

Auditor's Report on Annual Consolidated Ind AS Financial Results of the Company Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To  
The Board of Directors  
Shankara Building Products Limited.

1. We have audited the accompanying Statement of Annual Consolidated Ind AS Financial Results of Shankara Building Products Limited (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the year ended March 31, 2019 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. This Statement has been prepared on the basis of the annual consolidated Ind AS financial statements. Our responsibility is to express an opinion on this Statement based on our audit of such annual consolidated Ind AS financial statements, which have been prepared in accordance with the Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued there under and other accounting principles generally accepted in India.
2. We conducted our audit of the Statement in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the Statement. An audit also includes assessing the accounting principles used and significant estimates made by management.
3. We believe that the audit evidences obtained by us and obtained by the other auditors in terms of their report referred to in paragraph 5 below, is sufficient and appropriate to provide a reasonable basis for our opinion on the Statement.



4. In our opinion and to the best of our information, the Statement:

(i) includes the annual Ind AS financial results of the following entities:

Sr. No.	Name of the Entity	Relationship
1	Taurus Value Steel & Pipes Private Limited	Subsidiary
2	Vishal Precision Steel Tubes and Strips Private Limited	Subsidiary
3	Steel Networks Holdings Pte Limited	Subsidiary
4	Centurywells Roofing India Private Limited	Step Down Subsidiary

(ii) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and

(iii) gives a true and fair view of the consolidated net profit (including other comprehensive income) and other financial information of the Group for the year ended March 31, 2019.

5.

(i) We did not audit the Ind AS financial statements of 2 subsidiaries (including one step down subsidiary), whose Ind AS financial statements reflects total assets of Rs.19,574.70 lakhs as at March 31, 2019, total revenues of Rs.78,288.68 lakhs and total profit (including other comprehensive income) after tax of Rs.874.57 lakhs for the year ended on that date, as considered in the Statement. These Ind AS financial statements have been audited by other auditors whose reports have been furnished to us by the management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors.

(ii) We did not audit the Ind AS financial statements of 1 subsidiary, included in the Statement, whose Ind AS financial statements reflects total assets of Rs.1,203.00 lakhs as at March 31, 2019, total revenues of Rs. Nil and total profit (including other comprehensive income) after tax of Rs. 9.08 lakhs for the year ended on that date, as considered in the Statement. These Ind AS financial statements are not audited by their auditors and have been furnished to us by the management and our opinion on the Statement, in so far as it

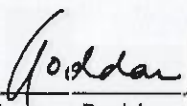


relates to the amounts and disclosures included in respect of this subsidiary, is based solely on such unaudited Ind AS financial statements. According to the information and explanations given to us by the management, these Ind AS financial statements are not material to the Group.

Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Ind AS financial statements certified by the management.

6. The Statement includes the results for the Quarter ended March 31, 2019, being the balancing figure between audited figures in respect of full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For Haribhakti & Co. LLP  
Chartered Accountants  
ICAI Firm Registration No.103523W/W100048

  
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Gaurav Poddar  
Partner  
Membership No.: 063847



Bangalore  
May 09, 2019

Shankara Building Products Limited

CIN:L26922KA1995PLC018990

Registered and Corporate Office: G-2, FARAH WINSFORD, 133, INFANTRY ROAD, BANGALORE- 560 001

Website:www.shankarabuildpro.com, Email:compliance@shankarabuildpro.com

Consolidated financial results for the Quarter and Year ended 31 March 2019

(Rs. in Lacs unless other wise stated)

Particulars	For the quarter ended			For the year ended	
	31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
	Unaudited*	Unaudited	Unaudited*	Audited	Audited
I Revenue from operations	61,965.97	60,533.62	76,080.98	2,65,410.45	2,54,866.56
II Other income	220.38	43.25	13.73	442.82	64.43
III Total Income (I+II)	62,186.35	60,576.87	76,094.71	2,65,853.27	2,54,930.99
IV Expenses					
Cost of Materials Consumed	25,923.12	31,745.87	38,749.70	1,36,823.95	1,27,644.98
Purchase of Stock-in-Trade	29,760.48	19,761.51	33,414.02	98,782.99	1,01,041.33
Changes in inventories of finished goods & stock in trade	590.31	2,450.95	(6,311.11)	328.66	(8,828.25)
Employee benefits expense	1,513.02	1,609.17	1,471.27	6,426.95	5,594.80
Finance costs	1,240.57	1,518.85	1,373.81	5,669.78	4,634.69
Depreciation and amortization expenses	463.73	486.28	431.27	1,862.11	1,359.07
Other expenses	2,535.50	2,662.80	3,348.60	11,106.02	11,894.70
Total expenses (IV)	62,026.73	60,235.43	72,477.56	2,61,000.46	2,43,341.32
V Profit before tax (III-IV)	159.62	341.44	3,617.15	4,852.81	11,589.67
VI Tax expense:					
Current tax	12.41	(27.05)	1,199.90	1,284.08	3,814.80
for earlier years	0.00	(16.11)	140.61	(73.29)	109.85
Deferred tax	(15.23)	131.56	115.63	367.82	284.62
Total Tax Expenses:	(2.82)	88.40	1,456.14	1,578.61	4,209.27
VII Profit for the period	162.44	253.04	2,161.01	3,274.20	7,380.40
VIII Other Comprehensive Income					
A (i) Items that will not be reclassified to Profit or loss	7.99	(7.75)	13.10	(67.20)	13.10
(ii) Income tax relating to items that will not be reclassified to Profit or loss	(2.52)	2.70	(4.53)	23.75	(4.53)
Total A	5.47	(5.05)	8.57	(43.45)	8.57
B (i) Items that will be reclassified to Profit or loss	2.09	3.58	1.90	8.90	1.59
(ii) Income tax relating to items that will be reclassified to Profit or loss	-	-	-	-	-
Total B	2.09	3.58	1.90	8.90	1.59
Total Other Comprehensive Income/(loss) (A+B)	7.56	(1.47)	10.47	(34.55)	10.16
IX Total Comprehensive Income	170.00	251.57	2,171.48	3,239.65	7,390.56
Total comprehensive income for the year attributable to:					
- Owners of the Company	169.98	251.60	2,171.00	3,239.06	7,389.11
- Non-controlling Interest	0.02	(0.03)	0.47	0.59	1.45
	170.00	251.57	2,171.47	3,239.65	7,390.56
X Paid Equity share capital	2,284.93	2,284.93	2,284.93	2,284.93	2,284.93
Face Value per share (in Rs.)	10.00	10.00	10.00	10.00	10.00
Reserve excluding revaluation reserve - Other equity				45,619.21	43,285.34
XI Earning per equity share:					
Basic & Diluted (in Rs.)	0.71	1.11	9.46	14.33	32.30

\* Refer Note 5



Shankara Building Products Limited

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Consolidated statement of assets and liabilities as at 31st March 2019

(Rs. In Lacs unless other wise stated)

Particulars	31.03.2019	31.03.2018
<b>I. ASSETS</b>		
<b>1 Non-current assets</b>		
Tangible assets		
Property, plant and equipment	22,520.70	27,257.57
Investment property	705.69	13.66
Intangible assets	661.33	1,035.18
Capital Work in Progress	425.18	-
Goodwill on Consolidation	1,404.03	1,404.03
Financial Assets		
Trade receivables	395.09	314.54
Loans	1,482.43	1,795.60
Other non-current assets	139.11	261.55
<b>Total Non current assets</b>	<b>27,733.56</b>	<b>32,082.13</b>
<b>2 Current Assets</b>		
Inventories	38,294.57	41,570.90
Financial Assets		
Trade receivables	33,358.95	42,405.27
Cash and cash equivalents	916.28	123.41
Bank balances other than (iii) above	830.88	476.89
Other financial assets	128.06	116.30
Other current assets	2,955.37	4,500.45
Current tax Asset (Net)	69.04	-
<b>Total current assets</b>	<b>76,553.15</b>	<b>89,193.22</b>
Non current assets held for Sale	6,908.78	-
<b>Total Assets</b>	<b>1,11,195.49</b>	<b>1,21,275.35</b>
<b>II. EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
Equity Share capital	2,284.93	2,284.93
Other equity	45,619.21	43,285.34
Non-Controlling Interest	6.71	6.12
<b>Total Equity</b>	<b>47,910.85</b>	<b>45,576.39</b>
<b>2 Non-Current Liabilities</b>		
Financial liabilities		
Borrowings	243.82	85.12
Other financial liabilities	2.25	1.50
Provisions	34.86	30.61
Deferred tax liabilities (Net)	2,064.97	1,694.32
<b>Total Non-current liabilities</b>	<b>2,345.90</b>	<b>1,811.55</b>
<b>3 Current liabilities</b>		
Financial liabilities		
Borrowings	19,269.59	24,196.95
Trade Payable		
Dues to Micro and Small Enterprises	94.69	27.04
Dues to creditors other than Micro and Small Enterprises	38,049.88	46,019.30
Other financial liabilities	1,670.05	1,890.49
Provisions	196.52	95.59
Current tax liabilities(Net)	230.96	808.96
Other current liabilities	1,427.05	849.08
<b>Total current liabilities</b>	<b>60,938.74</b>	<b>73,887.41</b>
<b>Total Equity and Liabilities</b>	<b>1,11,195.49</b>	<b>1,21,275.35</b>

Previous year figures have been regrouped wherever considered necessary.



By order of the Board  
SUKUMAR SRINIVAS

*Sukumar Srinivas*  
Managing Director

Place : Bangalore

Date : 9th May 2019

Shankara Building Products Limited

CIN: L26922KA1995PLC018990

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Consolidated Segment Information for the Quarter and Year ended 31 March 2019

"The Group is engaged in selling various building products to Retail and Channel & Enterprise segments. The group identifies these business segments as the primary segment as per IND AS 108- Operating Segments, which is regularly reviewed by the Chief Operating Decision Maker for assessment of Group's performance and resource allocation.

Segment revenue, Segment Results, Segment Assets and Segment Liabilities include the respective amounts identifiable to each of the segments.

(Rs. In Lacs)

Particulars	For the quarter ended			For the year ended	
	31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
	Unaudited	Unaudited	Unaudited	Audited	Audited
<b>1. Segment Revenue</b>					
- Retail	35,190.32	33,399.17	37,784.40	1,43,107.63	1,21,969.68
- Channel & Enterprise	26,775.65	27,134.45	38,296.57	1,22,302.82	1,32,896.88
Revenue from operation	61,965.97	60,533.62	76,080.97	2,65,410.45	2,54,866.56
<b>2. Segment Results</b>					
- Retail	2,555.96	2,628.47	4,061.63	12,653.35	13,031.46
- Channel & Enterprise	237.60	309.52	2,304.89	2,870.14	7,547.19
Total Segment Profit before interest and Tax and unallocable expenses/income	2,793.56	2,937.99	6,366.52	15,523.49	20,578.65
Finance Cost	1,240.58	1,518.85	1,373.81	5,669.78	4,634.69
Unallocable Corporate Expenses (Net)	1,393.36	1,077.70	1,375.55	5,000.88	4,354.28
Profit before Tax	159.62	341.44	3,617.16	4,852.82	11,589.67
<b>3. Assets</b>					
- Retail	27,769.09	27,592.82	29,603.41	27,769.09	29,603.41
- Channel & Enterprise	46,026.67	48,325.25	56,375.82	46,026.67	56,375.82
- Unallocated	37,399.75	35,871.42	35,296.12	37,399.75	35,296.12
<b>4. Liabilities</b>					
- Retail	7,778.12	5,764.39	7,592.90	7,778.12	7,592.90
- Channel & Enterprise	30,366.44	19,815.61	38,529.10	30,366.44	38,529.10
- Unallocated	25,140.10	38,461.80	29,576.96	25,140.10	29,576.96

