

**MSKA & Associates**  
(Formerly known as MZSK & Associates)  
Chartered Accountants  
Floor 2, Enterprise Centre, Nehru Road  
Near Domestic Airport, Vile Parle (E)  
Mumbai - 400 099, India

**Kailash Chand Jain & Co**  
Chartered Accountants  
227, Starlit Tower  
29, Y. N. Road  
Indore- 452001, India

### Limited Review Report


**Review Report to**  
**The Board of Directors**  
**Flexituff International Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results for the quarter and nine months ended December 31, 2017 ('the Statement') of Flexituff International Limited ('the Company'), being submitted by the Company pursuant to the requirements of Regulation 33 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 and Regulation 52 read with Regulation 63(2) as modified by Circular No. CIR/IMD/DF1/69/2016 dated August 10, 2016 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations). Attention is drawn to the fact that the figures for the corresponding quarter and nine months ended December 31, 2016 including the reconciliation on net profit for the quarter and nine months ended December 31, 2016 between the previous GAAP and Indian Accounting Standards ('Ind AS') as reported in these financial results have been approved by the Company's Board of Directors and have been reviewed by us.

This Statement, which is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with Ind AS 34 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies generally accepted in India. 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 provide 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 of unaudited standalone financial results which are prepared in accordance with Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For MSKA & Associates** (Formerly known as MZSK & Associates)  
Chartered Accountants  
Firm Registration No. 105047W

  
**Amrish Vaidya**  
Partner  
Membership number: 101739  
Date: February 13, 2018  
Place: Pithampur



**For Kailash Chand Jain & Co**  
Chartered Accountants  
Firm Registration No. 112318W

  
**Rajeey Kumar Dubey**  
Partner  
Membership number: 407139  
Date: February 13, 2018  
Place: Pithampur



**FLEXITUFF INTERNATIONAL LIMITED**  
 Regd. Office: C 41-50, SEZ SECTOR -3, PITHAMPUR, DHAR - 454775 (M.P.)  
**UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2017**  
 CIN - L25202MP1993PLC034616

(Rupees in lacs, unless otherwise stated)

Sr.No	Particulars	Quarter ended			Year to date	
		December 31, 2017 (Unaudited)	September 30, 2017 (Unaudited)	December 31, 2016 (Unaudited)	December 31, 2017 (Unaudited)	December 31, 2016 (Unaudited)
1	<b>Income</b>					
	Revenue from operations	26,499.03	25,256.87	30,720.04	85,975.45	91,093.63
	Other income	189.33	1,132.48	144.64	2,028.42	1,068.20
	<b>Total income</b>	<b>26,688.36</b>	<b>26,389.35</b>	<b>30,864.68</b>	<b>88,003.87</b>	<b>92,161.83</b>
2	<b>Expenses</b>					
	(a) Cost of materials consumed	15,052.12	12,733.00	14,435.53	41,222.97	41,116.91
	(b) Purchase of stock-in-trade	28.41	-	5,473.90	11,236.54	18,919.09
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1,746.11)	453.37	(2,473.93)	(4,792.44)	(6,249.79)
	(d) Excise duty	-	-	138.93	122.52	374.59
	(e) Employee benefits expense	5,001.73	5,109.84	4,621.75	15,091.36	13,092.13
	(f) Finance costs	2,858.94	2,543.83	2,869.15	8,234.67	8,040.10
	(g) Depreciation and amortisation expense	1,780.71	1,748.12	1,716.80	5,261.26	5,087.95
	(h) Other expenses	3,535.64	3,550.78	3,758.62	11,082.87	11,221.18
	<b>Total expenses</b>	<b>26,511.44</b>	<b>26,138.94</b>	<b>30,540.75</b>	<b>87,459.75</b>	<b>91,602.16</b>
3	<b>Profit before tax (1-2)</b>	<b>176.92</b>	<b>250.41</b>	<b>323.93</b>	<b>544.12</b>	<b>559.67</b>
4	<b>Tax expense</b>					
	(a) Current tax - MAT	73.39	84.69	81.31	161.50	162.89
	Less: MAT credit entitlement	(73.39)	(84.69)	(81.31)	(161.50)	(162.89)
	(b) Deferred tax charge	32.55	21.76	75.78	155.54	10.05
	<b>Total tax expense</b>	<b>32.55</b>	<b>21.76</b>	<b>75.78</b>	<b>155.54</b>	<b>10.05</b>
5	<b>Profit for the period (3-4)</b>	<b>144.37</b>	<b>228.65</b>	<b>248.15</b>	<b>388.58</b>	<b>549.62</b>
6	<b>Other comprehensive income (OCI)</b>					
	Other comprehensive income not to be reclassified to profit or loss :					
	Re-measurement gains on defined benefit plans	7.55	7.55	7.55	22.65	22.65
	Income tax effect on above	(2.33)	(2.06)	(2.61)	(7.00)	(7.84)
	<b>Total Other Comprehensive Income</b>	<b>5.22</b>	<b>5.49</b>	<b>4.94</b>	<b>15.65</b>	<b>14.81</b>
7	<b>Total comprehensive income for the period (5+6)</b>	<b>149.59</b>	<b>234.14</b>	<b>253.09</b>	<b>404.23</b>	<b>564.43</b>
8	<b>Paid-up equity share capital (Face value of Rs. 10/- each)</b>	<b>2,488.28</b>	<b>2,488.28</b>	<b>2,488.28</b>	<b>2,488.28</b>	<b>2,488.28</b>
9	<b>Earnings per share (of Rs 10/- each) (not annualised):</b>					
	(a) Basic	0.58	0.92	1.00	1.56	2.21
	(b) Diluted	0.58	0.92	1.00	1.56	2.21

**Notes to the financial results:**

- The Company has adopted Indian Accounting Standards ("Ind AS") from April 1, 2017 and accordingly, these financial results 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. Consequently, results for the comparative quarter and nine months ended December 31, 2016 have been restated to comply with Ind AS to make them comparable. The Ind AS adjustment, pertaining to quarter and nine months ended December 31, 2016 have been prepared by the management and reviewed by the auditors.
- This Statement has been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on February 13, 2018 and has been subjected to a limited review by Statutory Auditors of the Company.
- Revenue from operations for the period upto June 30, 2017 includes excise duty, which is discontinued effective July 1, 2017 upon implementation of Goods and Service Tax ("GST") in India. In accordance with Ind AS 18- "Revenue", GST is not included in Revenue from operations. In view of the aforesaid change, Revenue from operations for the quarter and nine months ended December 31, 2017 are not comparable with previous periods. The following information is provided to facilitate such comparison:





Rupees in lacs

Particulars	Quarter ended (unaudited)			Year to date (unaudited)	
	December 31, 2017	September 30, 2017	December 31, 2016	December 31, 2017	December 31, 2016
Revenue from operations (A)	26,499.03	25,256.87	30,720.04	85,975.45	91,093.63
Excise duty (B)	-	-	138.93	122.52	374.59
Revenue from operations excluding excise duty (A-B)	26,499.03	25,256.87	30,581.11	85,852.93	90,719.04

4) The reconciliation between financial results, as previously reported and as restated under Ind AS are as follows:

Description	Rupees in lacs	
	For the Quarter December 31, 2016 (Unaudited)	Year to date December 31, 2016 (Unaudited)
Net profit as per previous GAAP (Indian GAAP)	274.74	642.48
Ind AS adjustments:		
Difference on account of borrowings cost due to application of effective interest rate method	(34.33)	(121.83)
Actuarial gains on post-employment benefit obligation recognised in Other Comprehensive Income	(7.55)	(22.65)
Others	3.02	8.90
Income tax effect on above adjustments	12.27	42.72
Net profit as per Ind AS	248.15	549.62
Other comprehensive income, net of tax		
Re-measurement gain on defined benefit plans	4.94	14.81
Total comprehensive income as per Ind AS.	253.09	564.43

- 5) The Board of Directors at its meeting held on July 24, 2017 and Shareholders through Postal Ballot on Monday, September 4, 2017 has approved separation of Flexible Intermediate Bulk Containers' business at Pithampur ("Pithampur division") into a wholly owned subsidiary company. This would be done through process of slump sale of Pithampur division including assets, liabilities/ obligations of whatsoever nature and employees which are specific to the Pithampur division on a going concern basis to a wholly owned subsidiary company. The management is contemplating various options for the same.
- 6) The Company is engaged in only one Segment viz. Technical Textile. As such there is no separate reportable segment as per Ind AS 108 'Operating Segments'.
- 7) Previous period's figures have been regrouped / reclassified wherever necessary to correspond with the current period's classification / disclosure.

For and on behalf of the Board

Whole Time Director

Place : Pithampur  
Date : February 13, 2018

