

**Independent Auditors' Report on Standalone Financial Results For
the quarter and year ended 31st March 2018****The Board of Directors of
BMW Industries Limited**

1. We have audited the accompanying statement of standalone quarterly financial results of **BMW Industries Limited** ('the Company') for the quarter and year ended 31st March, 2018, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('the SEBI Regulations'), read with SEBI circular No: CIR/CFD/FAC/62/2016 dated 5th July, 2016 and has been initialed by us for identification. The financial results for the quarter ended 31st March, 2018 have been prepared on the basis of the audited financial statements for the year ended 31st March, 2018 and the financial results for the nine months ended 31st December, 2017, which were subject to limited review and are the responsibility of the Company's management and have been approved by the Board of Directors of the Company.
2. Our responsibility is to express an opinion on these financial results based on our audit of the financial results as at and for the year ended 31st March, 2018 and our review of the financial results for the nine month period ended 31st December 2017, which was prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34, "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 (as amended) read with relevant rules issued thereunder, as applicable and other accounting principles generally accepted in India and the relevant requirements of the SEBI Regulations.
3. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
4. In our opinion and to the best of our information and according to the explanations given to us, these quarterly standalone financial results as well as the year to date results read with notes thereon:
 - I. are presented in accordance with the requirements of Regulation 33 of the SEBI Regulations read with SEBI circular No: CIR/CFD/FAC/62/2016 dated 5th July, 2016, in this regard; and
 - II. gives a true and fair view of the net profit, other comprehensive income, total comprehensive income and other financial information for the quarter and year ended 31st March 2018.



5. These financial results include the results for the quarter ended 31st March, being the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto 31st December of the relevant financial years. The results for the period ended 31st December 2017 were subject to limited review by us and for the corresponding period of the previous year by the previous auditor as stated in Paragraph 1 above, as required under Regulation 33 of the SEBI Regulations read with SEBI circular No: CIR/CFD/FAC/62/2016 dated 5th July, 2016. Our opinion is not modified in respect of this matter.
6. The comparative financial results of the Company for the corresponding quarter and year ended 31st March, 2017 under IGAAP were audited by the predecessor auditor, Deoki Bijay & Co., who expressed unmodified opinion vide their report dated 27th April, 2017 and reliance has been placed on the figures and other information incorporated for the purpose of preparation and presentation of the financial results.

Our opinion is not modified in respect of this matter.

For Lodha & Co,
Chartered Accountants
Firm's ICAI Registration No.: 301051E

Place: Kolkata
Date: 22nd May, 2018



A handwritten signature in blue ink, appearing to read "H. K. Verma".

H. K. Verma
Partner
Membership No: 055104

(Rs. in Lakhs)

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31/03/2018

Sl No.	Particulars	Quarter ended 31/03/2018	Quarter ended 31/12/2017	Quarter ended 31/03/2017	Year ended 31/03/2018	Year ended 31/03/2017
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
I	Revenue From Operations	26,966.49	24,804.75	22,548.46	94,468.44	77,708.54
II	Other Income	426.03	106.59	623.98	1,550.97	624.49
III	Total income (I+II)	27,392.52	24,911.34	23,172.44	96,019.41	78,333.03
IV	Expenses					
	Cost of materials consumed	12,739.84	15,690.46	13,594.30	55,004.67	46,462.15
	Purchases of stock-in-trade	7,172.65	-	(33.31)	7,172.65	2,532.45
	(Increase)/decrease Inventories of finished goods, stock-in-trade and work-in-progress	(2,197.17)	270.69	(371.64)	(1,862.23)	(148.22)
	Employee benefits expense	574.90	657.11	421.40	2,371.14	1,852.05
	Finance costs	1,219.10	1,119.80	1,045.29	4,657.05	4,173.90
	Depreciation and amortisation expense	1,123.88	1,311.19	1,741.37	4,758.96	4,307.33
	Other expenses	4,705.97	3,739.26	6,740.67	16,752.11	14,810.84
	Total expenses (IV)	25,339.17	22,788.51	23,138.08	88,854.35	73,990.50
V	Profit/(Loss) before tax (III-IV)	2,053.35	2,122.83	34.36	7,165.06	4,342.53
VI	Tax expense					
	(1) Current Tax	365.62	744.37	(575.66)	2,070.91	297.82
	(2) Deferred Tax charge/ (credit)	(118.75)	23.09	666.56	(19.28)	653.57
VII	Profit/(Loss) for the period (V-VI)	1,806.48	1,355.37	(56.54)	5,113.43	3,391.14
VIII	Other Comprehensive Income					
	A (i) Items that will not be reclassified to profit or loss	63.82	(4.98)	(4.60)	48.88	(19.93)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(22.09)	1.72	1.59	(16.92)	6.90
	Other Comprehensive Income for the period (net of tax)	41.73	(3.26)	(3.01)	31.96	(13.03)
	Total Comprehensive Income for the period (VII+VIII)	1,848.21	1,352.11	(59.55)	5,145.39	3,378.11
IX	Paid-up equity share capital (Face value - ₹ 1/- each)	2,250.86	2,250.86	2,250.86	2,250.86	2,250.86
XI	Earnings per equity share					
	(1) Basic (₹)	0.80	0.60	(0.03)	2.27	1.51
	(2) Diluted (₹)	0.80	0.60	(0.03)	2.27	1.51

Notes:

- The above financial results which have been prepared in accordance with Regulation 33 of the SEBI(Listing Obligation and Disclosure Requirements) Regulation, 2015 read with SEBI circular dated July 5, 2016, have been reviewed by the audit committee and approved by the Board of Directors at their meeting held on 22nd May, 2018.
- These financial results have been prepared in accordance with the Indian Accounting Standards (IND-AS) notified under Companies (Indian Accounting Standards) Rules 2015 as amended by Companies (Indian Accounting Standards) (Amendment) Rules, 2016. IND-AS has been made applicable with effect from April 1, 2017 and the comparative figures for the corresponding quarter and year ended of the previous year (transition date being April 1, 2016) have accordingly been restated.
- The Company has one operating business segment viz, manufacturing, processing and selling of steel & steel products comprising of engineering and other products and services and all other activities are incidental to the same.
- Other Income for the year ended 31st March 2018 includes (a) profit on sale of Property, Plant and Equipments Rs. 552.04 Lakhs and (b) Liabilities no longer required written back Rs. 301.40 Lakhs.
- Other Expenditure for the year ended March 2018 includes payment made to sales tax authority under settlement of dispute scheme Rs. 1436.89 Lakhs.
- Goods and Service Tax ("GST") has been implemented with effect from 1st July, 2017 and therefore, revenue from operations for the quarter ended 30th September 2017, 31st December 2017 and 31st March 2018 are net of GST. Revenue from Operations and expenses for the quarter and year ended 31st March 2017 being inclusive of Excise Duty are not comparable with corresponding figures of quarter and year ended 31st March 2018.



- 7 (a) The Board of directors in its meeting held on 7th December 2017 has declared an interim dividend of Rs. 0.01/- per equity share(1%).
(b) Subsequently the Board of Director has declared on 10th April, 2018 an interim dividend of Rs. 0.02/- per equity share for the Financial Year 2018-19
- 8 The Company has issued 4540625 warrants at a price of Rs. 40/- each, entitling the holder to 1 equity share. As per terms and conditions of the issue, the warrant holders have an option to convert warrant to Equity at any time on or before 18 months from the date of allotment (i.e. 30.05.2013.) at exercise price of Rs.160/-per share. 1042917 Warrants aggregating to Rs. 41716680/- being non adjustable or non refundable has been credited during the quarter to Capital Reserve and included under other equity.
- 9 The Company entered into a Share Purchase Agreement (SPA) on 04th April, 2017 inter-alia with M/S Anand Itta Bhata Udyog Private Limited for sale of its entire shareholding in Bansal Nepal Private Limited consisting of 508693 equity shares of Rs. 60/- each subject to compliance and completion of the formalities under the FEMA and the conditions precedent in terms of the SPA. Consequently, the said investments has been classified as held for sale at its realisable value as on 31st March 2018.
- 10 The figures for the last quarter for current and previous financial years are the balancing figures between the audited figures in respect of full Financial year ended 31st March and the published unaudited (limited review) year to date figures upto the third quarter ended 31st December of the respective financial years.
- 11 Reconciliation of net profit between financial results, as previously reported in accordance with Indian GAAP (referred to as "Previous GAAP") and Ind AS for the quarter and year ended March 31, 2017 are presented as under:

Particulars	(Rs. in Lakhs)	
	Quarter Ended 31-03-2017	Year ended 31-03-2017
Net profit under previous GAAP	98.03	3,570.73
Increase in other income as per Effective Interest Method	0.17	0.68
Increase in Finance Costs as per Effective Interest Method	(307.96)	(346.01)
Effect of fair valuation of financial instruments	448.54	447.36
Effect of de-recognition of lease rentals	(13.93)	(23.24)
Gain on adjustment for gratuity amount recognized in other comprehensive income	4.60	19.93
Recognition of deferred tax on asset base of Property,Plant & Equipment and others	(285.99)	(278.31)
Net Profit/(Loss) for the period under Ind AS	(56.54)	3,391.14
Other Comprehensive Income (net of taxes)		
Actuarial gain/(loss) on Employee Benefits Expense	(3.01)	(13.03)
Total Comprehensive Income under Ind AS	(59.55)	3,378.11

- 12 Reconciliation of equity between financial results ,as previously reported in accordance with Indian GAAP (referred to as "Previous GAAP") and IND AS for the year ended March 2017 is presented as under:

Particulars	(Rs. in Lakhs)
	31-Mar-17
Total Equity Under Previous GAAP	46,337.15
Adjustments:	
Effect of adjustment of Processing Fees for Property, Plant & Equipments	(89.82)
Effect of Fair Valuation of Financial Instruments	(11.12)
Effect of de recognition of Lease Rentals	(401.50)
Effect of Fair Valuation of Financial Instruments	322.65
Effect of adjustments of Government Grant receivable under capital promotion incentive scheme	(41.06)
Recognition of deferred tax on asset base of Property,Plant & Equipment and others	(3,586.80)
Total Equity as per IND AS	42,529.50

- 13 Previous period figures have been regrouped/ reclassified by the Company, wherever necessary, to confirm to current quarter's classification.



BMW INDUSTRIES LTD

Statement of Assets and Liabilities

(Rs. in Lakhs)

Particulars	As at 31/03/2018	As at 31/03/2017
ASSETS		
1 Non-current assets		
(a) Property, Plant and Equipment	51,268.75	54,030.59
(b) Capital Work in Progress	2,147.67	3,520.55
(c) Intangible Assets	6.46	12.92
(d) Financial Assets		
(i) Investments	665.69	983.62
(ii) Other financial assets	323.56	404.74
(e) Other non-current assets	1,939.36	1,858.85
Total Non-Current Assets	56,351.49	60,811.27
2 Current assets		
(a) Inventories	22,523.77	17,924.58
(b) Financial Assets		
(i) Trade receivables	20,895.16	18,128.65
(ii) Cash and cash equivalents	50.83	145.30
(iii) Bank balances other than (iii) above	961.41	674.32
(iv) Loans	124.33	169.33
(v) Other financial assets	90.00	123.93
(c) Other current assets	4,824.46	3,971.13
Total Current Assets	49,469.96	41,137.24
3 Assets classified as held for sale	305.22	-
Total Assets	1,06,126.67	1,01,948.51
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share capital	2,250.86	2,250.86
(b) Other Equity	45,821.67	40,278.64
Total Equity	48,072.53	42,529.50
Liabilities		
1 Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	15,205.31	19,636.90
(b) Provisions	223.59	230.92
(c) Deferred tax liabilities (Net)	4,325.17	4,335.10
(d) Other non-current liability	2,644.13	3,091.49
Total Non-current Liabilities	22,398.20	27,294.41
2 Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	22,241.66	22,643.00
(ii) Trade payables	6,329.14	2,426.74
(iii) Other financial liabilities	6,055.27	5,803.62
(b) Other current liabilities	524.42	1,228.64
(c) Provisions	505.45	22.60
Total Liabilities	35,655.94	32,124.60
Total Equity and Liabilities	1,06,126.67	1,01,948.51

Place: Kolkata
Date: May 22, 2018



For and on behalf of the Board of Directors of
BMW INDUSTRIES Limited

Harsh Bansal
Managing Director
(DIN: 00137014)

