



Ho-425-S

Dated: 14.02.2018

Manager – Department of Corporate Services,
Bombay Stock Exchange Ltd.,
Registered Office: Floor 25,
P J Towers, Dalal Street,
Mumbai 400 001

Dear Sir/Madam,

Furnishing of Information as per
SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015
Scrip Code : 533033, Scrip Id: ISGEC

Sub: Un-audited Standalone Financial Results for the quarter and nine months ended
December 31, 2017

1. In terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose Un-audited Standalone Financial Results of the Company for the quarter and nine months ended December 31, 2017. These results were approved by the Board of Directors in its meeting held today i.e. February 14, 2018 at 10:30 a.m..
2. These results have been subjected to a Limited Review by the Statutory Auditors of the Company. A copy of the Limited Review Report given by the Statutory Auditors which was placed before the Board of Directors in its meeting held today is also enclosed.

The meeting of the Board of Directors concluded at 12:45 p.m..

The above is for your information and records please.

Thanking you,

Yours faithfully,
For Isgec Heavy Engineering Limited


(S.K. Khorana)
Executive Director & Company Secretary

Encl: (i) Un-audited Standalone Financial Results for the quarter
and nine months ended on December 31, 2017.

(ii) Limited Review Auditors Report.

ISGEC HEAVY ENGINEERING LIMITED

REGD. OFFICE : YAMUNANAGAR - 135 001 (HARYANA) CIN: L23423HR1933PLC000097

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STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS

FOR THE QUARTER AND NINE MONTHS ENDED 31.12.2017

All figures in Rs. Lakh except earning per share

Sl. No.	Particulars (Refer Notes Below)	Quarter ended			Nine Months ended		Year ended
		31.12.2017 (Unaudited)	30.09.2017 (Unaudited)	31.12.2016 (Unaudited)	31.12.2017 (Unaudited)	31.12.2016 (Unaudited)	31.03.2017 (Audited)
I	Revenue from Operations	66,281	63,925	74,427	1,79,650	2,17,636	3,11,099
II	Other Income	753	3,742	1,862	6,287	6,408	9,323
III	Total Income (I+II)	67,034	67,667	76,289	1,85,937	2,24,044	3,20,422
IV	Expenses :						
	(a) Cost of materials consumed	14,861	12,640	11,265	39,566	31,567	42,721
	(b) Purchase of stock-in-trade	16,810	22,625	27,346	50,437	77,917	1,17,875
	(c) Change in inventories of finished goods, work-in-progress and stock-in-trade (Increase)/decrease	576	(2,263)	(3,940)	(10,625)	(8,460)	(4,864)
	(d) Employee benefits expense	6,570	6,561	6,663	19,788	19,916	26,784
	(e) Finance costs	164	170	393	531	1,385	2,080
	(f) Depreciation and amortisation expense	1,603	1,606	1,610	4,798	4,721	6,382
	(g) Erection & commissioning expenses	8,602	6,578	9,744	27,779	29,829	37,806
	(h) Other expenses	13,467	13,486	16,324	40,498	47,623	64,872
	Total expenses (IV)	62,653	61,403	69,405	1,72,772	2,04,498	2,93,656
V	Profit/(Loss) before exceptional items and tax (III-IV)	4,381	6,264	6,884	13,165	19,546	26,766
VI	Exceptional items	-	-	-	-	-	-
VII	Profit/(Loss) before tax (V+VI)	4,381	6,264	6,884	13,165	19,546	26,766
VIII	Tax expense:						
	a) Current Tax	1,778	1,777	2,434	4,520	6,660	8,138
	b) Deferred Tax	(341)	(113)	(119)	(591)	(150)	(235)
IX	Profit/(Loss) for the period (VII-VIII)	2,944	4,600	4,569	9,236	13,036	18,863
X	Other Comprehensive Income						
	A (i) Items that will not be reclassified to profit or loss	(12)	(13)	(12)	(39)	(41)	(55)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	4	4	4	13	14	19
	B (i) Items that will be reclassified to profit or loss						
	(ii) Income tax relating to items that will be reclassified to profit or loss						
XI	Total Comprehensive Income for the period (IX+X)	2,936	4,591	4,561	9,210	13,009	18,827
XII	Paid up equity share capital (Face Value of the equity share Rs.10/- each)	735	735	735	735	735	735
XIII	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year						1,11,815
XIV	Earning Per Share (of Rs. 10 /- each) (not annualised)						
	(a) Basic (in Rs.)	40.04	62.56	62.14	125.61	177.29	256.54
	(b) Diluted (in Rs.)	40.04	62.56	62.14	125.61	177.29	256.54



Notes:

- The above results of the company were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 14th February, 2018 and have been subjected to "Limited Review" by the Statutory Auditors.
- These results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules 2015 (Ind AS) prescribed under Section 133 of the Companies Act 2013 and other recognized accounting practices and principles generally accepted in India. The Company adopted Indian Accounting Standards (Ind AS) from 1st April 2016.
- In accordance with the requirement of Ind AS, revenue from operations for the quarter ended 31st December, 2017 is net of Goods and Service Tax (GST). However, revenue from operations for the period upto 30th June, 2017 is inclusive of excise duty. Accordingly revenue from operations for the quarter and nine months ended 31st December, 2017 are not comparable with the previous period presented above.

4. a) The Company is executing Off-shore and On-shore contracts to design, engineer, procure, construct, commission and deliver a Bio-Refinery project in Philippines.
- b) There was manifestation of latent conditions leading to cost overrun and delay in completion of the project within the contractual delivery date. The Company notified the customer that these risks were to his account under the contract.
- c) The customer issued directions to progress the project and started paying the additional cost to the sub-contractors directly.
- d) The project is substantially complete.
- e) The customer, on 30th January 2018, has invoked Bank Guarantees amounting to Rs. 130 crores, terminated the contract and also claimed damages.
- f) The Company has filed a petition for stay of the encashment of the Bank Guarantee in the Hon'ble Punjab & Haryana High Court. The Hon'ble High Court has ordered 'Status Quo' till the next hearing fixed for 14th February 2018.
- g) The Company, in accordance with the contract, has filed application for arbitration under the Singapore International Arbitration Centre and has appointed Lawyers to represent the Company.
- h) The legal advice is that the termination of the contract and invocation of the Bank Guarantees is contrary to the terms of the contract and also illegal and wrongful and the customer's claims are not tenable.
5. The Company has only one segment of Engineering business. Hence segment reporting is not applicable.
6. Figures for the previous period have been regrouped / reclassified to conform to the figures for the current period.

FOR ISGEC HEAVY ENGINEERING LIMITED

Date : 14th February, 2018
Place: Noida


(ADITYA PURI)
MANAGING DIRECTOR


Review Report

To

**The Board of Directors,
Isgec Heavy Engineering Limited
Yamuna Nagar, Haryana**

Introduction

We have reviewed the accompanying statement of unaudited financial results and the accompanying notes of the **Isgec Heavy Engineering Limited** ("the Company") for the quarter and nine months ended 31st December, 2017 attached herewith ("the Statement"), 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 5th July, 2016.

This statement 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. Our responsibility is to issue a report on these financial statements based on our review.

Scope of Review

We conducted our review of the financial statements 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 financial statements are 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.



Other Offices

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Conclusion

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the applicable Indian Accounting Standards ('Ind AS') 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 Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and 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.

Other Matters

The comparative financial information of the Company prepared in accordance with Ind AS, included in this statement for the quarter and nine months ended 31st December, 2016 was reviewed by, and for the year ended 31st March, 2017 was audited by, the predecessor auditor. The reports of the predecessor auditor dated 4th February 2017 and 29th May 2017 respectively on these comparative financial information expressed an unmodified conclusion / opinion.

Place: New Delhi
Dated: 14.2.2018



For S.C. Vasudeva & Co.
Chartered Accountants
Firm Regn. No. 000235N

Abhinav Khosla

(Abhinav Khosla)
Partner
M. No. 087010