

**INDEPENDENT AUDITORS REPORT ON AUDIT OF INTERIM FINANCIAL RESULTS**

To  
Board of Directors of  
Cosmo Ferrites Limited

1. We have audited the accompanying Statement of Standalone Financial Results of Cosmo Ferrites Limited ("the Company"), for the three months period ended June 30, 2017 ("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 compiled from the related interim condensed standalone financial statements which has been prepaid in accordance with 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 ("Ind AS") and other accounting principles generally accepted in India. Our responsibility is to express and opinion on the Statement based on our audit of such interim condensed standalone financial statements.

2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.



# B. K. SHROFF & CO.

Chartered Accountants

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We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:

(i) is presented in accordance with the requirements 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; and

(ii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net loss, total comprehensive income and other financial information of the Company for the three months period ended June 30, 2017.

Place: New Delhi

Date: 11/8/2017



For B.K.SHROFF & Co.  
Chartered Accountants Firm  
Registration No 302166E

*Sanjit Aggarwal*

PARTNER

Membership : Number: 85128

**COSMO FERRITES LIMITED**  
**AUDITED STANDALONE FINANCIAL RESULTS**

Rs in lakhs

Sl. No.	Particulars	Quarter Ended			Year Ended
		30.06.2017	31.03.2017	30.06.2016	31.03.2017
I.	Revenue from operations	1,723	1,756	1,745	7,053
II.	Other Income	11	11	19	68
III.	Total Revenue (I+II)	1,734	1,767	1,764	7,121
IV.	Expenses				
	(a) Cost of materials consumed	521	523	501	1,962
	(b) Change in inventories of finished goods, work in progress and stock in trade	(50)	(38)	(40)	(41)
	(c) Employees benefits expense	416	370	377	1,524
	(d) Finance costs	111	105	86	377
	(e) Depreciation and amortisation expense	105	106	94	399
	(f) Other expenses	822	758	757	3,038
	Total expenses	1,925	1,824	1,775	7,259
V.	Profit / (Loss) before exceptional items and tax (III-IV)	(191)	(57)	(11)	(138)
VI.	Exceptional items	-	-	-	-
VII.	Profit / (Loss) before tax (V-VI)	(191)	(57)	(11)	(138)
VIII.	Tax expense				
	(i) Current Tax	-	-	-	-
	(ii) Deferred Tax	(111)	(19)	(2)	(39)
	Total tax expense	(111)	(19)	(2)	(39)
IX.	Profit / (Loss) for the period (VII-VIII)	(80)	(38)	(9)	(99)
X.	Other comprehensive income				
	Items that will not be reclassified to profit or loss	(1)	(3)	(1)	(5)
	Items that will be reclassified to profit or loss	-	-	-	-
	Total other comprehensive income	(1)	(3)	(1)	(5)
XI.	Total comprehensive income (IX + X)	(81)	(41)	(10)	(104)
XII.	Paid-up equity share capital of Rs. 10/- each	1,203	1,203	1,203	1,203
XIII.	Other Equity				2,239
XIV.	Earnings Per Equity Share (EPS) (in Rs.)				
	Basic	(0.66)	(0.32)	(0.08)	(0.83)
	Diluted	(0.66)	(0.32)	(0.08)	(0.83)

**Notes :**

- The above statement of audited financial result was taken on record by the Board of Directors in their meeting held on 11.08.2017
- The company has adopted Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013, read with the relevant rules issued thereunder, from 01 April, 2017 and accordingly, these standalone financial results (including figures for the quarter ended June 2016, quarter and year ended March 2017) have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 "Interim Financial Reporting" and the other accounting principles generally accepted in India.
- Reconciliation of net profit / (loss) under Indian GAAP (Previous GAAP) and Ind AS is as under:

Particulars	Refer Note	Quarter ended 31.03.2017	Quarter ended 30.06.2016	Year ended 31.03.2017
Net profit / (loss) for the quarter as per Previous GAAP		(34)	(7)	(82)
Ind AS Adjustments:				
- Amortisation of upfront fees on long term borrowings	a	(2)	(1)	(6)
- Dividend on preference shares including dividend tax	b	(6)	(6)	(24)
- Expected credit loss allowance based on provision matrix		1	5	7
- Actuarial gain/loss on defined benefit obligations recognized in other comprehensive income		4	1	6
- Tax impact	c	(1)	(2)	(1)
Net profit / (loss) as per Ind AS		(38)	(10)	(100)
Other Comprehensive Income (OCI) after tax		(3)	(1)	(4)
Total Comprehensive Income as per Ind AS		(41)	(10)	(104)

- Processing fees and transaction costs on long term loans are amortised over the span of borrowings.
- Cumulative Redeemable Preference Shares has been considered as borrowings and dividend thereon (including dividend tax) has been provided under finance cost.
- Tax impact includes remeasurement of deferred tax liability on election of fair value as deemed cost of land at the transition date.

Place : New Delhi  
Date : 11.08.2017

  
Ambrish Jaipuria  
Executive Director & C.E.O.

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