

Redington (India) Limited

Notes to Statement of Unaudited Standalone / Consolidated Financial Results for the Quarter Ended June 30, 2018

1. The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors of Redington (India) Limited (“the Company”) at their respective meetings held on July 30, 2018 and July 31, 2018.
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 have been prepared in accordance with recognition and measurement principles laid down in the Companies (Indian Accounting Standards) Rules as amended from time to time, specified under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

b. All amounts in the above results have been disclosed in ₹ crores.

c. The figures of the previous periods have been regrouped / reclassified, wherever necessary, to conform to current period’s classification.

d. The figures for the quarter ended March 31, 2018 as reported in these financial results are the balancing figures between the audited figures in respect of the full previous financial year ended March 31, 2018 and the published unaudited year to date figures up to the third quarter ended December 31, 2017.
4. The Company and its Subsidiaries (collectively referred to as “the Group”) are engaged mainly in the business of Distribution of Information Technology & Mobility products besides supply chain solutions and after sales service.

As per Ind AS 108 “Operating Segments”, the disclosure of reportable segments, “India” and “Overseas” have been made in a manner consistent with internal reporting made to the Managing Director who is the Chief Operating Decision Maker for the Group.

5. During the quarter,
 - a. The name of the step-down subsidiary in Dubai UAE, CDW International Trading FZE- is changed to CDW International Trading FZCO .
 - b. Redington Gulf FZE, Dubai UAE, has acquired an additional 10% stake in Linkplus Bilgisayar Sistemleri Sanayi ve Ticaret AS from the existing shareholder for a consideration of USD 0.90 million resulting in shareholding of 100%.

6. The Group has adopted Ind AS 115, Revenue from Contracts with Customers (which replaces earlier revenue recognition standards) with effect from April 1, 2018. The core principle of this standard is that the Group shall recognise revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services. Under Ind AS 115, the Group recognises revenue when (or as) a performance obligation is satisfied, i.e. when 'control' of the goods or services underlying the particular performance obligation is transferred to the customer.

The Group has applied Ind AS 115 retrospectively to each of the prior reporting period. Accordingly, the information presented for the quarter ended March 31, 2018, June 30, 2017 and year ended March 31, 2018 has been restated.

Upon adoption of Ind AS 115, the Group has changed the accounting policy with respect to income from supplier schemes. Income from supplier rebates were hitherto classified as part of revenue from operations. The Group has adjusted supplier rebates against purchase of traded goods.

The following table summarises the impact of transition to Ind AS 115 on the amounts reported in the earlier periods:

₹ In Crores

Particulars	Standalone			Consolidated		
	Quarter ended March 31, 2018	Quarter ended June 30, 2017	Year ended March 31, 2018	Quarter ended March 31, 2018	Quarter ended June 30, 2017	Year ended March 31, 2018
	Audited	Unaudited	Audited	Audited	Unaudited	Audited
Revenue from operations as reported in the earlier periods	3,847.41	3,528.25	15,262.58	11,314.04	9,872.35	43,459.41
Effect on adoption of Ind AS 115	(73.96)	(132.26)	(418.37)	(433.96)	(498.43)	(1,856.83)
Revenue from operations as per the above results	3,773.45	3,395.99	14,844.21	10,880.08	9,373.92	41,602.58
Purchases of traded goods as reported in the earlier periods	3,342.90	3,365.91	14,004.5	10,478.97	9,296.34	40,754.92
Effect on adoption of Ind AS 115	(73.96)	(132.26)	(418.37)	(433.96)	(498.43)	(1,856.83)
Purchase of traded goods as per the above results	3,268.94	3,233.65	13,586.13	10,045.01	8,797.91	38,898.09

The following table summarises the impact of adopting Ind AS 115 on the Group's Financial Results for the quarter ended June 30, 2018 for each of the line items affected:

₹ In Crores

Particulars	Standalone			Consolidated		
	Amounts without adoption of Ind AS 115	Impact of Ind AS 115	As reported	Amounts without adoption of Ind AS 115	Impact of Ind AS 115	As reported
Revenue from operations	3,656.74	(86.19)	3,570.55	10,739.11	(524.21)	10,214.90
Purchases of traded goods	3,525.39	(86.19)	3,439.20	10,435.10	(524.21)	9,910.89

7. The Standalone financial results of the Company for the Quarter Ended June 30, 2018 have been filed with the National Stock Exchange of India Limited (NSE) and BSE Limited (BSE) and are available in Company's website www.redingtonindia.com.

For Redington (India) Limited

Place: Chennai
Date: July 31, 2018

Raj Shankar
Managing Director