



The Indian Hume Pipe Co. Ltd.

Registered Office : Construction House, 5, Walchand Hirachand Road, Ballard Estate, Mumbai - 400 001. INDIA
Tel. : +91-22-22618091, +91-22-40748181 • Fax : +91-22-22656863 • E-mail : info@indianhumpipe.com • Visit us at : www.indianhumpipe.com
CIN : L51500MH1926PLC001255

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2018

(₹ in Lakhs)

Sr. No.	PARTICULARS	Quarter ended			Year ended
		30-06-2018	31-03-2018	30-06-2017	31-03-2018
		Unaudited	Audited	Unaudited	Audited
		Refer Note 3	Refer Note 4		
1	Revenue				
	a. Revenue from operations	33561.04	40035.63	57659.73	155138.25
	b. Other income	60.75	70.29	69.21	259.38
	Total revenue	33621.79	40105.92	57728.94	155397.63
2	Expenses				
	a. Cost of materials consumed	2600.29	2763.71	4207.19	13623.52
	b. Purchase of traded goods	-	-	-	-
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	(459.81)	189.41	18.08	1020.66
	d. Construction expenses	24037.18	29076.23	39829.23	106496.01
	e. Manufacturing and other expenses	202.50	242.99	400.93	1400.95
	f. Employee benefit expenses	1813.38	1616.39	1769.22	6737.11
	g. Excise duty and taxes	268.18	(1083.73)	3208.91	2541.75
	h. Finance costs	1043.98	904.29	1079.77	4288.46
	i. Depreciation and amortisation expenses	245.91	293.44	249.79	1084.13
	j. Other expenses (Refer Note 7)	1241.41	2561.52	3911.47	8166.83
	Total expenses	30993.02	36564.25	54674.59	145359.42
3	Profit from ordinary activities before exceptional items (1-2)	2628.77	3541.67	3054.35	10038.21
4	Exceptional items	-	-	-	-
5	Profit from ordinary activities before tax (3+4)	2628.77	3541.67	3054.35	10038.21
6	Tax expenses				
	a. Current tax	950.00	1135.81	2165.00	4209.81
	b. Deferred tax	(19.73)	85.69	(1097.00)	(777.87)
	Total tax expenses	930.27	1221.50	1068.00	3431.94
7	Net profit from ordinary activities after tax (5-6)	1698.50	2320.17	1986.35	6606.27
8	Extraordinary items (net of tax expenses)	-	-	-	-
9	Net profit for the period (7+8)	1698.50	2320.17	1986.35	6606.27
10	Other comprehensive income				
	a. Items not to be reclassified subsequently to profit or loss				
	- Actuarial Gain/(Loss) on defined benefit plans	8.34	298.51	(40.11)	198.19
	- Gain/(Loss) on fair value of equity instruments	(0.17)	(54.98)	(5.53)	(37.69)
	- Tax impact on above adjustment	(11.61)	(103.32)	13.88	(68.59)
	b. Items to be reclassified subsequently to profit or loss	-	-	-	-
	Other comprehensive income for the period (net of tax)	(3.44)	140.21	(31.76)	91.91
11	Total comprehensive income for the period (9+10)	1695.06	2460.38	1954.59	6698.18
12	Paid-up equity share capital (Face value of ₹ 2/- each)	968.94	968.94	968.94	968.94
13	Earnings per share (of ₹ 2/- each) (*not annualised)				
	Basic and Diluted earnings per share (in ₹) (before extraordinary items)	3.51*	4.79*	4.10*	13.64
	Basic and Diluted earnings per share (in ₹) (after extraordinary items)	3.51*	4.79*	4.10*	13.64



NOTES:

- 1 The financial results of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.
- 2 The unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on August 8, 2018.
- 3 The figures for the quarter ended March 31, 2018 are the balancing figures between audited figures in respect of full financial year ended March 31, 2018 and the unaudited year to date figures upto the December 31, 2017 which were subject to limited review.
- 4 The Government of India introduced the Goods and Service Tax (GST) with effect from July 1, 2017. GST is collected on behalf of the Government and no economic benefit flows to the entity and hence Gross Revenue under GST regime is presented excluding GST as per IND AS 18 – Revenue. However, Gross Revenue under pre-GST regime included Excise Duty which is now subsumed in GST. Consequently, the figures for the quarter ended June 30, 2017 are not comparable with the other periods presented in the results.
- 5 The Company has aligned its policy of revenue recognition with Ind AS 115 'Revenue from Contracts with Customers' which is effective from April 1, 2018. Based on assessment done by management the cumulative effect of initial application of Ind AS 115 upto March 31, 2018 is not material. The results for the quarter ended June 30, 2018 have been prepared after application of Ind AS 115, the impact of which is not material.
- 6 The Company is engaged in construction activities. The margins in the quarterly results vary based on the nature, type and quantum of project work executed during the quarter. Due to this reason, quarterly results may vary in different quarters and may not be indicative of annual results.
- 7 In respect of certain 'Works Contracts' executed in earlier years in the State of Rajasthan, the Company had paid sales tax using Exemption Fee (Composition) Scheme under Rajasthan Sales Tax Law on such 'Works Contracts' based on certain rules notified under the Sales Tax Act then prevailing. The Sales Tax Department had since challenged the Company's position and claimed that such 'Works Contracts' be treated as a divisible contract and be subjected to tax component-wise and had accordingly raised a demand, which was challenged by the Company. The Company had also filed a Special Leave Petition with the Hon'ble Supreme Court, against the common final judgment Order dated February 13, 2015 passed by the Hon'ble High Court of Rajasthan. Subsequently the Hon'ble Supreme Court rejected the appeal filed by the Company by Order dated August 28, 2017. The Company, based on legal advise, has filed an application seeking recall of the said order on September 4, 2017, which is yet to be admitted. Pending admission and outcome, of the 'recall application', on a prudent basis, the Company has made a provision of ₹ 3033 lakhs against sales tax demand (including interest thereon of ₹ 2132 lakhs) under the item 2(j) in the results of the quarter ended June 30, 2017 and year ended March 31, 2018.
- 8 During the period the Company operates in one Reportable Segment namely 'Construction'. Until previous period/year the Company also operated in "Others" segment comprising selling of concrete sleepers, rifles and development of land. The Company has since discontinued the 'Rifles' business and its revenues from the existing 'Others' business does not exceed the quantitative thresholds for separate segment reporting. The entity has accordingly reorganised its internal reporting structure, whereby the Chief Operating Decision Maker (CODM) evaluates the business activities and operating results of the remaining activities under one single segment namely 'Construction'. Accordingly, in accordance with 'Ind AS 108 – Operating Segments', the segment information for "Others" segment in respect of all previous period/year reported have been regrouped under Construction segment.
- 9 Figures for the previous periods/year have been regrouped/re-classified to conform to the classification of the current period.

For THE INDIAN HUME PIPE CO. LTD.



RAJAS R DOSHI
CHAIRMAN & MANAGING DIRECTOR

Place : Mumbai
Date : August 8, 2018



**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM
FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
THE INDIAN HUME PIPE COMPANY LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **THE INDIAN HUME PIPE COMPANY LIMITED** ("the Company"), for the quarter ended June 30, 2018 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Kedar Raje
Partner
(Membership No. 102637)

MUMBAI, August 8, 2018