

Indiabulls Integrated Services Limited

Statement of Audited Consolidated Financial Results for the quarter and year ended 31 March 2020

(Rs. in Crores)

Particulars	3 months ended 31 March 2020	Preceding 3 months ended 31 December 2019	Corresponding 3 months ended 31 March 2019	Current year ended 31 March 2020	Previous year ended 31 March 2019
	(Refer Note 6)	Unaudited	(Refer Note 6)	Audited	Audited
Income					
a) Revenue from operations	47.09	59.24	50.36	225.47	170.90
b) Other income	59.53	18.27	115.73	122.56	178.71
Total income	106.62	77.51	166.09	348.03	349.61
Expenses					
a) Cost of revenue	9.62	14.99	10.04	51.93	32.02
b) Operating expenses	19.23	22.50	16.85	80.85	63.69
c) Employee benefits expense	17.12	18.25	13.42	66.88	48.02
d) Finance costs	32.57	49.86	11.41	129.65	42.04
e) Depreciation and amortisation expense	8.41	7.97	7.33	32.13	26.10
f) Other expenses	51.40	(61.40)*	13.38	253.33	29.30
Total expenses	138.35	52.17	72.43	614.77	241.17
(Loss)/ Profit before tax (1-2)	(31.73)	25.34	93.66	(266.74)	108.44
Tax expense					
a) Current tax (including earlier years)	8.92	1.56	21.09	17.18	31.70
b) Deferred tax (credit)/charge	11.41	5.08	(0.21)	9.26	(1.38)
Net (Loss)/ Profit after tax for the period/ year	(52.06)	18.70	72.78	(293.18)	78.12
Net profit attributable to :					
Owners of the Holding Company	(51.66)	17.15	71.17	(295.53)	73.31
Non-controlling interests	(0.40)	1.55	1.61	2.35	4.81
Earnings per equity share (Face value of Rs. 2 per equity share)					
-Basic (in Rs.)	(5.78)	1.92	7.97	(33.08)	8.87
-Diluted (in Rs.)	(5.78)	1.92	7.81	(33.08)	7.88
Paid-up equity share capital (face value of Rs. 2 per equity share)	17.87	17.87	17.87	17.87	17.87

* Other expenses includes reversal / realization of fair valuation losses of Rs. 65.04 crores on financial assets recognised till 30 September 2019.

Notes to the consolidated financial results :

- 1 Indiabulls Integrated Services Limited ("the Company" or "the Holding Company") and its subsidiaries are together referred as "the Group" in the following notes. The Holding Company conducts its operations along with its subsidiaries. The consolidated financial results are prepared in accordance with the recognition and measurement principles of Indian Accounting Standards as notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) as specified in Section 133 of the Companies Act, 2013.
- 2 The consolidated financial results of the Group for the year ended 31 March 2020 have been reviewed by the Audit Committee and approved by the Board of Directors ("the Board") at its meeting held on 11 July 2020 and have been audited by the Statutory Auditors of the Company.
- 3 Effective 01 April 2019, the Group has adopted Ind AS 116 "Leases" and applied modified retrospective approach to all lease contracts existing as at 01 April 2019. On transition, the adoption of new standard resulted in recognition of right of use asset and a corresponding lease liability of Rs. 9.14 Crores in a case where the Group is lessee. Where the Group is lessor, lease rentals are recognised on straight line basis over the lease term. The effect of this adoption is insignificant on the loss for the quarter and earning per share.
- 4 The Novel Corona virus (Covid 19) pandemic declared as such by the World Health Organization on 11 March 2020, has contributed to a significant decline and volatility in the global and Indian markets, and a significant decrease in economic activity. The Group has made a detailed impact assessment of this pandemic based on internal and external information available up to the date of approval of financial results, of its liquidity position, including recoverability / carrying values of its receivables, inventories and other assets. The Group has chosen a conservative approach to value certain financial investments given the market realities in the uncertain times of Covid and accounted for the same in these results as per the applicable accounting standards. The impact assessment of COVID-19 is an on-going process and the Group will continue to monitor any material changes in the future conditions.

- 5 The Group has elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Group has recognised provision for Income Tax for the period and year ended 31 March 2020 and re-measured its Deferred tax assets/liability basis the rate prescribed in the aforesaid section and recognised the effect of change by revising the annual effective income tax rate.
- 6 Figures for the quarters ended 31 March 2020 and 31 March 2019 represent the balancing figures between the audited figures for the full financial year and published reviewed year to date figures upto third quarter of the respective financial year.
- 7 The Group's primary business segment is reflected based on principal business activities carried on by the Group. As per Indian Accounting Standard 108 as notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified in Section 133 of the Companies Act, 2013, the Group operates in four reportable segments i.e. management and maintenance services, equipment renting services, financing & related activities, and LED Lighting and is primarily operating in India and hence, considered as single geographical segment.

Segment results (Consolidated)						(Rs. in Crores)
Particulars	3 months ended 31 March 2020	Preceding 3 months ended 31 December 2019	Corresponding 3 months ended 31 March 2019	Current year ended 31 March 2020	Previous year ended 31 March 2019	
	(Refer Note 6)	Unaudited	(Refer Note 6)	Audited	Audited	
a Segment revenue						
Management and maintenance services	6.82	5.72	6.03	26.85	20.15	
Equipment renting services	17.58	18.44	23.51	75.65	80.06	
Financing and related activities	7.92	14.86	0.19	39.08	0.19	
LED lighting	12.44	19.49	15.65	68.24	46.52	
Others*	2.33	0.73	4.98	15.65	24.83	
Total	47.09	59.24	50.36	225.47	171.75	
Less: Inter segment revenue	-	-	-	-	(0.85)	
Revenue from operations	47.09	59.24	50.36	225.47	170.90	
b Segment results						
Management and maintenance services	(0.75)	(5.96)	1.05	(5.36)	2.40	
Equipment renting services	3.64	5.21	4.91	14.11	17.49	
Financing and related activities	9.76	6.71	(1.46)	20.70	(1.46)	
LED lighting	(7.00)	(5.53)	(4.16)	(21.79)	(13.30)	
Others*	(14.60)	(18.03)	(12.04)	(39.69)	(28.70)	
Segment (loss)/ profit before tax and interest	(8.95)	(17.60)	(11.70)	(32.03)	(23.57)	
Less: Interest	24.56	37.33	6.74	90.88	29.86	
Less: Other unallocable expenditure net off unallocable income	(1.78)	(80.27)	(112.10)	143.83	(161.87)	
Total (loss)/ profit before tax	(31.73)	25.34	93.66	(266.74)	108.44	
c Segment assets						
Management and maintenance services	18.38	9.69	16.64	18.38	16.64	
Equipment renting services	215.93	235.70	243.95	215.93	243.95	
Financing and related activities	217.67	247.89	149.21	217.67	149.21	
LED lighting	39.44	40.78	26.36	39.44	26.36	
Others*	423.31	123.81	422.86	423.31	422.86	
Unallocated assets	697.00	1,457.38	981.03	697.00	981.03	
Total	1,611.73	2,115.25	1,840.05	1,611.73	1,840.05	
d Segment liabilities						
Management and maintenance services	12.58	11.19	6.59	12.58	6.59	
Equipment renting services	55.01	63.35	83.11	55.01	83.11	
Financing and related activities	10.40	124.79	33.24	10.40	33.24	
LED lighting	26.38	25.16	13.66	26.38	13.66	
Others*	261.00	26.37	261.21	261.00	261.21	
Unallocated liabilities	925.91	1,228.89	59.67	925.91	59.67	
Total	1,291.28	1,479.75	457.48	1,291.28	457.48	

* Non-reportable segments have been grouped in others

8 Balance Sheet as at 31 March 2020 (Consolidated - Audited)				(Rs. in Crores)
Particulars	As at	As at	As at	
	31 March 2020	31 December 2019	31 March 2019	
	Audited	Unaudited	Audited	
ASSETS				
Non-current assets				
Property, plant and equipment	264.75	270.32	286.69	
Right to use Asset	12.70	36.66	-	
Goodwill on consolidation	72.56	130.98	130.98	
Other intangible assets	4.65	2.22	2.23	
Intangible assets under development	-	1.24	-	
Financial assets				
Investments	244.83	658.09	-	
Loans	192.53	200.05	140.47	
Other financial assets	2.09	3.93	0.61	
Deferred tax assets, net	0.37	10.28	7.58	
Non-current tax assets, net	28.75	26.17	35.40	
Other non-current assets	0.14	0.91	3.51	
Current assets				
Inventories	28.48	26.12	21.39	
Financial assets				
Investments	296.48	261.31	874.16	
Trade receivables	81.00	91.71	86.61	
Cash and cash equivalents	10.35	18.16	10.85	
Other bank balances	1.07	1.15	0.65	
Loans	122.02	187.64	5.60	
Other financial assets	3.02	0.36	46.93	
Other current assets	318.51	318.93	317.37	
Total of assets	1,684.30	2,246.23	1,971.03	
EQUITY AND LIABILITIES				
Equity				
Equity Share Capital	17.87	17.87	17.87	
Share Premium and Other Equity	290.33	663.58	1,415.23	
Non-controlling interest	84.82	85.03	80.45	
Liabilities				
Non-current liabilities				
Financial liabilities				
Borrowings	25.88	274.62	288.71	
Lease Liabilities	10.02	15.95	-	
Provisions	4.68	4.92	3.54	
Other non-current liabilities	2.95	0.55	0.15	
Current liabilities				
Financial liabilities				
Borrowings	838.42	1,061.36	27.02	
Lease Liabilities	3.29	2.39	-	
Trade payables				
- total outstanding dues of micro enterprises and small enterprises	9.40	4.96	5.04	
- total outstanding dues of creditors other than micro enterprises and small enterprises	22.43	21.98	15.94	
Other financial liabilities	352.41	78.52	47.49	
Other current liabilities	12.50	7.49	42.18	
Provisions	0.08	0.10	0.42	
Current tax liabilities, net	9.22	6.91	26.99	
Total of Equity and Liabilities	1,684.30	2,246.23	1,971.03	

9 Cash Flow statement for the year ended 31 March 2020 (Consolidated-Audited)		(Rs. in Crores)	
Particulars	For the current year ended 31 March 2020	For the previous year ended 31 March 2019	
	Audited	Audited	
A. Cash flow from operating activities:			
(Loss)/profit before tax	(266.74)	108.44	
Adjustments for :			
Depreciation and amortization expense	32.13	26.10	
Interest expense	123.84	34.23	
Interest income	(43.98)	(26.59)	
Interest income from financing and related activities	(32.66)	-	
Net gain on derecognition of assigned loans	(3.10)	-	
Dividend income	(34.93)	(16.54)	
Profit on redemption of investments	(8.19)	(130.11)	
Fair valuation of financial instruments, net	(16.98)	(0.36)	
Profit on sale of property, plant and equipment	(14.33)	(0.09)	
Loss on sale/written off of property, plant and equipment	0.01	0.00	
Provision for employee benefits	1.80	1.06	
Provisions against standard assets	0.15	0.35	
Provision for warranties	(0.18)	0.18	
Advances written off	-	0.59	
Liabilities written back	(1.07)	(2.77)	
Provision for expected credit loss	0.59	-	
Impairment of goodwill	58.42	-	
Marked to market income on forward contract	-	(1.80)	
Share based payment expenses	5.28	8.70	
Operating (loss)/profit before working capital changes and other adjustments	(199.94)	1.39	
Working capital changes and other adjustments:			
Trade receivables	5.02	14.46	
Loans and other financial assets	(11.95)	(190.57)	
Other assets	1.36	(5.96)	
Inventories	(7.09)	(3.55)	
Trade payables	10.05	1.55	
Other financial liabilities	12.64	1.27	
Other liabilities and provisions	(29.83)	16.09	
Cash used in operating activities	(219.74)	(165.32)	
Interest received from financing and related activities	31.03	-	
Interest paid on borrowings from financing and related activities	(1.54)	-	
Income tax (paid)/ refund received, net	(28.23)	(9.30)	
Net cash used in operating activities	(218.48)	(174.62)	
B. Cash flow from investing activities:			
Purchase of property, plant and equipment and other intangible assets	(11.30)	(70.63)	
Sale of property, plant and equipment and other intangible assets	17.46	0.84	
(Investment in)/maturity of fixed deposits	0.07	(0.83)	
Interest received on fixed deposits	0.08	0.09	
Investment in securities, net	(474.14)	(521.15)	
Inter-corporate loans given, net	(103.00)	-	
Interest received	37.16	26.16	
Dividend income received	34.93	16.54	
Net cash used in investing activities	(498.74)	(548.98)	

C. Cash flow from financing activities:		
Payment of lease liabilities	(3.97)	-
Proceeds from issue of equity share capital by Subsidiary Company (including securities premium)	-	209.12
Proceeds from preferential allotment of equity share capital (including securities premium)	-	702.78
Proceeds from conversion of warrants into equity share capital	-	173.25
Payment for shares issue expenses	-	(0.19)
Borrowings from banks and financial institutions	1.02	95.82
Repayment of borrowings to banks and financial institutions	(44.37)	(57.85)
Proceeds from/ (repayment of) inter-corporate borrowings, net	829.08	(124.20)
Interest paid on borrowings	(65.04)	(31.04)
Redemption of preference capital	-	(251.77)
Dividends paid including corporate dividend tax	-	(6.66)
Net cash generated from financing activities	716.72	709.26
D. Increase in cash and cash equivalents, net (A+B+C)	(0.50)	(14.34)
E. Cash and cash equivalents at the beginning of the year	10.85	25.19
F. Cash and cash equivalents at the end of the year (D+E)	10.35	10.85

Indiabulls Integrated Services Limited					
Statement of Audited Standalone Financial Results for the quarter and year ended 31 March 2020					
(Rs. in Crores)					
Particulars	3 months ended 31 March 2020	Preceding 3 months ended 31 December 2019	Corresponding 3 months ended 31 March 2019	Current year ended 31 March 2020	Previous year ended 31 March 2019
	(Refer Note 6)	Unaudited	(Refer Note 6)	Audited	Audited
Income					
a) Revenue from operations	0.01	0.01	(0.13)	0.06	0.03
b) Other income	1.39	0.11	9.47	8.54	44.30
Total income	1.40	0.12	9.34	8.60	44.33
Expenses					
a) Cost of revenue	-	-	(0.08)	-	(0.08)
b) Employee benefits expense	1.55	1.62	2.00	6.03	6.39
c) Finance costs	5.24	5.87	-	18.39	0.14
d) Depreciation and amortization expense	0.52	0.20	0.18	1.06	0.41
e) Other expenses	(-4.47)*	6.14	6.13	2.16	7.68
Total expenses	2.84	13.83	8.23	27.64	14.54
(Loss)/ Profit before tax (1-2)	(1.44)	(13.71)	1.11	(19.04)	29.79
Tax expense					
a) Current tax (including earlier years)	-	0.22	1.85	1.60	9.34
b) Deferred tax charge/ (credit)	1.81	-	(1.43)	1.81	(1.43)
Net (Loss)/ Profit after tax for the period/ year	(3.25)	(13.93)	0.69	(22.45)	21.88
Other comprehensive income					
(i) Items that will not be reclassified to profit or loss	0.02	(0.00)	(0.05)	0.01	(0.05)
(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
Other comprehensive income	0.02	(0.00)	(0.05)	0.01	(0.05)
Total comprehensive income for the period/year	(3.23)	(13.93)	0.64	(22.44)	21.83
Earnings per equity share (Face value of Rs. 2 per equity share)					
-Basic (in Rs.)	(0.36)	(1.56)	0.08	(2.51)	2.65
-Diluted (in Rs.)	(0.36)	(1.56)	0.07	(2.51)	2.35
Paid-up equity share capital (Face value of Rs. 2 per equity share)	17.87	17.87	17.87	17.87	17.87

* Other expenses includes reversal / realization of fair valuation losses of Rs. 5.21 crores on financial assets recognised till 31 December 2019.

Notes to standalone financial results

- 1 The standalone financial results of Indiabulls Integrated Services Limited ("the Company") for the year ended 31 March 2020 have been reviewed by the Audit Committee and approved by the Board of Directors ("the Board") at its meeting held on 11 July 2020 and have been audited by the Statutory Auditors of the Company.
- 2 The standalone financial results are prepared in accordance with the recognition and measurement principles of Indian Accounting Standards as notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) as specified in Section 133 of the Companies Act, 2013.
- 3 The Company's primary business segment is reflected based on principal business activities carried on by the Company. As per Indian Accounting Standard 108 as notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified in Section 133 of the Companies Act, 2013, the Company operates in one reportable business segment i.e. purchase, sale, dealing, construction and development of real estate project along with all other related activities and is primarily operating in India and hence, considered as single geographical segment. The Company carries on different business through investment in subsidiaries.

4 Balance Sheet as at 31 March 2020 (Standalone - Audited) (Rs. in Crores)

Particulars	As at 31 March 2020	As at 31 December 2019	As at 31 March 2019
ASSETS	Audited	Unaudited	Audited
Non-current assets			
Property, plant and equipment	1.03	1.15	0.84
Right to use asset	2.80	2.94	-
Other intangible assets	0.95	1.05	1.36
Financial assets			
Investments	681.67	681.67	532.67
Loans	0.12	0.09	0.27
Deferred tax assets, net	-	1.81	1.81
Non-current tax assets, net	0.56	0.56	0.08
Other non-current assets	-	-	-
Current assets			
Inventories	0.38	0.38	0.38
Financial assets			
Investments	223.22	237.05	653.58
Trade receivables	0.72	0.72	0.71
Cash and cash equivalents	0.72	0.30	0.33
Loans	945.35	933.25	452.59
Other financial assets	-	0.00	0.14
Other current assets	2.60	2.55	2.44
Total of Assets	1,860.12	1,863.52	1,647.20
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	17.87	17.87	17.87
Share Premium and Other Equity	1,600.43	1,602.77	1,619.26
Liabilities			
Non-current liabilities			
Financial liabilities			
Lease Liabilities	2.31	2.93	-
Provisions	0.30	0.22	0.19
Current liabilities			
Financial liabilities			
Borrowings	220.97	226.13	-
Lease Liabilities	0.50	-	-
Trade payables			
- total outstanding dues of micro enterprises and small enterprises	-	-	-
- total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	2.56
Other financial liabilities	15.63	12.38	0.57
Other current liabilities	1.95	0.30	1.50
Provisions	0.01	0.00	0.00
Current tax liabilities, net	0.15	0.92	5.25
Total of Equity and Liabilities	1,860.12	1,863.52	1,647.20

5 Cash Flow statement for the year ended 31 March 2020 (Standalone-Audited)		(Rs. in Crores)	
Particulars	For the current year ended 31 March 2020	For the previous year ended 31 March 2019	
	Audited	Audited	
A. Cash flow from operating activities:			
(Loss)/ Profit before tax	(19.04)	29.79	
Adjustments for :			
Depreciation and amortisation expense	1.06	0.41	
Interest income	(6.77)	(17.32)	
Dividend income	(0.18)	(0.18)	
Interest expense	17.01	-	
Profit on sale of Investments	(0.45)	(25.71)	
Provision for employee benefits	0.11	0.05	
Loss on sale /written off of property, plant and equipment	0.01	0.00	
Balances written back	(0.58)	(1.08)	
Fair valuation of financial assets	(0.56)	-	
Share based payment expense	3.62	5.15	
Operating loss before working capital changes and other adjustments	(5.77)	(8.89)	
Working capital changes and other adjustments:			
Trade receivables	(0.01)	1.08	
Loans and advances	(0.18)	-	
Other financial assets	0.14	0.30	
Other assets	(0.16)	(1.84)	
Inventories	-	(0.08)	
Trade payables	(2.56)	2.19	
Other financial liabilities	0.04	0.27	
Other current liabilities	1.03	(0.58)	
Cash used in operating activities	(7.47)	(7.54)	
Income tax (paid)/ refund received, net	(7.17)	(5.60)	
Net cash used in operating activities	(14.64)	(13.14)	
B. Cash flow from investing activities:			
Purchase of property, plant and equipment and other intangible assets	(0.55)	(2.43)	
Investment in equity shares of subsidiaries	(149.00)	(211.60)	
Sale/ (Investment) in securities, net	431.37	(323.79)	
Inter-corporate loans given/ received back, net	(492.50)	(84.01)	
Interest received	6.77	16.99	
Dividend income received	0.18	0.18	
Net cash used in investing activities	(203.73)	(604.65)	
C. Cash flow from financing activities:			
Proceeds from issue of equity share capital (including securities premium)	-	702.59	
Proceeds from conversion of warrants into equity share capital	-	173.25	
Redemption of preference shares	-	(251.77)	
Payment of lease liabilities	(0.35)	-	
Proceeds from/ (repayment of) inter-corporate loans, net	220.97	-	
Interest paid on borrowings	(1.86)	-	
Dividends paid including corporate dividend tax	-	(6.61)	
Net cash flow from financing activities	218.76	617.46	
D. Increase/(decrease) in cash and cash equivalents, net (A+B+C)	0.39	(0.33)	
E. Cash and cash equivalents at the beginning of the year	0.33	0.66	
F. Cash and cash equivalents at the end of the year (D+E)	0.72	0.33	

- 6 Figures for the quarters ended 31 March 2020 and 31 March 2019 represent the balancing figures between the audited figures for the full financial year and published reviewed year to date figures upto third quarter of the respective financial year.
- 7 The Novel Corona virus (Covid 19) pandemic declared as such by the World Health Organization on 11 March 2020, has contributed to a significant decline and volatility in the global and Indian markets, and a significant decrease in economic activity. The Company has made a detailed impact assessment of this pandemic based on internal and external information available up to the date of approval of financial results, of its liquidity position, including recoverability / carrying values of its receivables, inventories and other assets . The Company has chosen a conservative approach to value certain financial investments given the market realities in the uncertain times of Covid and accounted for the same in these results as per the applicable accounting standards. The impact assessment of COVID-19 is an on-going process and the Company will continue to monitor any material changes in the future conditions.
- 8 The Company has elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognised provision for Income Tax for the period and year ended 31 March 2020 and re-measured its Deferred tax assets/liability basis the rate prescribed in the aforesaid section and recognised the effect of change by revising the annual effective income tax rate.

Registered Office: Plot No. 448-451 Udyog Vihar, Phase-V Gurugram, Haryana 122016
Corporate Identity Number: L51101HR2007PLC077999

For and on behalf of Board of Directors

Place: Gurugram
Date: 11 July 2020

M.S. Walia
Whole Time Director