

Limited Review Report**The Board of Directors****AXISCADES Engineering Technologies Limited**

We have reviewed the accompanying statement of unaudited standalone financial results of AXISCADES Engineering Technologies Limited (the 'Company') for the quarter ended June 30, 2017 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements 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.

The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting (Ind AS 34) prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagements (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.

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 the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised 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.

We have not reviewed the accompanying unaudited standalone financial results and other financial information for the quarter ended June 30, 2016 which has been presented solely based on the information compiled by the Company's Management and has been approved by the Board of Directors.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004


per **Sunil Gaggar**
Partner

Membership No.: 104315

Place: Bengaluru

Date : September 13, 2017



AXISCADES Engineering Technologies Limited

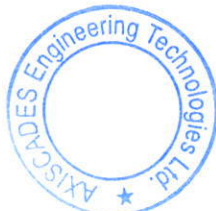
CIN NO: L72200KA1990PLC084435

Regd. Office: Block C, Second Floor, Kirloskar Business Park, Bengaluru - 560024, Karnataka, India
Website: www.axiscades.com, Email: info@axiscades.com, Tel: +91 80 4193 9000, Fax: +91 80 4193 9099

Statement of unaudited standalone financial results for the quarter ended 30 June 2017

(₹ In Lakhs)

Particulars	Quarter ended	
	30 June 2017	30 June 2016
	(Unaudited)	(Unaudited)
I. REVENUE		<i>(Refer note 2, 3 & 5)</i>
(a) Revenue from operations	5,318.24	6,355.32
(b) Other income	183.90	139.30
TOTAL REVENUE	5,502.14	6,494.62
II. EXPENSES		
(a) Employee benefits expense	3,555.74	3,382.49
(b) Finance costs	35.70	32.51
(c) Depreciation and amortisation expense	323.25	234.30
(d) Project consultancy charges	302.92	958.43
(e) Other expenses	1,313.77	1,077.79
TOTAL EXPENSES	5,531.38	5,685.52
III. PROFIT/ (LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX (I-II)	(29.24)	809.10
IV. Exceptional items (refer note 6)	161.26	4.50
V. PROFIT / (LOSS) BEFORE TAX (III-IV)	(190.50)	804.60
VI. Tax expense:		
Current tax	-	293.40
Deferred tax charge/(credit)	(54.94)	(13.38)
VII. NET PROFIT / (LOSS) FOR THE PERIOD	(135.56)	524.58
VIII. Other Comprehensive Income, net of tax	(53.11)	(6.42)
IX. TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	(188.67)	518.16
X. Paid-up equity share capital (₹ 5/- each)	1,889.51	1,889.51
XI. Earnings per share ('EPS') (of ₹ 5 each) (not annualised) (refer note 7):		
Basic and Diluted EPS	(0.36)	1.39



For AXISCADES Engineering Technologies Limited

Director

AXISCADES Engineering Technologies Limited

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Notes

1. In terms of Regulation 33 of the SEBI Regulations 2015, the aforesaid statement of unaudited standalone financial results of the Company has been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on September 13, 2017. The aforesaid results for the quarter ended June 30, 2017 have been subjected to a limited review by the statutory auditors of the Company.

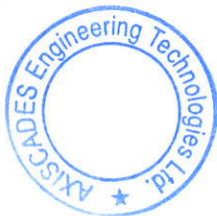
2. The Company has adopted Indian Accounting Standards ('Ind AS') from April 1, 2017 (transition date April 1, 2016) and accordingly, the above financial results for the quarter ended June 30, 2017 have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 "Interim Financial Reporting" 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 and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular CIR/CFD/FAC/62/2016 dated July 05, 2016. The Company has opted to avail the relaxation provided by SEBI in respect of disclosure requirements for figures of earlier periods. Accordingly, the financial results for the quarter and year ended March 31, 2017 have not been presented.

The Ind AS financial results and financial information for the quarter ended June 30, 2016 has been presented after incorporating the applicable Ind AS adjustments. This information has not been subject to any limited review or audit. However the Management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.

3. Reconciliation of Net Profit under the previously applicable Generally Accepted Accounting Principles in India (referred to as "Previous GAAP") and total comprehensive income as reported in these financial results under Ind AS for the quarter ended June 30, 2016 is as below.

(₹ In Lakhs)	
Particulars	For the quarter ended 30 June 2016 (Unaudited)
	(Refer Note 2)
Profit/ (loss) after tax as reported under previous GAAP	531.47
Adjustments on account of:	
(i) Reversal of rent recorded on account of straight lining	(2.65)
(ii) Expected credit loss assessment for trade receivables	0.77
(iii) Fair valuation of inter corporate deposit (borrowings)	(0.25)
(v) Fair valuation of long-term trade receivables	0.30
(vi) Deferred tax impact on above Ind AS adjustments	0.63
(vii) Impact of merger	(5.69)
Profit after tax as reported under Ind AS	524.58
Other comprehensive income (net of tax)	(6.42)
Total comprehensive income as reported under Ind AS	518.16

4. The Company is engaged in the business of "Engineering Design Services". These, in the context of Ind AS 108 on Operating Segments Reporting are considered to constitute one segment and hence the Company has not made any additional segment disclosures.



For AXISCADES Engineering Technologies Limited


Director

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5. The Board of Directors of AXISCADES Engineering Technologies Limited ("ACETL") at its meeting held on August 14, 2015, had approved the acquisition of AXISCADES Aerospace & Technologies Private Limited ("ACAT"), an aerospace, defence and homeland security technologies company by way of a Scheme of Amalgamation of India Aviation Training Institute Private Limited ("IAT") (Holding Company of ACAT) with ACETL ('the scheme'). ACAT was a 100% subsidiary of IAT. Consequent to the approval of the Scheme of Amalgamation u/s 391 to 394 of the Companies Act, 1956 for the amalgamation of IAT with the Company by the Hon'ble High Court of Karnataka on November 4, 2016, and effected on December 5, 2016 (effective date), being the date of filing with the Registrar of Companies, all the assets, liabilities and reserves of IAT were transferred to and vested in the Company with effect from April 1, 2016, the appointed date. These financial results accordingly have been given effect of the Scheme. On 30 December 2016, pursuant to the Scheme, the shareholders of IAT have been allotted 10 (ten) equity shares of par value of Rs 5 fully paid up in ACETL for every 45 (forty five) equity shares held in IAT of par value of Rs.10 each fully paid up.

For the purpose of these results, the figures for the quarter ended 30 June 2016 have been arrived on the basis of a consolidation of the separate results of the Company and erstwhile IAT from the appointed date i.e. April 1, 2016. Accordingly the results for quarter ended 30 June 2016 include the results of the operations of IAT. Consequent to the above, results of operations of the Company include total revenue ₹ Nil and net loss after tax of ₹ 5.69 lakhs attributable to the operations of erstwhile IAT for the quarter ended June 30, 2016.

6. Exceptional item comprise the following:

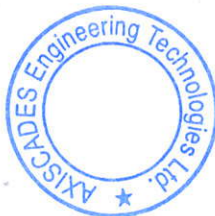
(₹ In Lakhs)

Particulars	Quarter ended	
	30 June 2017	30 June 2016
	(Unaudited)	(Unaudited)
Merger expenses	161.26	4.50
Total	161.26	4.50

7. Earnings per share ('EPS') has been computed in accordance with Ind AS 33 'Earnings Per Share', where equity shares issued towards the consideration for the scheme of amalgamation (refer note 5) is included in the computation of weighted average number of shares from the beginning of the reporting period i.e. April 1, 2016, which is also the appointed date. EPS for the quarter ended June 30, 2016 has been restated taking into effect the additional number of shares issued in the financial year 2016-17 pursuant to the scheme of amalgamation.

8. The previous period figures have been regrouped and / or reclassified wherever necessary to conform with the current period presentation.

9. The above unaudited standalone financial results of the Company are available on the Company's website (www.axiscades.com) and also on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com), where the shares of the Company are listed.



For AXISCADES Engineering Technologies Limited

Director