

# Walker ChandioK & Co LLP

**Walker ChandioK & Co LLP**  
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## **Independent Auditor's Review Report on Standalone Quarterly Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

### **To the Board of Directors of Cosmo Films Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results ('Statement') of Cosmo Films Limited ('the Company') for the quarter ended 30 June 2017, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to the fact that the figures for the corresponding quarter ended 30 June 2016, including the reconciliation of net profit under Ind AS of the corresponding quarter with net profit reported under previous GAAP, as included in the Statement have been approved by the Board of Directors but have not been subject to limited review or audit. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. 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 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.



# Walker Chandiok & Co LLP

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 applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Walker Chandiok & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

*Neeraj Goel*

per Neeraj Goel

Partner

Membership No. 099514

New Delhi

09 August 2017



COSMO FILMS LIMITED  
UNAUDITED STANDALONE FINANCIAL RESULTS

(Rs Crores)

S.No	Particulars	3 months ended	
		30.06.2017	30.06.2016
		Refer Note 1	Refer Note 2
I	<b>Income:</b>		
	a) Revenue from Operation (Gross)	457.87	376.04
	b) Other Income	1.39	0.56
	<b>Total Income</b>	459.26	376.60
II	<b>Expenditure:</b>		
	a) Cost of Materials Consumed	294.59	226.15
	b) Purchase of Traded Goods	-	-
	c) Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(0.43)	(4.92)
	d) Excise Duty	30.46	26.27
	e) Employee Benefit Expenses	20.71	19.00
	f) Depreciation and Amortisation Expenses	11.11	8.57
	g) Finance Cost	9.39	9.23
	h) Other Expenditure (net)	75.04	59.32
	<b>Total Expenses</b>	440.86	343.62
III	<b>Profit/(Loss) before Exceptional Items and Tax (I-II)</b>	18.39	32.98
IV	Exceptional Items	-	-
V	<b>Profit/(Loss) before Tax (III-IV)</b>	18.39	32.98
VI	<b>Tax Expense:</b>		
	a) Current Tax	4.13	7.22
	b) Deferred Tax	(0.55)	(0.71)
	<b>Income Tax Expense</b>	3.58	6.51
VII	<b>Net Profit/(Loss) for the period (V-VI)</b>	14.81	26.47
VIII	<b>Other Comprehensive Income</b>		
a)	i) Items that will not be reclassified to Profit or Loss	0.21	0.21
	ii) Income Tax related to above	(0.07)	(0.07)
b)	i) Items that will be reclassified to Profit or Loss	0.68	1.67
	ii) Income Tax related to above	-	-
	<b>Total Other Comprehensive (Loss)/Income (net of tax)</b>	0.82	1.81
IX	<b>Total Comprehensive Income for the period (VII+VIII)</b>	15.63	28.28
X	Paid - up Equity Share Capital (Face Value Rs.10)	19.44	19.44
XI	<b>Earning Per Share for the Period (of Rs 10/- each) (not annualised)</b>		
	Basic	7.73	13.79
	Diluted	7.72	13.79

REPORTING OF SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Particulars	3 months ended	
	30.06.2017	30.06.2016
	Refer Note 1	Refer Note 2
a) Segment Revenue		
Packaging Films	424.53	348.42
Others	-	-
Sub Total	424.53	348.42
Less: Inter Segment Revenue	-	-
Total	424.53	348.42
b) Segment Results		
Profit before Tax and Interest		
Packaging Films	29.47	45.14
Others	-	-
Sub Total	29.47	45.14
Less: Finance cost	9.39	9.23
Less: Unallocable expenses net of unallocable income	1.69	2.93
Profit from ordinary activity before Tax	18.39	32.98
c) Capital Employed		
Segment Assets		
Packaging Films	1,417.81	1,045.45
Others	-	-
Unallocated	178.51	175.88
Total	1,596.32	1,221.33
Segment Liability		
Packaging Films	266.15	210.06
Others	-	-
Unallocated	2.62	-
Total	268.77	210.06
Segment Capital Employed		
Packaging Films	1,151.66	835.39
Others	-	-
Unallocated	175.89	175.88
Total	1,327.55	1,011.27





## Notes:

- 1 The above unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors on 09th August, 2017 and limited review of the same has been carried out by the statutory auditors of the company.
- 2 The Company adopted Indian Accounting Standards ("IND-AS") effective 1st April, 2017 (transition date being 1st April, 2016) and accordingly, the financial results for the quarter ended 30th June, 2017 have been prepared in accordance with the recognition and measurement principles laid down in the IND AS prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India. The IND-AS financial results and financial information for the quarter ended 30th June, 2016 have been compiled by the management after making necessary adjustments to give a true and fair view of the results in accordance with IND-AS and has not been subject to any limited review or audit. Adjustments, if any shall be made after audit.
- 3 Reconciliation of Profit between IND-AS and Indian GAAP for the quarter ended 30th June 2016 is as follows:

Particulars	Quarter ended 30th June 2016
<b>Net Profit after Tax as per previous Indian GAAP</b>	<b>27.14</b>
- Amortisation of transaction costs on Long Term Loans	(0.09)
- Recognition of benefits under EPCG Scheme as Government Grant (net)	-
- Depreciation on Fair Value as Deemed Cost of Leasehold Land	(0.22)
- Recognition of ESOP Costs at Fair Value	(0.34)
- Acturial Gain/(Loss) on Employee Benefits recognised in Other Comprehensive Income	(0.21)
- Tax Impact on above	0.19
<b>Net Profit after Tax (before other comprehensive income) as per IND-AS</b>	<b>26.47</b>
Other Comprehensive Income (net of tax)	1.81
<b>Total Comprehensive Income</b>	<b>28.28</b>

- 4 Tax Liability is based upon the estimated tax computation for the whole year and excess/short provision if any will be adjusted in the last quarter.
- 5 Figures for the previous period have been regrouped wherever required.

New Delhi  
9th August 2017



*Ashok Jaipuria*  
ASHOK JAIPURIA  
CHAIRMAN



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## Independent Auditor's Review Report on Consolidated Quarterly Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

### To the Board of Directors of Cosmo Films Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results ('Statement') of Cosmo Films Limited ('the Company') and its subsidiaries (the Company and its subsidiaries together referred to as 'the Group'), (Refer Annexure 1 for the list of subsidiaries included in the Statement) for the quarter ended 30 June 2017, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to the fact that the figures for the corresponding quarter ended 30 June 2016, including the reconciliation of net profit under Indian Accounting Standards (Ind AS) of the corresponding quarter with net profit reported under previous GAAP, as included in the Statement have been approved by the Board of Directors but have not been subject to limited review or audit. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. 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 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.



# Walker Chandio & Co LLP

Independent Auditor's Review Report on Consolidated Quarterly Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Cont'd)

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 applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Walker Chandio & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

per Neeraj Goel

Partner

Membership No. 099514



New Delhi

09 August 2017

# Walker ChandioK & Co LLP

Independent Auditor's Review Report on Consolidated Quarterly Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Cont'd)

## Annexure 1

### List of entities included in the Statement

- a. Cosmo Films Singapore Pte. Ltd.
- b. Cosmo Films Korea Limited
- c. Cosmo Films Japan, GK
- d. CF (Netherlands) Holding Ltd B.V.
- e. Cosmo Films Inc.
- f. CF Investment Holding Private (Thailand) Company Limited





COSMO FILMS LIMITED  
UNAUDITED CONSOLIDATED FINANCIAL RESULTS

S.No	Particulars	3 months ended	
		30.06.2017	30.06.2016
		Refer Note 1	Refer Note 2
I	<b>Income:</b>		
	a) Revenue from Operation (Gross)	470.72	408.80
	b) Other Income	1.42	0.83
	<b>Total Income</b>	<b>472.14</b>	<b>409.63</b>
II	<b>Expenses</b>		
	a) Cost of Materials Consumed	302.05	244.57
	b) Purchase of Traded Goods	0.58	0.54
	c) Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(13.49)	(6.87)
	d) Excise Duty	30.46	26.27
	e) Employee Benefit Expenses	31.51	30.44
	f) Depreciation and Amortisation Expenses	12.53	9.99
	g) Finance Cost	9.76	9.60
	h) Other Expenditure (net)	85.78	71.30
	<b>Total Expenses</b>	<b>459.18</b>	<b>385.84</b>
III	<b>Profit/(Loss) before exceptional items and Tax (I-II)</b>	<b>12.96</b>	<b>23.79</b>
IV	Exceptional Items	-	-
V	<b>Profit/(Loss) before tax (III-IV)</b>	<b>12.96</b>	<b>23.79</b>
VI	<b>Tax Expense:</b>		
	a) Current Tax	4.11	6.92
	b) Deferred Tax	(0.39)	(1.39)
	<b>Income Tax Expense</b>	<b>3.72</b>	<b>5.53</b>
VII	<b>Net Profit/(Loss) for the period (V-VI)</b>	<b>9.24</b>	<b>18.26</b>
VIII	<b>Other Comprehensive Income</b>		
a)	i) Items that will not be reclassified to Profit or Loss	0.21	0.21
	ii) Income Tax related to above	(0.07)	(0.07)
b)	i) Items that will be reclassified to Profit or Loss	0.20	(0.71)
	ii) Income Tax related to above	-	-
	<b>Total Other Comprehensive (Loss)/Income (net of tax)</b>	<b>0.34</b>	<b>(0.57)</b>
IX	<b>Total Comprehensive Income for the period (VII+VIII)</b>	<b>9.58</b>	<b>17.69</b>
X	<b>Paid - up Equity Share Capital (Face Value Rs. 10)</b>	<b>19.16</b>	<b>19.16</b>
XI	<b>Earning Per Share for the Period (of Rs 10/- each) (not annualised)</b>		
	Basic	4.82	9.52
	Diluted	4.82	9.52

REPORTING OF SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Particulars	3 months ended	
	30.06.2017	30.06.2016
	Refer Note 1	Refer Note 2
a) Segment Revenue		
Packaging Films	434.68	379.98
Others	2.70	1.41
Sub Total	437.38	381.39
Less: Inter Segment Revenue	-	-
<b>Total</b>	<b>437.38</b>	<b>381.39</b>
b) Segment Results		
Profit /(Loss) before Tax and Interest		
Packaging Films	24.04	36.31
Others	0.37	0.01
Sub Total	24.41	36.32
Less: Finance Cost	9.76	9.60
Less: Unallocable expenses net of unallocable income	1.69	2.93
<b>Profit from ordinary activity before Tax</b>	<b>12.96</b>	<b>23.79</b>
c) Capital Employed		
Segment Assets		
Packaging Films	1,514.77	1,158.20
Others	2.62	5.30
Unallocated	82.32	77.47
<b>Total</b>	<b>1,599.71</b>	<b>1,240.97</b>
Segment Liability		
Packaging Films	276.93	215.71
Others	-	-
Unallocated	2.62	-
<b>Total</b>	<b>279.55</b>	<b>215.71</b>
Segment Capital Employed		
Packaging Films	1,237.84	942.48
Others	2.62	5.30
Unallocated	79.70	77.47
<b>Total</b>	<b>1,320.16</b>	<b>1,025.26</b>





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## Notes

1

The above unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors on 09th August, 2017 and limited review of the same has been carried out by the statutory auditors of the company.

- 2 The Company adopted Indian Accounting Standards ("IND-AS") effective 1st April, 2017 (transition date being 1st April, 2016) and accordingly, the financial results for the quarter ended 30th June, 2017 have been prepared in accordance with the recognition and measurement principles laid down in the IND AS prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India. The IND-AS financial results and financial information for the quarter ended 30th June, 2016 have been compiled by the management after making necessary adjustments to give a true and fair view of the results in accordance with IND-AS and has not been subject to any limited review or audit. Adjustments, if any shall be made after audit.

- 3 Reconciliation of Profit between IND-AS and Indian GAAP for the quarter ended 30th June 2016 is as follows:

Particulars	Quarter ended 30th June 2016
<b>Net Profit after Tax as per previous Indian GAAP</b>	<b>18.93</b>
- Amortisation of transaction costs on Long Term Loans	(0.09)
- Recognition of benefits under EPCG Scheme as Government Grant (net)	-
- Depreciation on Fair Value as Deemed Cost of Leasehold Land	(0.22)
- Recognition of ESOP Costs at Fair Value	(0.34)
- Acturial Gain/(Loss) on Employee Benefits recognised in Other Comprehensive	(0.21)
- Tax Impact on above	0.19
<b>Net Profit after Tax (before other comprehensive income) as per IND-AS</b>	<b>18.26</b>
Other Comprehensive Income (net of tax)	(0.57)
<b>Total Comprehensive Income</b>	<b>17.69</b>

- 4 Tax Liability is based upon the estimated tax computation for the whole year and excess/short provision if any will be adjusted in the last quarter.
- 5 Key numbers of Standalone financial results are as given below. The standalone financial results are available at Company's website.

	3 months ended	
	30.06.2017	30.06.2016
Income from operation (Gross Sales)	457.87	376.04
Profit/(Loss) from ordinary activity before tax	18.39	32.98
Profit/(Loss) from ordinary activity after tax	14.81	26.47

- 6 Figures for the previous period have been regrouped wherever required.

New Delhi  
9th August 2017



ASHOK JAIPURIA  
CHAIRMAN

