

SEC/IN/NSE/BSE12/2017  
11<sup>th</sup> December, 2017

The Manager – Listing  
National Stock Exchange of India Ltd  
Exchange Plaza  
Bandra Kurla Complex  
Bandra (E)  
MUMBAI – 400 051

The Manager - Listing  
Bombay Stock Exchange Ltd  
Regd. Office : Floor 25  
P J Towers, Dalal Street  
MUMBAI – 400 001

STOCK CODE: ICDSLTD

SECURITY CODE: 511194

Dear Sir,

We send enclosed the Unaudited Standalone Financial Results (Reviewed) for the 2nd quarter ended 30<sup>th</sup> September, 2017 duly approved in the Board Meeting held on 11<sup>th</sup> December, 2017 in terms of Regulation 33(3) of SEBI (LODR) Regulation 2015 alongwith Limited Review Report on Unaudited Standalone Financial Results.

The meeting commenced at 3.30 P M and concluded at 5.00 P M.

The said results will be also available in the Website of the Company.

Thanking You,  
Yours faithfully,



H N S Rao.  
Director. (DIN 00106953)



Encl : as above.

*Regd. and Admn. Offices :*

Syndicate House, P.B. No. 46, Upendra Nagar, Manipal - 576 104 Phone : EPABX 0820-2701500  
Fax : 0820-2571137 Website : [www.icdslimited.com](http://www.icdslimited.com) CIN : L65993KA1971PLC002106

# ICDS Limited

Regd. Office: Syndicate House, Manipal 576104 Udupi Dt. Karnataka

CIN : L65993KA1971PLC002106

www.icdslimited.com

## Statement of unaudited Standalone Financial Results for the quarter and half year ended September 30, 2017

Rs. in Lakhs

Sl. No.	Particulars	Quarter ended			Half year ended	
		Sep 30, 2017 (Unaudited)	Jun 30, 2017 (Unaudited)	Sep 30, 2016 (Unaudited)	Sep 30, 2017 (Unaudited)	Sep 30, 2016 (Unaudited)
		(Note no.1)		(Note nos.5&6)	(Note no.1)	(Note nos.5&6)
1	Revenue from operations	372.53	71.38	48.79	443.91	112.38
2	Other Income	24.70	16.87	12.30	41.57	19.95
3	<b>Total Revenue (1+2)</b>	<b>397.23</b>	<b>88.25</b>	<b>61.09</b>	<b>485.48</b>	<b>132.33</b>
4	<b>Expenses</b>					
	Purchase of stock in trade	0.23	-	-	0.23	-
	Changes in inventories	84.27	6.04	(3.53)	90.31	(9.87)
	Employee benefits expenses	23.37	19.44	18.75	42.81	36.32
	Finance Costs	1.55	1.02	3.26	2.57	7.31
	Depreciation and amortisation expenses	1.19	1.18	1.21	2.37	2.47
	Legal and Professional charges	11.50	3.38	3.44	14.88	6.90
	Other expenses	13.08	20.98	12.42	34.06	25.35
	<b>Total expenses</b>	<b>135.19</b>	<b>52.04</b>	<b>35.55</b>	<b>187.23</b>	<b>68.48</b>
5	<b>Profit/(Loss) before exceptional items (3-4)</b>	<b>262.04</b>	<b>36.21</b>	<b>25.54</b>	<b>298.25</b>	<b>63.85</b>
6	Exceptional items - gain/(loss)					
	Provision no longer required (net)	6.00	6.00	9.09	12.00	16.03
7	<b>Profit before tax (5+6)</b>	<b>268.04</b>	<b>42.21</b>	<b>34.63</b>	<b>310.25</b>	<b>79.88</b>
8	Tax expense					
	i. Current tax	51.30	6.20	4.50	57.50	12.50
	ii. Deferred tax	-	-	-	-	-
	iii. Income tax for earlier years	-	-	-	-	-
9	<b>Profit for the period (7-8)</b>	<b>216.74</b>	<b>36.01</b>	<b>30.13</b>	<b>252.75</b>	<b>67.38</b>
10	<b>Other comprehensive income, net of income tax</b>					
	i. Items that will not be reclassified to profit or loss	-	-	-	-	-
	ii. Items that will be reclassified to profit or loss	-	-	-	-	-
	<b>Total other comprehensive income, net of income tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
11	<b>Total comprehensive income for the period (9+10)</b>	<b>216.74</b>	<b>36.01</b>	<b>30.13</b>	<b>252.75</b>	<b>67.38</b>
12	Paid up equity share capital (Face value of Rs 10 each)	1,302.67	1,302.67	1,302.67	1,302.67	1,302.67
13	<b>Earnings per share (of Rs 10/ each) (not annualised):</b>					
	(a) Basic (in rupees)	1.66	0.28	0.23	1.94	0.52
	(b) Diluted (in rupees)	1.66	0.28	0.23	1.94	0.52

### Notes:

- The above financial results have been reviewed by the Audit Committee and have been adopted by the Board of Directors in their meeting held on December 11, 2017. The unaudited standalone Ind AS financial results for the quarter and half year ended September 30, 2017 have been subjected to limited review by the statutory auditors of the company.
- The Company, for the first time has adopted Ind AS with effect from April 1, 2017 with transition date of April 1, 2016. The standalone financial results for all the periods presented above, have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable in accordance with the recognition and measurement principles laid down in the Ind AS 34 'Interim Financial Reporting'.
- The format for an un-audited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with requirements of SEBI's Circular dated July 5, 2016, Ind AS and Schedule III (Division II) to the Companies Act, 2013 applicable to companies that are required to comply with Ind AS.





- 4 The Company has opted to avail relaxation provided by Securities and Exchange Board of India ('SEBI') vide the Circular CIR/CFD/FAC/62/2016 dated July 5, 2016 in respect of disclosure requirements for figures of earlier periods. Accordingly, the figures for the quarter ended March 31, 2017 have not been presented. The reserves (excluding revaluation reserve), as per the balance sheet of the previous accounting year not being mandatory, have not been presented. There is a possibility that this quarterly / half yearly financial results along with the comparative quarterly / half yearly financial results for the quarter and half year ended September 30, 2016 may require adjustment before constituting the final Ind AS Financial Statements as of and for the year ended March 31, 2018.
- 5 The standalone Ind AS financial results for the quarter and half year ended September 30, 2016 have not been subjected to limited review or audit. However, the management has exercised necessary diligence to ensure that the standalone financial results for the quarter and half year ended September 30, 2016 provide a true and fair view of the Company's affairs.
- 6 Reconciliation of the standalone financial results to those reported previous Indian GAAP for the quarter and half year ended September 30, 2016 are summarised as below:


Particulars	Rs. in Lakhs	
	Quarter ended Sep 30, 2016	Half year ended Sep 30, 2016
Profit after tax under previous Indian GAAP	30.76	68.63
Add/(less) : Ind AS Adjustments		
Notional Interest income from unwinding of financial assets	0.58	1.14
Rental Income on unwinding of deposits	0.79	1.58
Depreciation impact on reversal of revaluation surplus	1.87	3.70
Rental Expenses on unwinding of deposits	(3.08)	(6.13)
Notional Interest expenses from unwinding of financial liabilities	(0.79)	(1.54)
Tax Adjustments	-	-
<b>Profit after tax as per Ind AS</b>	<b>30.13</b>	<b>67.38</b>
Other comprehensive income/(expenses), net of tax	-	-
<b>Total comprehensive</b>	<b>30.13</b>	<b>67.38</b>

- 7 The Company has identified three reportable segments viz Financial Services (recovery of loans and advances), trading, rent on premises and others. Others include marketing of the insurance products of life and general insurance companies. Segments have been identified and reported taking into account nature of products and services, the differing risks and returns and the internal business reporting systems. Accordingly, segment reporting of the Company has been prepared in accordance with Ind AS 108 'Operating Segments' prescribed under Section 133 of the Companies Act, 2013 read with relevant rules thereunder.
- 8 The actuarial gains/losses and disclosure of re-measurement gains (losses) on defined benefit plans are arrived at the year end on actuarial valuation of the obligation by the gratuity fund. The actuarial gains/losses historically have not been material.
- 9 The Company does not foresee any diminution in the value of investments and balances due from subsidiary and the provisions made in the books are adequate and the management is hopeful of recovery of the same at the stated values.
- 10 The Company has not recognised Deferred Tax Assets in excess of Deferred Tax Liabilities as a matter of prudence.
- 11 The Company has prepared its accounts on "going concern basis", in view of successful implementation of the scheme of arrangement sanctioned by the Hon'ble High Court of Karnataka and Company's plans to foray into new business of Non Banking Finance Company (Non-Deposit taking) in future.
- 12 The investors can view the standalone results of ICDS Limited available on the Stock Exchange websites [www.bseindia.com](http://www.bseindia.com), [www.nseindia.com](http://www.nseindia.com) and company's website [www.icdslimited.com](http://www.icdslimited.com).
- 13 Figures pertaining to previous period(s) have been regrouped, reclassified and restated, wherever necessary to conform to the classification adopted in the current quarter.

For & on behalf of the Board of Directors

  
**T Mohandas Pai**  
 Chairman & Wholtime Director  
 DIN: 00104336

Place : Manipal  
 Date : 11.12.2017

  
**H N S Rao**  
 Director  
 DIN: 00106953





# ICDS Limited

Regd. Office: Syndicate House, Manipal 576104 Udupi Dt. Karnataka

CIN : L65993KA1971PLC002106

www.icdslimited.com

## Report on unaudited standalone Segment Revenue, Results and Capital Employed

Rs. in Lakhs

Particulars	Quarter ended			Half year ended	
	Sep 30, 2017 (Unaudited)	Jun 30, 2017 (Unaudited)	Sep 30, 2016 (Unaudited)	Sep 30, 2017 (Unaudited)	Sep 30, 2016 (Unaudited)
<b>I. Segment Revenue</b>					
(net sale/revenue from operations & other income)					
a) Financial Services (Recovery activities)	64.84	17.24	15.32	82.08	38.53
b) Trading activities	279.73	26.50	2.71	306.23	13.24
c) Rent on premises	26.64	26.70	28.70	53.34	57.39
d) Others	1.32	0.94	2.06	2.26	3.22
<b>Total</b>	<b>372.53</b>	<b>71.38</b>	<b>48.79</b>	<b>443.91</b>	<b>112.38</b>
Less: Intersegment Revenue	-	-	-	-	-
<b>Net Sales/Revenue from Operations</b>	<b>372.53</b>	<b>71.38</b>	<b>48.79</b>	<b>443.91</b>	<b>112.38</b>
<b>II. Segment Results: Profit before tax and interest from each segment</b>					
a) Financial Services (Recovery activities)	38.96	0.02	0.52	38.98	7.83
b) Trading activities	193.87	19.19	3.89	213.06	18.25
c) Rent on premises	21.71	20.06	25.56	41.77	49.74
d) Others	0.53	0.14	1.27	0.67	1.66
<b>Total</b>	<b>255.07</b>	<b>39.41</b>	<b>31.24</b>	<b>294.48</b>	<b>77.48</b>
Add/(Less): (i) Other Un allocable Expenditure (Net)	(11.73)	(14.07)	(8.91)	(25.80)	(17.55)
(ii) Other Income	24.70	16.87	12.30	41.57	19.95
<b>Total Profit Before Tax</b>	<b>268.04</b>	<b>42.21</b>	<b>34.63</b>	<b>310.25</b>	<b>79.88</b>
Provision for taxation	51.30	6.20	4.50	57.50	12.50
<b>Total Profit After Tax</b>	<b>216.74</b>	<b>36.01</b>	<b>30.13</b>	<b>252.75</b>	<b>67.38</b>
<b>III. Segment assets</b>					
a) Financial Services (Recovery activities)	1,007.09	649.51	535.19	1,007.09	535.19
b) Trading activities	14.28	98.58	128.24	14.28	128.24
c) Rent on premises	517.38	524.65	530.69	517.38	530.69
d) Others	0.50	0.50	0.50	0.50	0.50
<b>Total</b>	<b>1,539.25</b>	<b>1,273.24</b>	<b>1,194.62</b>	<b>1,539.25</b>	<b>1,194.62</b>
<b>IV. Segment Liabilities</b>					
a) Financial Services (Recovery activities)	524.49	507.88	577.34	524.49	577.34
b) Trading activities	1.27	1.64	3.37	1.27	3.37
c) Rent on premises	57.75	57.69	57.47	57.75	57.47
d) Others	-	-	-	-	-
<b>Total</b>	<b>583.51</b>	<b>567.21</b>	<b>638.18</b>	<b>583.51</b>	<b>638.18</b>
<b>V. Capital Employed</b>					
a) Financial Services (Recovery activities)	482.60	141.63	(42.15)	482.60	(42.15)
b) Trading activities	13.01	96.94	124.87	13.01	124.87
c) Rent on premises	459.63	466.96	473.22	459.63	473.22
d) Others	0.50	0.50	0.50	0.50	0.50
<b>Total</b>	<b>955.74</b>	<b>706.03</b>	<b>556.44</b>	<b>955.74</b>	<b>556.44</b>

### Notes:

1) Interest expenditure and interest income of the company are not shown separately for financial services since the same are integral part of the financial business.

2) Previous corresponding periods figures have been regrouped/reclassified wherever necessary.

For & on behalf of the Board of Directors

T Mohandas Pai  
Chairman & Wholtime Director  
DIN: 00104336

H N S Rao  
Director  
DIN: 00106953

Place : Manipal  
Date : 11.12.2017





# ICDS Limited

Regd. Office: Syndicate House, Manipal 576104 Udipi Dt. Karnataka

CIN : L65993KA1971PLC002106

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## Statement of unaudited Standalone Assets and Liabilities

Rs. in Lakhs

Sl. No.	Particulars	Half year ended Sep 30, 2017 (Unaudited)
1	<b>ASSETS</b>	
A	<b>Non-current assets</b>	
	Property, plant and equipment	18.71
	Investment property	138.80
	Intangible assets	-
	Financial assets	
	Investments	118.54
	Loans and advances	31.80
	Other financial assets	84.89
	Assets for current tax (net)	489.84
	Deferred tax assets (net)	-
	Other non-current assets	317.14
		1,199.72
B	<b>Current assets</b>	
	Inventories	2.18
	Financial assets	
	Investments	-
	Trade receivables	9.31
	Loans and advances	162.63
	Cash and cash equivalents	14.64
	Other bank balances	604.95
	Other financial assets	23.43
	Other current assets	12.23
		829.37
	<b>Total Assets (A+B)</b>	<b>2,029.09</b>
2	<b>EQUITY AND LIABILITIES</b>	
C	<b>Equity</b>	
	Equity share capital	1,302.67
	Other equity	142.91
		1,445.58
D	<b>Non-current liabilities</b>	
	Financial liabilities	
	Borrowings	-
	Other financial liabilities	57.64
	Other non-current liabilities	-
	Provisions	3.39
		61.03
E	<b>Current liabilities</b>	
	Financial liabilities	
	Borrowings	23.93
	Trade payables	1.27
	Other financial liabilities	495.12
	Other current liabilities	2.16
	Provisions	-
		522.48
	<b>Total equity and liabilities (C+D+E)</b>	<b>2,029.09</b>

For & on behalf of the Board of Directors

T Mohandas Pai  
Chairman & Wholetime Director  
DIN: 00104336

Place : Manipal  
Date : 11.12.2017

H N S Rao  
Director  
DIN: 00106953





# ICDS Limited

Regd. Office: Syndicate House, Manipal 576104 Udupi Dt. Karnataka

CIN : L65993KA1971PLC002106

www.icdslimited.com

## Extract of unaudited Standalone Financial Results for the quarter and half year ended September 30, 2017

Rs. in Lakhs

Sl. No.	Particulars	Quarter ended			Half year ended	
		Sep 30, 2017 (Unaudited) (Note No.2)	Jun 30, 2017 (Unaudited)	Sep 30, 2016 (Unaudited) (Note Nos.3 to 5)	Sep 30, 2017 (Unaudited) (Note No.2)	Sep 30, 2016 (Unaudited) (Note Nos.3 to 5)
1	Total Revenue from operations (net)	397.23	88.25	61.09	485.48	132.33
2	Net Profit/(Loss) for the period (before tax, extra-ordinary items)	268.04	42.21	34.63	310.25	79.88
3	Net Profit/(Loss) for the period before tax (after extra-ordinary items)	268.04	42.21	34.63	310.25	79.88
4	Net Profit/(Loss) for the period after tax (after extra-ordinary items)	216.74	36.01	30.13	252.75	67.38
5	Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	216.74	36.01	30.13	252.75	67.38
6	Equity Share Capital (face value of Rs. 10 each)	1,302.67	1,302.67	1,302.67	1,302.67	1,302.67
7	Earnings per share (of Rs 10/ each) (for continuing and discontinued operations)					
	Basic ( in rupees)	1.66	0.28	0.23	1.94	0.52
	Diluted (in rupees)	1.66	0.28	0.23	1.94	0.52

### Notes

- The above is an extract of the detailed format of quarterly financial results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015. The full format of the Quarterly Financial Results are available on the Stock Exchange websites www.bseindia.com, www.nseindia.com and company's website www.icdslimited.com.
- The above financial results have been reviewed by the Audit Committee and have been adopted by the Board of Directors in their meeting held on December 11, 2017. The unaudited standalone Ind AS financial results for the quarter and half year ended September 30, 2017 have been subjected to limited review by the statutory auditors of the company.
- The Company, for the first time has adopted Ind AS with effect from April 1, 2017 with transition date of April 1, 2016. The standalone financial results for all the periods presented above, have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable in accordance with the recognition and measurement principles laid down in the Ind AS 34 'Interim Financial Reporting'.
- The standalone Ind AS financial results for the quarter and half year ended September 30, 2016 have not been subjected to limited review or audit. However, the management has exercised necessary diligence to ensure that the standalone financial results for the quarter and half year ended September 30, 2016 provide a true and fair view of the Company's affairs.
- Reconciliation of the standalone financial results to those reported previous Indian GAAP for the quarter and half year ended September 30, 2016 are summarised as below:

Particulars	Quarter ended Sep 30, 2016	Half year ended Sep 30, 2016
Profit after tax under previous Indian GAAP	30.76	68.63
Add/(less) : Ind AS Adjustments		
Notional interest income from unwinding of financial assets	0.58	1.14
Rental Income on unwinding of deposits	0.79	1.58
Depreciation impact on reversal of revaluation surplus	1.87	3.70
Rental Expenses on unwinding of deposits	(3.08)	(6.13)
Notional interest expenses from unwinding of financial liabilities	(0.79)	(1.54)
Tax Adjustments	-	-
<b>Profit after tax as per Ind AS</b>	<b>30.13</b>	<b>67.38</b>
Other comprehensive income/(expenses), net of tax	-	-
<b>Total comprehensive income for the period under Ind AS</b>	<b>30.13</b>	<b>67.38</b>

- The actuarial gains/losses and disclosure of re-measurement gains (losses) on defined benefit plans are arrived at the year end on actuarial valuation of the obligation by the gratuity fund. The actuarial gains/losses historically have not been material.
- The Company does not foresee any diminution in the value of Investments and balances due from subsidiary and the provisions made in the books are adequate and the management is hopeful of recovery of the same at the stated values.

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*[Signature]*





- 8 The Company has not recognised Deferred Tax Assets in excess of Deferred Tax Liabilities as a matter of prudence.
- 9 The Company has prepared its accounts on "going concern basis", in view of successful implementation of the scheme of arrangement sanctioned by the Hon'ble High Court of Karnataka and Company's plans to foray into new business of Non Banking Finance Company (Non-Deposit taking) in
- 10 Figures pertaining to previous period(s) have been regrouped, reclassified and restated, wherever necessary to conform to the classification adopted in the current quarter.

For & on behalf of the Board of Directors

T Mohandas Pai  
Chairman & Wholetime Director  
DIN: 00104336

Place : Manipal  
Date : 11.12.2017

H N S Rao  
Director  
DIN: 00106953



## INDEPENDENT AUDITOR'S REVIEW REPORT

The Board of Directors  
ICDS Limited

1. We have reviewed the accompanying statement of unaudited standalone financial information of ICDS Limited ("the company") comprising of 'Unaudited financial results' for the quarter and half year ended September 30, 2017, along with unaudited Statement of assets and liabilities and explanatory notes ('the Statement') thereon prepared by the Company based on the Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 ('the Act'), read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016 ("the Rules"), as amended. This Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India ('SEBI') (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. The Statement is the responsibility of the Company's management and has been approved by the Board of Directors in its meeting held on December 11, 2017. Further, the management is also responsible to ensure the accounting policies used in preparation of this statement are consistent with those used in the preparation of the Company's opening unaudited Balance Sheet as at April 1, 2016 prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement ('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 statements are 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 above, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with Ind AS prescribed 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.
4. We draw attention to the following matters:
  - a) Note no.2 to the Statement which states that the Company has adopted Ind AS for the financial year commencing from April 1, 2017, and accordingly, the Statement has been prepared by the Company's Management in compliance with Ind AS.

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- b) The comparative figures for the quarter ended June 30, 2017 are reviewed by the erstwhile statutory auditors of the Company and we have relied upon their review report.
- c) We were neither engaged to review, nor we have reviewed the comparative figures including the reconciliations to the total comprehensive income for the quarter and half year ended on September 30, 2016 and accordingly, we do not express any conclusion on the results in the Statement for the quarter and half year ended September 30, 2016. As set out in Note no.5 to the Statement, these figures have been furnished by the Management of the Company.

**For Pathak H D & Associates**

Chartered Accountants

Firm Registration Number : 107783W

*K. Sudhir Prabhu*

Sudhir Prabhu K

Partner

Membership No.: 209589



Place: Bengaluru

Date: December 11, 2017