

Limited Review Report

Review Report to
The Board of Directors
DIL Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of DIL Limited (the 'Company') and unaudited consolidated financial results of the Company and its subsidiaries (together, "the Group"), its associates and jointly controlled entities for the quarter ended June 30, 2017 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting (Ind AS 34) prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review 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.
4. We report that the Company has made investment in an associate where the net worth of this company has substantially been eroded. However, Company has not made any detailed evaluation of impairment in the value of this investment in the standalone and consolidated financial results to the tune of Rs. 784.86 lakhs and Rs. 247.20 Lakhs respectively. Further, in relation to another associate, though net worth as per management prepared financial statements has not been significantly eroded, this net worth includes a significant exposure to the associate mentioned earlier in this paragraph which raises a doubt on the recoverability of the investment in an associate amounting to Rs. 225 lakhs and Rs. 205.94 Lakhs in standalone and consolidated financial results respectively. Considering the view that this is long term investment and profitability will be achieved by the entity over a period of time, Company believes that no impairment is deemed necessary. In the absence of sufficient appropriate audit evidence, we are unable to comment upon the matter including any consequential impact, if any, of such impairment on these results.
5. We did not review the financial statements and other financial information, in respect of three subsidiaries, whose financial statements include total assets of Rs. 59.83 Lakhs and net assets of Rs. 58.45 Lakhs as at June 30, 2017, and total revenue of Rs. 5.47 Lakhs for the quarter ended on that date. These financial statements and other financial information have been reviewed by the other auditors, which financial statements, other financial information and review reports have been furnished to us by the management of the Company. The Consolidated financial results also include the Group's share of net loss of Rs. 0.03 Lakhs for



DIL Limited

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the quarter ended June 30, 2017, in respect of one Jointly controlled entity, whose financial statements and other financial information and review report of the auditor and which financial statements, other financial information and review report of the auditor has been furnished to us by the management of the Company. Our review conclusion, in so far as it relates to the affairs of such subsidiaries and jointly controlled entity, is based solely on the report of the other auditors. Our conclusion is not modified in respect of this matter.

6. We did not review the financial statements and other financial information, in respect of one subsidiary, whose financial statements include total assets of Rs. 110.87 Lakhs and net assets of Rs. 109.52 Lakhs as at June 30, 2017, and total revenue of Rs. 1.30 Lakhs for the quarter ended on that date. The Consolidated financial results also include the Group's share of net loss of Rs. 1.24 Lakhs for the quarter ended June 30, 2017, in respect of one jointly controlled entity and two associates. Further, the financial statements for these two associates for the year ended as on March 31, 2017 have not yet been audited. These financial statements and other financial information are based on management accounts provided to us. Accordingly, we are unable to comment on the implications, if any, on the financial results if the same had been reviewed.
7. Based on our review conducted as above and on consideration of reports of other auditors on the unaudited quarterly financial results and other financial information of the components, except for the possible effects of our observations in paragraph 4 & 6 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI 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.
8. We have not reviewed the standalone and consolidated financial results and other financial information for the corresponding quarter ended June 30, 2016, which have been presented solely based on the information complied by Management and has been approved by the Board of Directors.

For S R B C & CO LLP

ICAI Firm registration number: 324982E/E300003

Chartered Accountants



per Vikram Mehta

Partner

Membership No.: 105938



Place: Mumbai

Date: September 14, 2017



CIN: L99999MH1951PLC008485

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DIL Limited

(₹. in Lakhs)					
STATEMENT OF STANDALONE / CONSOLIDATED UNAUDITED RESULTS FOR THE QUARTER ENDED JUNE 30, 2017.					
Sr.No.	Particulars	Standalone		Consolidated	
		Quarter ended		Quarter ended	
		Unaudited	Unaudited	Unaudited	Unaudited
		June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016
		(Note 4)		(Note 4)	
1	Revenue from operations	184.40	177.13	4,395.68	4,278.94
2	Other Income	7.45	34.27	15.20	30.26
3	Total Income (1+2)	191.85	211.40	4,410.88	4,309.20
4	Expenses				
a)	Cost of material consumed	-	-	1,776.76	1,945.20
b)	Purchase of stock in trade	-	-	(2.78)	12.50
c)	Change in inventories of finished goods, work in process and stock in trade	-	-	314.61	(337.48)
d)	Excise duty	-	-	30.79	44.97
e)	Employee benefits expense	146.68	117.17	839.79	745.92
f)	Finance costs	161.17	169.75	266.45	254.69
g)	Depreciation and amortisation expense	92.95	80.41	276.17	241.58
h)	Other expenses	282.65	164.21	1,250.26	1,093.83
	Total expenses (a to h)	683.45	531.54	4,752.05	4,001.21
5	Profit/(Loss) before exceptional items and tax (3 - 4)	(491.60)	(320.14)	(341.17)	307.99
6	Exceptional item	-	-	-	-
7	Profit/(Loss) before tax (6 - 7)	(491.60)	(320.14)	(341.17)	307.99
8	Tax expense				
	Current tax	-	-	33.69	113.44
	Deferred tax (credit)/charge	-	2.73	(3.67)	(12.19)
9	Profit / (Loss) after tax for the period (7-8)	(491.60)	(322.87)	(371.19)	206.74
10	Other Comprehensive Income				
(A)	(i) Items that will not be reclassified to Profit & Loss	-	121.34	-	121.34
	(ii) Income tax relating to items that will not be reclassified to Profit & Loss	-	-	-	-
(B)	Items that will be reclassified to Profit & Loss	-	-	-	-
11	Total Comprehensive Income (9+10)	(491.60)	(201.53)	(371.19)	328.08
12	Share of profit / (loss) of associates / Joint venture	-	-	(1.27)	(1.52)
13	Minority interest	-	-	(30.35)	(127.50)
14	Net Profit/ (Loss) after taxes, minority interest and share of profit/(loss) of associates / Joint venture (11+12+13)	(491.60)	(201.53)	(402.81)	199.06
15	Paid-up equity share capital (Face value Rs 10/- per share)	229.32	229.32	229.32	229.32
16	a) Basic and diluted earning per share of ₹10/- each before extraordinary items	(21.44)	(8.79)	(17.57)	8.68
	b) Basic and diluted earning per share of ₹10/- each after extraordinary items	(21.44)	(8.79)	(17.57)	8.68

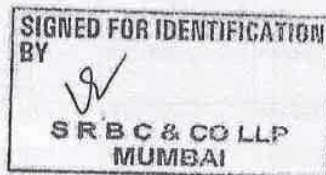
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SIGNED FOR IDENTIFICATION
BY
W
SRBC & CO LLP
MUMBAI

(W)

Reporting of Segment-wise Revenue, Results and Capital employed		Consolidated	
		Quarter ended	
Particulars	Unaudited	Unaudited	
	June 30, 2017	June 30, 2016	
Segment revenue			
- Bulk drugs/chemicals	4,232.49	4,103.88	
- Property	188.89	181.63	
- Unallocated	12.81	45.88	
Total	4,434.29	4,331.39	
Less: Inter-segment revenue	23.41	22.19	
Net sales/Income from operation	4,410.88	4,309.20	
Segment results {profit/(loss) after finance costs and before tax}			
- Bulk drugs/chemicals	215.25	688.49	
- Property	(246.25)	(97.01)	
- Unallocated	(314.74)	(278.52)	
Total	(345.74)	312.96	
Less: Inter-segment results	4.57	(4.97)	
Total Profit/(Loss) before tax	(341.17)	307.99	
Segment Assets			
- Bulk Drugs/chemicals	17,528.00	16,298.86	
- Property	10,258.64	9,638.90	
- Unallocated	2,707.24	5,765.76	
Total Segment Assets	30,493.88	31,703.52	
Segment Liabilities (Including borrowings)			
- Bulk Drugs/chemicals	6,784.59	6,515.67	
- Property	5,435.26	5,890.34	
- Unallocated	4,464.68	3,821.61	
Total Segment Liabilities	16,684.53	16,227.62	

Note: The Company on standalone basis has only one primary business segment viz. Renting of Properties



NOTES:

- 1 DIL Limited ('the Company') is in the business of renting properties. The Company also has strategic investments in subsidiaries, associates and joint ventures which are engaged in manufacturing of bulk drugs, providing services of sporting and health awareness/education activities, development of discoidal electrical motor technology and motion film production.

The above unaudited financial results are presented on a standalone basis as well as on a consolidated basis so as to include the operations of the Company's subsidiaries, associates and joint ventures.

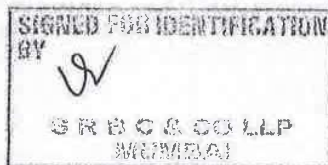
The unaudited consolidated financial results includes the result of one joint venture, one subsidiary and two associates on the basis of unaudited financial statements prepared by the Management.

- 2 The above results as reviewed by the Audit Committee have been approved at the meeting of the Board of directors held on 14th September, 2017 and have been subjected to Limited Review by the Statutory Auditors.
- 3 The Company adopted Indian Accounting Standard ("Ind AS") from April, 2017 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under. The date of transition to Ind AS is April 1, 2016. The impact of transition has been accounted for in opening reserves and the comparative period results have been restated accordingly. The opening balance sheet as at April 1, 2016 and the results for the subsequent periods would get finalised along with the annual financial statements for the year ended March 31, 2018.
- 4 The financial results and financial information for the quarter ended June 30, 2016 have not been audited or reviewed and have been presented based on the information compiled by the management after making the necessary adjustment to give a true and fair view in accordance with Ind AS.
- 5 The Company has not made any provision for impairment of its investments in two associates whose carrying value in standalone financial statements is ₹. 1,009.86 lakhs and in consolidated financial statement is ₹. 454.38 lakhs. In view of the fact that these investments have been made in the recent years and in spite of erosion of net worth, management is confident that profitability will be achieved by these entities and hence there is no impairment of these investments. Auditors have qualified their opinion in this regard.
- 6 During the previous quarter, the Company along with other new investors, invested ₹. 175 Lakhs in Zela Wellness India Private Limited (Zela) and acquired 83,634 equity shares of ₹. 10 each, consequently the company's equity holding in Zela Wellness India Private Limited (Zela) is revised to 29.50% as against earlier 49%.
- 7 Reconciliation of Net Profit as previously reported on account of transition from the previous GAAP to Ind AS for the quarter ended June 30, 2016.

Particulars	(₹. In Lakhs) Standalone Unaudited	(₹. In Lakhs) Consolidated Unaudited
Net Profit After Tax for the period (as per previous GAAP)	(328.39)	1.13
Add/(Less):		
Reversal of straight lining of rent and amortisation of prepaid rent	13.34	13.17
Unwinding of discounting on financial liabilities	(7.45)	(7.12)
Impact of effective interest rate on borrowings	(1.02)	(1.02)
Change in fair value of mutual fund investments	3.22	3.22
Actuarial gain/losses reclassified to OCI	0.15	0.16
Prior Period Item restated	-	20.01
Impact of expected credit loss model	-	86.00
Tax Impact of above items of Reconciliation	(2.73)	(37.83)
Profit After Tax as per Ind AS	(322.87)	77.72
Other Comprehensive Income (Net of Tax)	121.34	121.34
Total Comprehensive Income	(201.53)	199.06

- 8 Previous period's figures have been regrouped wherever necessary.

Place: Thane
September 14, 2017



For DIL Limited


Krishna Datia
Managing Director