

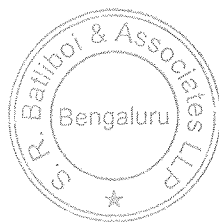
Limited Review Report

Review Report to
The Board of Directors
AXISCADES Engineering Technologies Limited

1. We have reviewed the accompanying statement of unaudited standalone Ind AS financial results of AXISCADES Engineering Technologies Limited (the 'Company') for the quarter ended December 31, 2018 and year to date from April 01, 2018 to December 31, 2018 (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 ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular').
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS) 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015, as amended, read with the Circular 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.
3. 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.
4. 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 the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/E300004

per Sunil Gaggar
Partner
Membership No.: 104315



Place: Bengaluru
Date: February 2, 2019

AXISCADES Engineering Technologies Limited

CIN NO: L72200KA1990PLC084435

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(₹ in lakhs)

Statement of unaudited standalone financial results for the quarter and nine months ended 31 December 2018

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2018	September 30, 2018	December 31, 2017	December 31, 2018	December 31, 2017	March 31, 2018
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I. REVENUE						
(a) Revenue from operations	6,288.99	5,487.38	6,274.70	16,698.13	17,691.11	23,258.02
(b) Other income	23.10	22.23	109.74	107.52	359.96	693.74
TOTAL REVENUE	6,312.09	5,509.61	6,384.44	16,805.65	18,051.07	23,951.76
II. EXPENSES						
(a) Employee benefits expense	3,589.09	3,698.32	3,676.08	10,654.42	10,850.95	14,533.54
(b) Finance costs	442.03	301.82	198.01	1,145.01	281.19	720.32
(c) Depreciation and amortisation expense	209.47	217.47	355.67	705.72	1,022.77	1,370.11
(d) Project consultancy charges	498.51	470.23	615.90	1,414.51	1,529.56	1,950.30
(e) Other expenses	1,520.65	1,417.70	1,547.50	4,492.78	4,422.91	6,162.95
TOTAL EXPENSES	6,259.75	6,105.54	6,393.16	18,412.44	18,107.38	24,737.22
III. PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX (I-II)	52.34	(595.93)	(8.72)	(1,606.79)	(56.31)	(785.46)
IV. Exceptional items Income/(loss) (refer note 5)	-	1,450.68	(123.57)	1,450.68	(298.69)	(298.69)
V. PROFIT/(LOSS) BEFORE TAX (III-IV)	52.34	854.75	(132.29)	(156.11)	(355.00)	(1,084.15)
VI. Tax Expense						
Current tax	-	-	134.67	-	134.67	156.47
Tax expense of prior period / year	-	-	-	-	-	58.79
Deferred tax charge / (credit)	-	(229.94)	(115.84)	(362.38)	(189.88)	(357.60)
VII. NET PROFIT/(LOSS) FOR THE PERIOD / YEAR	52.34	1,084.69	(151.12)	206.27	(299.79)	(941.81)
VIII. Other Comprehensive Income, net of tax	149.66	(72.74)	21.52	16.97	(125.39)	(182.77)
IX. TOTAL COMPREHENSIVE INCOME FOR THE PERIOD / YEAR	202.00	1,011.95	(129.60)	223.24	(425.18)	(1,124.58)
X. Paid-up equity share capital (₹ 5/- each)	1,889.51	1,889.51	1,889.51	1,889.51	1,889.51	1,889.51
XI. Other equity						21,061.48
XII. EARNINGS PER SHARE ("EPS") (of ₹ 5/- EACH) (NOT ANNUALISED FOR THE PERIOD):						
Basic and Diluted EPS (in ₹)	0.14	2.87	(0.40)	0.55	(0.79)	(2.49)

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 February 2, 2019. The aforesaid results for the quarter and nine months ended December 31, 2018 have been subjected to a limited review by the statutory auditors of the Company.

2. The financial results have been prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013, read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

3. Ind AS 115 Revenue from Contracts with Customers, mandatory for reporting periods beginning on or after April 1, 2018, replaces existing revenue recognition requirements. Under the modified retrospective approach there were no significant adjustments required to the retained earnings at April 1, 2018. Also, the application of Ind AS 115 did not have any significant impact on recognition and measurement of revenue and related items in the financial results.

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.

5. Exceptional item comprise the following:

(₹ in lakhs)

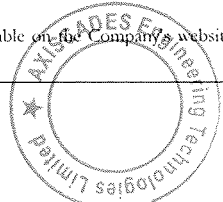
Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2018	September 30, 2018	December 31, 2017	December 31, 2018	December 31, 2017	March 31, 2018
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Merger expenses	-	-	(123.57)	-	(298.69)	(298.69)
Fair value change in contingent consideration (refer note 6)	-	1,450.68	-	1,450.68	-	-
Total	-	1,450.68	(123.57)	1,450.68	(298.69)	(298.69)

6. During the previous year, the Company entered into a shareholder's agreement to acquire 100% stake in Mistral Solutions Private Limited ("MSPL") along with its subsidiaries in a phased manner. MSPL Group is engaged in rendering end to end services for product design and development in the embedded space. The Company acquired control of MSPL effective December 01, 2017.

Further, during the quarter ended June 30, 2018, the Company has filed an application with National Company Law Tribunal (NCLT) for amalgamation of Explsoft Tech Solutions Pvt Ltd (erstwhile holding company of MSPL) with the Company, on receipt of observation letter conveying 'no objection' from BSE Limited and the National Stock Exchange. Pending necessary regulatory approvals, no effect is given to aforesaid scheme of amalgamation.

During the previous quarter, the Company, has re-estimated the fair value of the contingent consideration payable as per the terms of the share purchase agreement considering the current actual performance and the revised projections of MSPL.

7. 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.



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