

## **Redington (India) Limited**

### **Notes to Statement of Standalone / Consolidated Financial Results for the Quarter / Year Ended March 31, 2017**

1. The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 24, 2017 and May 25, 2017 respectively.
2. 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 and in accordance with Ind AS 101 – First time Adoption of Ind AS, the impact on transition have 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 to current period's classification.  
  
c. The figures for the Quarters Ended March 31, 2017 and March 31, 2016, are the balancing figures between the audited figures in respect of the full financial years and the year to date figures upto the third Quarter of the respective financial years under Ind AS.
3. The Company and its Subsidiaries (collectively "Group") are engaged mainly in the business of Information Technology & Mobility product distribution besides supply chain solutions and after sales service.

As per Ind AS 108 "Operating Segments", the disclosure of segments has been made in a manner consistent with internal reporting.

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

Particulars	Standalone		Consolidated	
	Quarter Ended	Year Ended	Quarter Ended	Year Ended
	Mar 31,2016 (Unaudited)	Mar 31,2016 (Audited)	Mar 31,2016 (Unaudited)	Mar 31,2016 (Audited)
<b>Net Profit After Tax under Previous Indian GAAP</b>	3,995	18,890	13,756	42,566
Effect on account of Merger of Nook Micro Distribution Limited (Refer Note 7)	641	-	(472)	-
<b>Adjusted Net Profit After Tax under Previous Indian GAAP</b>	<b>4,636</b>	<b>18,890</b>	<b>13,284</b>	<b>42,566</b>
<b>Ind AS Adjustments</b>				
Actuarial gain on employee defined benefit funds reclassified to other comprehensive income	33	(1)	(15)	(65)
Effect on account of Business combinations prior to transition date	-	-	(48)	(172)
Tax Adjustments	(9)	-	2	17
Other Adjustments	(21)	(17)	(1)	6
<b>Net Profit After Tax under Ind AS attributable to Shareholders</b>	<b>4,639</b>	<b>18,872</b>	<b>13,222</b>	<b>42,352</b>
Other Comprehensive income (Net of taxes)	(22)	7	(343)	9,269
<b>Total Comprehensive income under Ind AS attributable to Shareholders</b>	<b>4,617</b>	<b>18,879</b>	<b>12,879</b>	<b>51,621</b>

₹. In Lakhs

b) Reconciliation of Other Equity 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
	<b>Audited</b>	
<b>Other Equity as per previous Indian GAAP</b>	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	-	6,221
Tax Adjustments	-	21
Other Adjustments	7	(11)
<b>Reserves as per IND AS</b>	<b>145,847</b>	<b>286,939</b>

5. During the current quarter,

- a) Redserv Business Solutions Private Limited, was incorporated in India as a subsidiary of a step-down subsidiary Redington Gulf FZE, and is yet to commence operations.
- b) Redington Distribution Company LLC, was incorporated in Egypt as a subsidiary of a step-down subsidiary Redington Egypt Ltd (Limited Liability company), and is yet to commence operations.
- c) The company made an additional investment of ₹ 499.99 lakhs in its wholly-owned Indian subsidiary ProConnect Supply Chain Solutions Limited which in turn has invested ₹ 607.99 lakhs in its subsidiary Rajprotim Supply Chain Solutions Limited.
- d) The entire holdings of ADEO Bilişim Danışmanlık Hizmetleri San. ve Tic. A.Ş. ("ADEO", a Step-down subsidiary) held by Arena Bilgisayar Sanayi ve Ticaret A.S (another Step-down subsidiary) has been sold to the existing shareholders of ADEO and a Profit of ₹331.93 lakhs has been recognized as other income in the Consolidated Financial results
- e) The Board of Directors at its meeting held on February 3, 2017 declared a special (Interim) dividend of ₹ 2 per Equity share of ₹2/- each -i.e., 100 % of face value per share.

## 6. Audited Standalone / Consolidated Balance sheet as at March 31, 2017

Particulars	₹ . In Lakhs			
	Standalone		Consolidated	
	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at March 31, 2016
	<b>Audited</b>			
<b>Assets</b>				
<b>Non-Current Assets</b>				
Property, Plant and Equipment	9,618	9,080	19,599	19,048
Capital work-in progress	50	1,403	50	1,425
Other Intangible assets	24	35	25,888	28,365
Goodwill on Consolidation / acquisition	-	-	2,116	2,350
Financial asstes				
(a) Investments in subsidiaries & associates	60,885	59,384	-	-
(b) Other financial assets	146	192	1,811	826
Income taxes (Net)	5,335	4,955	5,814	5,122
Deferred Tax Assets (Net)	599	1,025	1,382	1,741
Other Non-Current Assets	2,940	2,859	2,976	2,952
	<b>79,597</b>	<b>78,933</b>	<b>59,636</b>	<b>61,829</b>
<b>Current Assets</b>				
Inventories	152,836	148,687	337,456	376,815
Financial assets				
Investments	-	-	477	-
Trade receivables	188,985	145,847	508,725	534,454
Cash and cash equivalents	6,449	4,973	61,365	45,873
Other Bank balances	560	6	10,756	9,182
Loans	4,390	5,201	3,640	2,431
Other financial assets	563	465	10,998	8,906
Other Current Assets	4,482	6,578	11,716	12,998
<b>Total Current assets</b>	<b>358,265</b>	<b>311,757</b>	<b>945,133</b>	<b>990,659</b>
Assets held for Sale	1,851	-	1,851	-
<b>Total Assets</b>	<b>439,713</b>	<b>390,690</b>	<b>1,006,620</b>	<b>1,052,488</b>
<b>Equity and liabilities</b>				
<b>Equity</b>				
Share Capital	7,997	7,996	7,997	7,996
Other Equity	146,630	145,847	306,793	286,939
<b>Total Equity attributable to the shareholders of the Company</b>	<b>154,627</b>	<b>153,843</b>	<b>314,790</b>	<b>294,935</b>
Non-Controlling interests	-	-	36,150	36,740
<b>Total Equity</b>	<b>154,627</b>	<b>153,843</b>	<b>350,940</b>	<b>331,675</b>
<b>Liabilities</b>				
<b>Non-Current Liabilities</b>				
Provisions	777	688	6,916	6,215
<b>Total Non-current Liabilities</b>	<b>777</b>	<b>688</b>	<b>6,916</b>	<b>6,215</b>
<b>Current Liabilities</b>				
<b>Financial Liabilities</b>				
Trade payables	193,304	166,315	446,178	420,887
Borrowings	69,784	47,752	151,584	223,964
Other financial Liabilities	124	131	127	11,462
Provisions	189	201	220	232
Current tax liabilities (Net)	-	-	2,644	2,258
Other Current Liabilities	20,908	21,760	48,011	55,795
<b>Total Current Liabilities</b>	<b>284,309</b>	<b>236,159</b>	<b>648,764</b>	<b>714,598</b>
<b>Total Equity and Liabilities</b>	<b>439,713</b>	<b>390,690</b>	<b>1,006,620</b>	<b>1,052,488</b>

7. Pursuant to the Hon'ble Madras High Court's 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, as required under Ind AS, the figures for all the corresponding previous periods have been restated in the financial results.
8. Subsequent to the quarter,
  - a) A subsidiary Citrus Consulting Services FZ-LLC was incorporated under a step-down subsidiary Redington Gulf FZE and is yet to commence operations.
  - b) Redington Gulf FZE has acquired an additional 10% stake in Linkplus Bilgisayar Sistemleri Sanayi ve Ticaret AS from the existing shareholder for a consideration of USD 0.99 Mn resulting in increase in shareholding to 90%.
9. The Board of Directors has recommended a final dividend of ₹ 2.30/- per Equity share of ₹2/- each i.e., 115% of face value for the financial Year Ended March 31, 2017 (Previous Year ₹2.10 per Equity Share of ₹2/- each – i.e., 105% of face value).
10. 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 Arrangement (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.

Pursuant to the notification by the Ministry of Corporate Affairs, the petition for the approval of the Scheme filed with the Hon'ble Madras High Court has been transferred to National Company Law Tribunal (NCLT), Chennai Bench.

Pending approval of the Scheme by NCLT, the results of the said subsidiary as at and for the Year Ended March 31, 2017 have not been included in the Standalone Financial Results.
11. The Standalone financial results of the Company for the Quarter / Year Ended March 31, 2017 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](http://www.redingtonindia.com)

**For Redington (India) Limited**

**Sd/-  
Raj Shankar  
Managing Director**

**Place: Chennai  
Date: May 25, 2017**