

Walker ChandioK & Co LLP

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Independent Auditor's Review Report on Consolidated Quarterly Financial Results of Cosmo Films Limited 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 2018, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. 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.
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

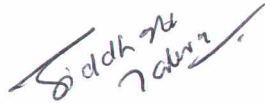


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Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

4. We did not review the financial information of six subsidiaries included in the Statement whose financial information reflect total revenues of ₹23.83 crores and net loss (including other comprehensive income) of ₹ 0.67 crores for the quarter ended 30 June 2018. These financial information have not been reviewed and have been furnished to us by the management and our review report on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, are based solely on such financial information that has not been reviewed. According to the information and explanations given to us by the management, these financial information are not material to the Group. Our review report on the consolidated financial results is not modified in respect of this matter with respect to our reliance on the financial information certified by the management.

For Walker Chandiok & Co LLP
Chartered Accountants
Firm Registration No: 001076N/N500013



Siddharth Talwar
Partner
Membership No. 512752



Place: New Delhi
Date: 10 August 2018

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. Cosmo Films Inc.
- e. CF (Netherlands) Holdings Ltd B.V.
- f. CF Investment Holding Private (Thailand) Company Limited
- g. Cosmo Films Poland Sp Z.O.O



COSMO FILMS LIMITED
UNAUDITED CONSOLIDATED FINANCIAL RESULTS

(Rs in crore)

S.No	Particulars	3 months ended			Year Ended
		30.06.2018	31.03.2018	30.06.2017	31.03.2018
		Reviewed	Refer Note 1	Reviewed	Audited
I	Income:				
	a) Revenue from Operation (Gross)	517.57	501.98	449.36	1,876.98
	b) Other Income	2.69	5.48	2.57	34.51
	Total Income	520.26	507.46	451.93	1,911.49
II	Expenses:				
	a) Cost of Materials Consumed	390.68	364.44	302.05	1,331.48
	b) Purchase of Traded Goods	0.20	0.32	0.58	1.63
	c) Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(9.41)	6.45	(13.49)	(8.42)
	d) Excise Duty	-	-	30.46	30.46
	e) Employee Benefit Expenses	32.06	30.92	31.51	129.98
	f) Depreciation and Amortisation Expenses	13.05	12.97	12.53	51.21
	g) Finance Cost	16.66	15.05	11.11	52.38
	h) Allowance for expected credit losses	(0.08)	0.45	0.30	1.18
	i) Other Expenses (net)	63.39	65.09	63.92	257.59
	Total Expenses	506.55	495.69	438.97	1,847.49
III	Profit before Tax (I-II)	13.71	11.77	12.96	64.00
IV	Tax Expense:				
	a) Current Tax	3.03	4.17	4.11	15.82
	b) Deferred Tax	0.58	(17.46)	(0.39)	(16.25)
	Income Tax Expense	3.61	(13.29)	3.72	(0.43)
V	Net Profit for the period (III-IV)	10.10	25.06	9.24	64.43
VI	Other Comprehensive Income				
a)	i) Items that will not be reclassified to Profit or Loss	0.77	3.89	0.21	6.73
	Income Tax related to above	(0.05)	0.03	(0.07)	(0.19)
b)	i) Items that will be reclassified to Profit or Loss	8.86	(6.54)	0.20	(6.31)
	Income Tax related to above	(3.09)	2.20	-	2.20
	Total Other Comprehensive (Loss)/Income (net of tax)	6.49	(0.42)	0.34	2.43
VII	Total Comprehensive Income for the period (V+VI)	16.59	24.64	9.58	66.86
VIII	Paid - up Equity Share Capital (Face Value Rs. 10)	19.44	19.44	19.44	19.44
IX	Other Equity as per Balance Sheet				600.22
X	Earning Per Share for the Period (of Rs 10/- each) (not annualised)				
	Basic	5.27	13.08	4.82	33.62
	Diluted	5.27	13.08	4.82	33.62

REPORTING OF SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Particulars	3 months ended			Year Ended
	30.06.2018	31.03.2018	30.06.2017	31.03.2018
	Reviewed	Refer Note 1	Reviewed	Audited
a) Segment Revenue				
Packaging Films	516.28	501.47	416.20	1,842.03
Others	1.29	0.51	2.70	4.49
Sub Total	517.57	501.98	418.90	1,846.52
Less: Inter Segment Revenue	-	-	-	-
Total	517.57	501.98	418.90	1,846.52
b) Segment Results				
Profit before Tax and Interest				
Packaging Films	31.85	28.16	25.39	123.80
Others	0.20	0.17	0.37	0.94
Sub Total	32.05	28.33	25.76	124.74
Less: Finance Cost	16.66	15.05	11.11	52.38
Less: Unallocable expenses net of unallocable income	1.68	1.51	1.69	8.36
Profit from ordinary activity before Tax	13.71	11.77	12.96	64.00
c) Capital Employed				
Segment Assets				
Packaging Films	1,716.00	1,629.05	1,514.77	1,629.05
Others	2.40	2.71	2.62	2.71
Unallocated	106.65	146.44	82.32	146.44
Total	1,825.05	1,778.20	1,599.71	1,778.20
Segment Liability				
Packaging Films	342.88	329.80	276.93	329.80
Others	-	-	-	-
Unallocated	0.71	1.13	2.62	1.13
Total	343.59	330.93	279.55	330.93
Segment Capital Employed				
Packaging Films	1,373.12	1,299.25	1,237.84	1,299.25
Others	2.40	2.71	2.62	2.71
Unallocated	105.94	145.31	79.70	145.31
Total	1,481.46	1,447.27	1,320.16	1,447.27

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[Signature]



Notes:

- 1 The above unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors on 10th August 2018 and limited review of the same has been carried out by the statutory auditors of the company. Figures for the quarter ended 31st March 2018 are the balancing figures between the audited figures for the full financial year ended 31st March 2018 and the published year to date figures upto the third quarter of the financial year.
- 2 These financial results have been prepared in accordance with the recognition and measurement principles of applicable Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified in section 133 of the Companies Act, 2013.
- 3 According to the requirements of Ind-AS and SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, revenue for the quarter ended 30th June 2017 and for the year ended 31st March 2018 were reported inclusive of Excise Duty. The Government of India has implemented Goods and Service Tax (GST) from 1st July 2017 replacing Excise Duty, Service Tax and various other indirect taxes. As per Ind-AS, the revenue for the quarter ended 30th June 2018 and quarter ended 31st March 2018, is reported net of GST. Had the previously reported revenue shown net of excise duty, comparative revenue of the Company would have been as follows:

Particulars	3 months ended			Year Ended
	30.06.2018	31.03.2018	30.06.2017	31.03.2018
	Reviewed	Refer Note 1	Reviewed	Audited
Net Sales/Revenue from Operations (Net of Excise Duty)	517.57	501.98	418.90	1,846.52

- 4 The above results includes gains/(loss) due to foreign exchange rate fluctuations on foreign currency borrowings as under:

Particulars	3 months ended			Year ended
	30.06.2018	31.03.2018	30.06.2017	31.03.2018
	Reviewed	Refer Note 1	Reviewed	Audited
Other Income/(Expenses)	0.43	0.44	1.15	8.98
Finance Cost	(5.09)	(4.09)	(2.74)	(11.66)

- 5 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.
- 6 The Company has adopted Ind AS 115 "Revenue from contracts with customers" applying a full retrospective transition approach, which replaces earlier revenue recognition standard. The Company has assessed that, in case of contracts with customers, some performance obligations comprise arranging for another party to provide certain services to the customers. Accordingly, revenue for such performance obligations is recognized as the difference between the consideration allocated for services provided to customers and the related costs for arranging the same. However, there is no impact on retained earnings or profit for the respective periods.

The restated revenue for the quarter ended 30th June 2017, quarter and year ended 31st March 2018 is lower by Rs 21.36 crore, Rs 25.13 crores and Rs 89.71 crores respectively with the corresponding decrease in other expenses.

- 7 Key numbers of Standalone financial results are as given below. The standalone financial results are available at Company's website.

	3 months ended			Year Ended
	30.06.2018	31.03.2018	30.06.2017	31.03.2018
Income from operation (Gross Sales)	475.81	463.86	439.20	1,779.07
Profit/(Loss) from ordinary activity before tax	14.46	17.89	18.39	85.47
Profit/(Loss) from ordinary activity after tax	10.66	29.27	14.81	84.89

New Delhi
10th August 2018


ASHOK JAIPURIA
CHAIRMAN



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Independent Auditor's Review Report on Standalone Quarterly Financial Results of Cosmo Films Limited 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 2018, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. 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 Chandiook & 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 Chandiook & Co LLP
Chartered Accountants
Firm Registration No: 001076N/N500013



Siddharth Talwar
Partner
Membership No. 512752



Place: New Delhi
Date: 10 August 2018

COSMO FILMS LIMITED
UNAUDITED STANDALONE FINANCIAL RESULTS

(Rs in crore)

S.No	Particulars	3 months ended			Year Ended
		30.06.2018	31.03.2018	30.06.2017	31.03.2018
		Reviewed	Refer Note 1	Reviewed	Audited
I	Income:				
	a) Revenue from Operation (Gross)	475.81	463.86	439.20	1,779.07
	b) Other Income	2.25	3.83	3.42	34.84
	Total Income	478.06	467.69	442.62	1,813.91
II	Expenses:				
	a) Cost of Materials Consumed	374.48	346.38	294.59	1,276.76
	b) Purchase of Traded Goods	-	1.55	-	5.00
	c) Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(15.69)	0.01	(0.43)	6.59
	d) Excise Duty	-	-	30.46	30.46
	e) Employee Benefit Expenses	21.93	20.26	20.71	86.79
	f) Depreciation and Amortisation Expenses	11.57	11.53	11.11	45.50
	g) Finance Cost	15.46	14.21	10.74	50.12
	h) Allowance for expected credit losses	-	(0.07)	0.18	0.75
	i) Other Expenses (net)	55.85	55.93	56.87	226.47
	Total Expenses	463.60	449.80	424.23	1,728.44
III	Profit before Tax (I-II)	14.46	17.89	18.39	85.47
IV	Tax Expense:				
	a) Current Tax	3.07	4.35	4.13	15.33
	b) Deferred Tax	0.73	(15.73)	(0.55)	(14.75)
	Income Tax Expense	3.80	(11.38)	3.58	0.58
V	Net Profit for the period (III-IV)	10.66	29.27	14.81	84.89
VI	Other Comprehensive Income				
a)	i) Items that will not be reclassified to Profit or Loss	0.13	(0.10)	0.21	0.54
	Income Tax related to above	(0.05)	0.03	(0.07)	(0.19)
b)	i) Items that will be reclassified to Profit or Loss	8.57	(5.98)	0.68	(5.08)
	Income Tax related to above	(2.99)	1.78	-	1.78
	Total Other Comprehensive (Loss)/Income (net of tax)	5.66	(4.27)	0.82	(2.95)
VII	Total Comprehensive Income for the period (V+VI)	16.32	25.00	15.63	81.94
VIII	Paid - up Equity Share Capital (Face Value Rs.10)	19.44	19.44	19.44	19.44
IX	Other Equity as per Balance Sheet				617.64
X	Earning Per Share for the Period (of Rs 10/- each) (not annualised)				
	Basic	5.56	15.27	7.73	44.30
	Diluted	5.56	15.27	7.72	44.30

REPORTING OF SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Particulars	3 months ended			Year Ended
	30.06.2018	31.03.2018	30.06.2017	31.03.2018
	Reviewed	Refer Note 1	Reviewed	Audited
a) Segment Revenue				
Packaging Films	475.81	463.86	408.74	1,748.60
Others	-	-	-	-
Sub Total	475.81	463.86	408.74	1,748.60
Less: Inter Segment Revenue	-	-	-	-
Total	475.81	463.86	408.74	1,748.60
b) Segment Results				
Profit before Tax and Interest				
Packaging Films	31.59	33.61	30.82	143.95
Others	-	-	-	-
Sub Total	31.59	33.61	30.82	143.95
Less: Finance cost	15.46	14.21	10.74	50.12
Less: Unallocable expenses net of unallocable income	1.67	1.51	1.69	8.36
Profit from ordinary activity before Tax	14.46	17.89	18.39	85.47
c) Capital Employed				
Segment Assets				
Packaging Films	1,561.46	1,482.27	1,417.81	1,482.27
Others	-	-	-	-
Unallocated	180.84	218.53	178.51	218.53
Total	1,742.30	1,700.80	1,596.32	1,700.80
Segment Liability				
Packaging Films	307.77	308.66	266.15	308.66
Others	-	-	-	-
Unallocated	0.71	0.71	2.62	0.71
Total	308.48	309.37	268.77	309.37
Segment Capital Employed				
Packaging Films	1,253.69	1,173.61	1,151.66	1,173.61
Others	-	-	-	-
Unallocated	180.13	217.82	175.89	217.82
Total	1,433.82	1,391.43	1,327.55	1,391.43

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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 10th August 2018 and limited review of the same has been carried out by the statutory auditors of the company. Figures for the quarter ended 31st March 2018 are the balancing figures between the audited figures for the full financial year ended 31st March 2018 and the published year to date figures upto the third quarter of the financial year.
- 2 These financial results have been prepared in accordance with the recognition and measurement principles of applicable Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified in section 133 of the Companies Act, 2013.
- 3 According to the requirements of Ind-AS and SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, revenue for the quarter ended 30th June 2017 and for the year ended 31st March 2018 were reported inclusive of Excise Duty. The Government of India has implemented Goods and Service Tax (GST) from 1st July 2017 replacing Excise Duty, Service Tax and various other indirect taxes. As per Ind-AS, the revenue for the quarter ended 30th June 2018 and quarter ended 31st March 2018, is reported net of GST. Had the previously reported revenue shown net of excise duty, comparative revenue of the Company would have been as follows:

Particulars	3 months ended			Year Ended
	30.06.2018	31.03.2018	30.06.2017	31.03.2018
	Reviewed	Refer Note 1	Reviewed	Audited
Net Sales/Revenue from Operations (Net of Excise Duty)	475.81	463.86	408.74	1,748.60

- 4 The above results includes gains/(loss) due to foreign exchange rate fluctuations on foreign currency borrowings as under:

Particulars	3 months ended			Year ended
	30.06.2018	31.03.2018	30.06.2017	31.03.2018
	Reviewed	Refer Note 1	Reviewed	Audited
Other Income/(Expenses)	(0.17)	0.30	2.03	8.71
Finance Cost	(5.09)	(4.09)	(2.74)	(11.66)

- 5 The Company has adopted Ind AS 115 "Revenue from contracts with customers" applying a full retrospective transition approach, which replaces earlier revenue recognition standard. The Company has assessed that, in case of contracts with customers, some performance obligations comprise arranging for another party to provide certain services to the customers. Accordingly, revenue for such performance obligations is recognized as the difference between the consideration allocated for services provided to customers and the related costs for arranging the same. However, there is no impact on retained earnings or profit for the respective periods.

The restated revenue for the quarter ended 30th June 2017, quarter and year ended 31st March 2018 is lower by Rs 18.67 crore, Rs 22.38 crores and Rs 77.98 crores respectively with the corresponding decrease in other expenses.

- 6 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.

New Delhi
10th August 2018


ASHOK JAIPURIA
CHAIRMAN

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