

Redington (India) Limited**Notes to Statement of Unaudited Standalone / Consolidated Financial Results for the Quarter / Half-Year Ended September 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 October 26, 2016 and October 27, 2016 respectively.
2. A Limited Review of the unaudited 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 Indian 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. The Group has adopted all the applicable Indian Accounting Standards in accordance with Ind AS 101 – First time Adoption of Ind AS 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.
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,
 - a. 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.
 - b. 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:

₹. In Lakhs

Particulars	Standalone			Consolidated		
	Quarter Ended	Half-Year Ended	Year Ended	Quarter Ended	Half-Year Ended	Year Ended
	September 30, 2015	September 30, 2015	March 31, 2016	September 30, 2015	September 30, 2015	March 31, 2016
	Unaudited					
Net Profit After Tax under Previous Indian GAAP	5,284	9,480	18,890	9,662	17,777	42,566
Effect on account of Merger of Nook Micro Distribution Limited (Refer Note 10)	(180)	(447)	-	135	317	-
Adjusted Net Profit After Tax under Previous Indian GAAP	5,104	9,033	18,890	9,797	18,094	42,566
Ind AS Adjustments						
Actuarial gain on employee defined benefit funds reclassified to other comprehensive income	(56)	(63)	-	(67)	(106)	(65)
Effect on account of Business combinations prior to transition date	-	-	-	(37)	(73)	(172)
Tax Adjustments	27	29	-	20	34	21
Other Adjustments	(25)	(26)	(18)	4	(10)	(17)
Net Profit After Tax under Ind AS	5,050	8,973	18,872	9,717	17,939	42,333
Other Comprehensive income (net of tax)	43	48	7	5,176	7,715	9,144
Total Comprehensive income under Ind AS attributable to Shareholders	5,093	9,021	18,879	14,893	25,654	51,477

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	-	5,578
Tax Adjustments	-	21
Other Adjustments	7	(9)
Reserves as per IND AS	145,847	286,298

7. During the current Quarter,

- a) The Company has invested ₹ 1,000.48 Lakhs in its wholly-owned Indian subsidiary ProConnect Supply Chain Solutions Limited.
- b) ProConnect Supply Chain Solutions Limited has formed a subsidiary, Rajprotim Supply Chain Solutions Limited, in the month of July 2016, with its shareholding being 50%.
- c) Ensure Middle East Technology Solutions LLC, a wholly-owned overseas step-down subsidiary was incorporated in UAE and is yet to commence operations.
- d) 35,230 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 ₹ 0.70 Lakhs and Securities Premium by ₹27.23 Lakhs. Of the options so far granted under ESOP scheme, options 80,337 (including lapsed options) were outstanding as on September 30, 2016 to be exercised later.
- e) The Company has transferred the Unclaimed Dividend of ₹ 0.54 Lakhs pertaining to financial year 2008-09 to the Investor Education and Protection Fund.

8.Statement of assets and liabilities

		₹ . In Lakhs			
Particulars	Standalone		Consolidated		
	As at September 30, 2016	As at March 31, 2016	As at September 30, 2016	As at March 31, 2016	
	Unaudited	Unaudited	Unaudited	Unaudited	
Assets					
Non-Current Assets					
Property and Equipment	10,355	9,080	20,980	19,048	
Capital work-in progress	697	1,403	697	1,425	
Other Intangible assets	29	35	27,989	28,356	
Goodwill on Consolidation / acquisition	-	-	1,724	1,724	
Non current investments	60,385	59,384	-	-	
Income tax asset (Net)	4,485	4,955	4,897	5,122	
Deferred Tax Assets (Net)	1,083	1,025	1,670	2,047	
Other Non-Current Assets	2,863	3,052	4,246	3,714	
	79,897	78,934	62,203	61,436	
Current Assets					
Inventories	1,34,282	1,48,687	3,02,518	3,76,815	
Financial assets					
Trade and other receivables	1,89,946	1,58,091	5,57,937	5,57,656	
Cash and Cash Equivalents	5,271	4,979	74,210	55,056	
Investments	-	-	935	-	
Other Current Assets	-	-	1,345	1,186	
Total Current assets	3,29,499	3,11,757	9,36,945	9,90,713	
Total Assets	4,09,396	3,90,691	9,99,148	10,52,149	
Equity and liabilities					
Shareholders' funds					
Equity Share Capital	7,997	7,996	7,997	7,996	
Other Equity	1,46,236	1,45,847	2,95,882	2,86,298	
Total Equity attributable to equity holders of the Company	1,54,233	1,53,843	3,03,879	2,94,294	
Non-Controlling interests	-	-	36,875	36,740	
Total Equity	1,54,233	1,53,843	3,40,754	3,31,034	
Non-Current Liabilities					
Deferred Tax Liabilities (Net)	-	-	99	298	
Provisions	679	688	6,764	6,224	
Total Non-current Liabilities	679	688	6,863	6,522	
Current Liabilities					
Financial Liabilities					
Trade and other payables	1,51,130	1,65,358	3,80,290	4,20,462	
Other Current liabilities	24,060	22,850	70,517	67,258	
Borrowings	79,051	47,752	1,97,684	2,23,964	
Provisions	243	200	3,040	2,909	
Total Current Liabilities	2,54,484	2,36,160	6,51,531	7,14,593	
Total Equity and Liabilities	4,09,396	3,90,691	9,99,148	10,52,149	

9. Tax expense is computed based on the annual effective tax rates for Current Tax and Deferred Tax.
10. 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.
11. The Board of Directors at its meeting held on May 24, 2016 approved the proposed merger of Cadensworth (India) Limited, a wholly-owned subsidiary with the Company with effect from April 1, 2016, under a scheme of merger, subject to the sanction by the Hon'ble Madras High Court. 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 Madras High Court, the financials of the said subsidiary as at and for the half-year ended September 30, 2016 have not been included in the Standalone Financial Results.

For Redington (India) Limited

Sd/-

**Raj Shankar
Managing Director**

**Place: Chennai
Date: October 27, 2016**