

MOLD-TEK TECHNOLOGIES LIMITED

NOTE ON UNAUDITED FINANCIAL RESULTS FOR THE QUARTER
ENDED 30TH JUNE 2017.

Q on Q as per IND-AS

Consolidated : Sales up 26.22% | PAT up 113.26% | EPS up 109.55%

Standalone : Sales up 25.34% | PAT up 117.04% | EPS up 113.27%

Mold-Tek Technologies Limited, KPO in Structural Engineering, Mechanical Engineering and IT services posted good results for the Quarter ending 30TH June 2017 in the Board Meeting dated 28TH August 2017 as follows.

The Consolidated PAT for Q1 2017-18 would have been ₹ 210.81 Lakhs & EPS would have been ₹ 3.11(Annualised) had the Indian GAAP was followed. However, the Company has adopted the Ind- AS standards and the adoptions were carried out in accordance with the Ind-AS 101 – “First Time adoption of the Indian Accounting Standards”.

Consolidated results for Quarter Ended 30th June 2017.

The Company achieved a consolidated Revenue of ₹ 17.52 crores as against ₹ 13.88 crores achieved during 1st Quarter of previous year, reflecting a growth of 26.22%.

The Company achieved a consolidated Profit after Tax of ₹ 150.71 lakhs as against ₹ 70.67 lakhs achieved during 1st Quarter of previous year, reflecting a growth of 113.26%

The Company achieved a consolidated EBDITA of ₹ 300.36 lakhs as against ₹ 259.44 lakhs achieved during 1st Quarter of previous year, reflecting a growth of 15.77%

Standalone results for Quarter Ended 30th June 2017.

The Company achieved a consolidated Revenue of ₹ 15.48 crores as against ₹ 12.35 crores achieved during 1st Quarter of previous year, reflecting a growth of 25.34%.

The Company achieved a consolidated Profit after Tax of ₹ 146.72 lakhs as against ₹ 67.60 lakhs achieved during 1st Quarter of previous year, reflecting a growth of 117.04%

The Company achieved a consolidated EBDITA of ₹ 292.36 lakhs as against ₹ 251.51 lakhs achieved during 1st Quarter of previous year, reflecting a growth of 16.24%



Reconciliation of Statement of Profit and Loss as previously reported under IGAAP to IND-AS for the Quarter Ended 30th June 2016	₹ in Lakhs	
	Standalone	Consolidated
Description		
Net profit after tax as per IGAAP	130.43	133.51
Add: Actuarial loss on employee defined benefit plans regrouped to Other Comprehensive Income	4.52	4.52
Less: Tax Effect on the above actuarial loss	-1.50	-1.50
Add: Deferred Income on account of fair valuation of Rent Deposits	0.21	0.21
Less: Interest expense on account of fair valuation of Rent Deposits	-0.22	-0.22
Less: Additional Deferred Tax Liability to be created under WDV Approach	-63.31	-63.31
Add: Gain on marking to market of Forward Contracts as at the end of the period	4.44	4.44
Less: Additional ESOP expense on account of adoption of Fair valuation approach	-6.99	-6.99
Net Profit as per Ind AS	67.60	70.67
Other Comprehensive Income Net of Tax		
Actuarial loss on employee defined benefit plans regrouped to Other Comprehensive Income	-1.53	-1.53
Profit as per Ind AS	66.06	69.14



Profit and Loss Statement as per Indian GAAP for the Quarter ended 30th June 2017.

Sl.No	Particulars	Results as per Indian GAAP (₹. In Lakhs)	
1	Revenue from Operations	Standalone	Consolidated
	a. Net Sales/Income from Operations	1,548.25	1,752.12
	b. Other Operating Income	-	-
2	Other Income	132.38	132.39
3	Total income (1+2)	1,680.63	1,884.51
4	Expenses		
	a Changes in Inventories	(5.23)	(5.23)
	b Employee Benefits Expense	1,025.56	1,155.02
	c Finance Cost	11.02	11.02
	d Depreciation and amortisation expense	78.34	80.69
	e Other Expenses	261.97	328.39
5	Total Expenses	1,371.66	1,569.89
6	Profit / (Loss) before exceptional items and tax (3-4)	308.97	314.62
7	Exceptional items	-	-
8	Profit/(Loss) before tax (6-7)	308.97	314.62
9	Tax Expenses	-	-
	Current tax	113.55	115.20
	Deferred tax	(11.39)	(11.39)
10	Total Tax Expenses	102.16	103.81
11	Net Profit/(Loss) for the period after tax (8-10)	206.81	210.81
12	EPS Annualised	3.06	3.11

Future Outlook

Company for the first time has adopted IND –AS which has resulted in new provisioning for Mark To Market for the Forwards and reduction in declared PAT to ₹ 150.71 Lakhs (Annualised EPS ₹ 2.23) as against Indian GAPP PAT of ₹ 210.81 Lakhs (Annualised EPS ₹ 3.11).

Company is expanding its capacities by opening new Office in Chennai. Also the Company has expanded to a 100 seater capacity in Vijayawada, Andhra Pradesh. Company is also discussing



with other Structural Engineering Services companies in North America for possible acquisitions/Joint Ventures to enhance its operations in Civil Engineering. We are continuously adding Large & Medium size Clients while we are in the process of improving efficiencies in our production centers.

Mechanical Engineering Services has started catering its professional engineering services to Industrial Equipment (Special Purpose Machines) and Commercial Bus / Rail coach industry segments in addition to Automobile Engineering Services in Europe and North American regions.

Prospects of IT division seems to be improving. While last year profits were dipped due to losses in IT Division, we hope to cross the Break Even Point (BEP) in IT Division operations also in the current Financial year with fixed long term client contracts.

Planning & QA/QC:

To handle number of big size projects in an effective way, we are now more focussed on planning and production controls with some effective and user-friendly tools.

New performance bonus and measurable KRA's are set at all levels of employees to ensure better efficiencies and recognition of talented resources.

Strong QA systems and SOP's have been drawn and implemented for QA/QC process to make sure the quality output is delivered to the clients. This is already generating stronger client preference for Mold-Tek Engineering Services and resulting in repeat orders from many established fabricators and General Contractors (GCs) of North America.

With prospects of all 3 Divisions improving, Company hopes to post improving performance in the near future

For Moldtek Technologies Limited


J. Lakshmana Rao
(Chairman & Managing Director)

