjustments	7	(36)
Reserves as per IND AS	145,847	286,298

7. Pursuant to the Honorable High Court of Madras order dated March 11, 2016, Nook Micro Distribution Limited (Nook), an erstwhile wholly-owned Subsidiary, was amalgamated with the Company with effect from April 1, 2015. Consequently the figures for all the corresponding previous periods have been restated in the financial results.
8. During the current Quarter,
 - a) The Company's wholly-owned step-down subsidiary Redington Gulf FZE has acquired an additional 10% stake in Linkplus Bilgisayar Sistemleri Sanayi ve Ticaret AS, a value added distributor in Turkey, thereby increasing the total holdings to 80%.
 - b) Of the options so far granted under ESOP scheme, 91,258 options (including lapsed options) were outstanding as on June 30, 2016 to be exercised later.
9. Tax expense is computed based on the annual effective tax rates for Current Tax and Deferred Tax.
10. The Board of Directors at its meeting held on May 24, 2016 had approved the proposed merger of its wholly-owned Subsidiary Cadensworth (India) Limited with the Company with effect from April 1, 2016, subject to regulatory approvals. The Company has filed application with stock exchanges for their approval.

11. Subsequent to the Quarter end,

a. The Company has invested ₹ 1000.48 Lakhs in its wholly-owned Indian subsidiary ProConnect Supply Chain Solutions Limited (Proconnect).

b. Proconnect has formed a subsidiary, Rajprotim Supply Chain Solutions Limited, in the month of July, 2016, with a shareholding of 50%.

Place: Chennai
Date: July 28, 2016

For Redington (India) Limited
Sd/-
Raj Shankar
Managing Director