Knowledge is wealth

NEL/NSE/133/2019 4th February,2019

The Secretary
National Stock Exchange of India Ltd.,
Exchange Plaza, 5th Floor, Plot No.C/1,
'G' Block, Bandra-Kurla Complex,
Bandra (E), Mumbai – 400051

Dear Sirs,

Ref. : Scrip Code – NAVNETEDUL

Sub : Approval of Statement of Standalone Unaudited Financial Results for the Quarter and Nine months ended 31st December,2018.

We wish to inform you that Board of Directors at its Meeting held today has approved Statement of Standalone Unaudited Financial Results for the Quarter and Nine months ended 31st December, 2018.

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations,2015, we enclose herewith :

(1) Statement of Standalone Unaudited Financial Results for the Quarter and Nine months ended 31st December,2018 ; and

(2) Independent Auditor's Limited Review Report on Statement of Standalone Unaudited Financial Results for the Quarter and Nine months ended 31st December, 2018.

The above Board meeting commenced at 12.30 p.m. and concluded at 4.00 p.m.

You are requested to take note of the above.

Kindly acknowledge the receipt.
Thanking you,
Yours faithfully,
FOR NAVNEET EDUCATION LIMITED

ADB

AMIT D. BUCH
COMPANY SECRETARY
Encl.: as above

NAVNEET EDUCATION LIMITED
CIN: L22200MH1984PLC034055
Navneet Bhavan, Bhavani Shankar Road, Dadar (W), Mumbai 400 028. India
Tel.: 022 6662 6565 · Fax: 022 6662 6470 · email: nel@navneet.com · www.navneet.com · /navneet.india

Navneet Education Limited

Registered Office : Navneet Bhavan, Bhavani Shankar Road, Dadar (West), Mumbai - 400028
Tel. : 022-66626565 Fax : 022-66626470, email : investors@navneet.com. www.navneet.com
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STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2018

(INR in Lakhs, except Earnings Per Share)

Sr. No.	Particulars	Quarter ended			Nine months ended		Year ended
		31.12.2018 (Unaudited)	31.12.2017 (Unaudited)	30.09.2018 (Unaudited)	31.12.2018 (Unaudited)	31.12.2017 (Unaudited)	31.03.2018 (Audited)
	Income						
I	Revenue from operations	18,159	17,441	26,347	111,502	91,962	113,224
II	Other Income	296	435	715	1,720	2,133	2,921
III	**Total Income (I + II)**	**18,455**	**17,876**	**27,062**	**113,222**	**94,095**	**116,145**
	Expenses						
	Cost of materials consumed	13,391	12,652	13,660	49,732	39,828	59,298
	Purchases of stock-in-trade	23	2	12	68	511	525
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(5,055)	(4,649)	(1,599)	5,881	5,583	(3,562)
	Employee benefits expense	3,226	2,955	3,440	9,961	9,068	11,939
	Finance Costs	111	7	232	763	426	597
	Depreciation and amortisation expense	620	615	603	1,796	1,706	2,349
	Other expenses	5,005	4,435	6,200	19,915	15,878	21,554
IV	**Total expenses**	**17,321**	**16,017**	**22,548**	**88,116**	**73,000**	**92,700**
V	**Profit before tax (III - IV)**	**1,134**	**1,859**	**4,514**	**25,106**	**21,095**	**23,445**
VI	Tax Expense:						
	(a) Current tax	13	624	1,777	9,019	7,634	8,287
	(b) Deferred tax	384	48	(155)	(171)	(354)	(174)
	(c) Excess provision of the earlier period / year write-back	(17)	-	-	(17)	-	11
		380	672	1,622	8,831	7,280	8,124
VII	**Profit for the period / year (V - VI)**	**754**	**1,187**	**2,892**	**16,275**	**13,815**	**15,321**
VIII	Other Comprehensive Income:						
A.	Items that will not be reclassified to profit or loss in subsequent period / year						
	- Re-measurement of the net defined benefit plan	(46)	(38)	(46)	(137)	(115)	(158)
	- Cash flow hedge	0.35	-	-	0.35	-	-
	Less: Income tax relating to the above						
	- Re-measurement of the net defined benefit plan	16	14	16	48	40	55
	- Cash flow hedge	(0.12)	-	-	(0.12)	-	-
B.	Items that will be reclassified to profit or loss in subsequent period / year						
	- Cash flow hedge	1,280	(5)	(466)	286	(28)	(579)
	Less: Income tax relating to the above						
	- Cash flow hedge	(447)	2	164	(112)	10	212
VIII	**Other Comprehensive Income for the period / year, net of tax**	**803**	**(27)**	**(332)**	**87**	**(93)**	**(470)**
IX	**Total Comprehensive Income for the period / year (VII + VIII) (Total of profit and other comprehensive income for the period / year)**	**1,557**	**1,160**	**2,560**	**16,362**	**13,722**	**14,851**
	Paid-up Equity Share Capital (Face Value INR 2/- per share)	4,577	4,671	4,671	4,577	4,671	4,671
	Other Equity						76,170
	Earnings per Share (of INR 2/- per share) (not annualised)						
	(a) Basic	0.32	0.51	1.24	7.01	5.92	6.56
	(b) Diluted	0.32	0.51	1.24	7.01	5.92	6.56

Notes:

1	The results were reviewed by the audit committee and taken on record by the Board of Directors at its meeting held on February 04, 2019.
2	The above standalone financial results have been prepared in accordance with the guidelines issued by the Securities and Exchange Board of India ('SEBI'), and the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013.
3	In view of seasonal nature of business, above financial results for quarter & nine months are not representative of the operations of the whole year.
4	During the quarter ended 31st December, 2018, the Company has concluded buyback of 46,87,500 equity shares aggregating to 2.01% of the paid-up equity share capital of the company at a price of INR 160 per share on October 16, 2018. The Company has funded the buyback from its general reserve. Further, capital redemption reserve of INR 93.75 lakhs representing the nominal value of shares bought back has been created as an appropriation from general reserves. Transaction costs related to buyback are adjusted against general reserves (net of tax). Consequently, the paid up Equity Share Capital is also reduced to INR 4,577 Lakhs.
5	During the quarter, the Company has made additional capital contribution in subsidiary entity 'Navneet Learning LLP' amounting to INR 1,430 Lakhs.

SIGNED FOR IDENTIFICATION BY
N. A. SHAH ASSOCIATES LLP
MUMBAI

Navneet Education Limited
Registered Office : Navneet Bhavan, Bhavani Shankar Road, Dadar (West), Mumbai - 400028
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6 Revenue from operations for the periods upto June 30, 2017 includes excise duty, which is discontinued effective July 01, 2017 upon implementation of Goods and Service Tax (GST) in India. As per Ind AS, the revenue is reported net of GST after June 30, 2017. Accordingly, the revenue for the nine months ended December 31, 2018 is not strictly comparable to the nine months ended December 31, 2017. For the purpose of comparability, revenue from operations including excise duty and excluding excise duty are given below:

(INR in Lakhs)

Particulars	Nine months ended	
	31.12.2018 (Unaudited)	31.12.2017 (Unaudited)
Revenue from operations (including excise duty)	111,502	91,962
Less: Excise duty included in other expenses	-	(116)
Revenue from operations (excluding excise duty)	111,502	91,846

7 The figures for the previous quarters and nine months period have been regrouped / rearranged wherever necessary to conform to the current period presentation.

8 **Standalone segment-wise Revenue, Results and Capital Employed**

The company mainly operates into publishing content and stationery products. Other business segment include generation of power by Windmill, Pre School, trading items etc. Unallocable corporate assets less unallocable corporate liabilities mainly represent investment of surplus funds, other advances, cash & bank balances, corporate taxes and general corporate borrowings.

(INR in Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	31.12.2018 (Unaudited)	31.12.2017 (Unaudited)	30.09.2018 (Unaudited)	31.12.2018 (Unaudited)	31.12.2017 (Unaudited)	31.03.2018 (Audited)
Segment Revenue (Sales and operating income):						
a. Publishing Content	10,312	8,454	17,952	64,859	57,387	62,821
b. Stationery Products	7,826	8,929	8,358	46,521	34,320	50,096
c. Others (Windmill, Pre-school and Trading items etc)	82	95	121	363	465	581
	18,220	17,478	26,431	111,743	92,172	113,498
Less: Inter Segment Revenue	61	37	84	241	210	274
Total Segment Revenue	**18,159**	**17,441**	**26,347**	**111,502**	**91,962**	**113,224**
Segment Results (Profit / (loss) before tax and interest from each segment):						
a. Publishing Content	2,371	1,717	5,811	23,663	20,452	21,293
b. Stationery Products	(695)	584	(488)	4,344	2,956	5,071
c. Others (Windmill, Pre-school and Trading items etc)	28	(40)	76	145	(24)	(53)
Total Segment Result	1,704	2,261	5,399	28,152	23,384	26,311
Less : i. Finance Cost	111	7	232	763	426	597
ii. Other unallocable expenditure	778	737	1,062	3,228	2,650	3,259
iii. Other unallocable (income)	(319)	(342)	(409)	(945)	(787)	(990)
Total Profit Before Tax	**1,134**	**1,859**	**4,514**	**25,106**	**21,095**	**23,445**

(INR in Lakhs)

Particulars	As at 31.12.2018 (Unaudited)	As at 31.12.2017 (Unaudited)	As at 30.09.2018 (Unaudited)	As at 31.12.2018 (Unaudited)	As at 31.12.2017 (Unaudited)	As at 31.03.2018 (Audited)
Segment Assets						
a. Publishing Content	53,821	48,794	60,336	53,821	48,794	49,816
b. Stationery Products	43,650	30,024	34,896	43,650	30,024	51,185
c. Others (Windmill, Pre-school and Trading items etc)	9,947	8,650	8,512	9,947	8,650	8,694
d. Unallocated	3,946	3,401	10,515	3,946	3,401	3,824
Total Segment Assets	**111,365**	**90,869**	**114,259**	**111,365**	**90,869**	**113,519**
Segment Liabilities						
a. Publishing Content	4,984	4,314	9,604	4,984	4,314	3,401
b. Stationery Products	5,629	3,852	4,753	5,629	3,852	6,448
c. Others (Windmill, Pre-school and Trading items etc)	2	85	6	2	85	26
d. Unallocated	15,330	2,901	8,474	15,330	2,901	22,803
Total Segment Liabilities	**25,946**	**11,152**	**22,837**	**25,946**	**11,152**	**32,678**
Capital Employed						
a. Publishing Content	48,837	44,480	50,732	48,837	44,480	46,415
b. Stationery Products	38,021	26,172	30,143	38,021	26,172	44,737
c. Others (Windmill, Pre-school and Trading items etc)	9,945	8,565	8,505	9,945	8,565	8,668
d. Unallocated	(11,384)	500	2,041	(11,384)	500	(18,979)
Net Capital Employed	**85,419**	**79,717**	**91,422**	**85,419**	**79,717**	**80,841**

For & On behalf of the Board of Directors
of **Navneet Education Limited**

Gnanesh D. Gala
Managing Director
DIN: 00093008

Place: Mumbai
Date: 4th February, 2019

SIGNED FOR IDENTIFICATION BY
N. A. SHAH ASSOCIATES LLP
MUMBAI

N. A. SHAH ASSOCIATES LLP
Chartered Accountants

ORIGINAL

Independent Auditor's Limited Review Report

To
The Board of Directors of
Navneet Education Limited

Limited review report on quarterly statement of standalone unaudited financial results pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

We have reviewed the accompanying Statement of standalone unaudited financial results of **Navneet Education Limited ('the Company')** for the quarter and nine months ended 31st December 2018 ('the Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016, which has been initialed by us for identification purpose.

Management's Responsibility

This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.

Auditor's Responsibility

Our responsibility is to express a conclusion on the Statement based on our review.

We conducted our review of the Statement 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.

Conclusion

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 aforesaid Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India, 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 5th July 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For N. A. Shah Associates LLP
Chartered Accountants
Firm's registration number: 116560W / W100149

N. A. SHAH ASSOCIATES LLP MUMBAI CHARTERED ACCOUNTANTS

Sandeep Shah
Partner
Membership number: 37381

Place: Mumbai
Date: 4th February 2019

B 41-45, Paragon Centre, Pandurang Budhkar Marg, Worli, Mumbai 400 013.
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