

B S R & Co. LLP

Chartered Accountants

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Chandigarh - 160009 (India)

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Independent Auditor's Report on the Statement of Standalone Audited Results of KDDL Limited pursuant to the Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

Board of Directors of **KDDL Limited**

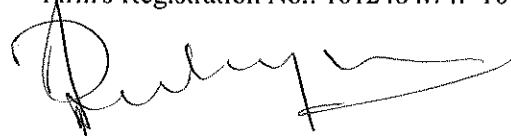
1. We have audited the accompanying standalone annual financial results of KDDL Limited ("the Company") for the year ended 31 March 2018, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'). Attention is drawn to the fact that the figures for the quarter ended 31 March 2018 as reported in these standalone financial results are the balancing figures between standalone audited figures in respect of the full financial year and the published year to date standalone figures upto the end of the third quarter of 31 March 2018. Also the figures up to the end of the third quarter had only been reviewed and not subjected to audit.
2. These Standalone financial results have been prepared on the basis of the annual financial statements and reviewed quarterly standalone financial results upto the end of the third quarter which are the responsibility of the Company's management. Our responsibility is to express an opinion on these standalone financial results based on our audit of the annual financial statements which have been prepared in accordance with the recognition and measurement principles laid down in the Companies (Indian Accounting Standards) Rules, 2015 as per Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.
3. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
4. The financial results for the year ended 31 March 2017 included in the financial results, are based on the previously issued results of the Company prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by the predecessor auditor whose report for the year ended 31 March 2017 dated 30 May 2017 expressed an unmodified opinion on those financial results, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Indian Accounting Standards ("IND AS"), which have been audited by us.



B S R & Co. LLP

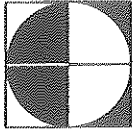
5. In our opinion and to the best of our information and according to the explanations given to us these standalone financial results:
- (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
 - (ii) give a true and fair view of the net profit and other comprehensive income and other financial information for the year ended 31 March 2018.

For B S R & Co. LLP
Chartered Accountants
Firm's Registration No.: 101248W/W-100022



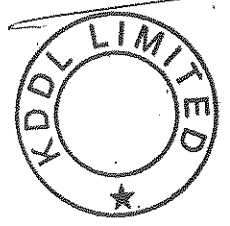
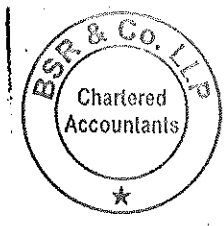
Pravin Tulsyan
Partner
Membership No. 108044

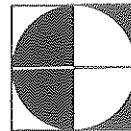
Place: Gurugram, Haryana
Date: 14 May 2018



| KDDL Limited | | | | |
|--|---|---------------|--------------|--------------|
| Statement of Standalone audited financial results for the Quarter and Year ended 31 March 2018 | | | | |
| (Rs. in Lakhs) | | | | |
| S. No. | Particulars | Quarter Ended | Year Ended | |
| | | 31 March | 31 March | 31 March |
| | | (Audited) | (Audited) | (Audited) |
| | | 2018 | 2018 | 2017 |
| 1 | Revenue from operations | 3847 | 14724 | 13061 |
| 2 | Other income | 117 | 480 | 273 |
| 3 | Total income (1+2) | 3964 | 15204 | 13334 |
| 4 | Expenses | | | |
| | Cost of materials consumed | 947 | 3691 | 2929 |
| | Excise duty on sales | - | 143 | 520 |
| | Changes in inventories of finished goods and work-in-progress | (79) | (326) | (59) |
| | Employee benefits expense | 1157 | 4265 | 3943 |
| | Finance costs | 98 | 483 | 552 |
| | Depreciation and amortisation expense | 183 | 740 | 725 |
| | Other expenses | 1141 | 4209 | 3569 |
| | Total expenses | 3447 | 13205 | 12179 |
| 5 | Profit before income tax (3-4) | 517 | 1999 | 1155 |
| 6 | Income tax expense | 126 | 593 | 404 |
| 7 | Profit for the period (5-6) | 391 | 1406 | 751 |
| 8 | Other Comprehensive Income/ (expense) | | | |
| | (i) a) Items that will not be reclassified to profit or loss | (38) | (42) | (4) |
| | b) Income tax relating to items that will not be reclassified to profit or loss | 11 | 12 | 1 |
| | (ii) a) Items that will be reclassified to profit or loss | - | - | - |
| | b) Income tax relating to items that will be reclassified to profit or loss | - | - | - |
| 9 | Total Comprehensive Income/ (expense) for the period (7+8) | 364 | 1376 | 748 |
| 10 | Earnings per share of Rs. 10 each (not annualized) | | | |
| | Basic (Rs.) | 3.60 | 12.97 | 7.29 |
| | Diluted (Rs.) | 3.59 | 12.96 | 7.28 |
| 11 | Paid-up equity share capital (Face value per share Rs. 10) | 1095 | 1095 | 1084 |
| | See accompanying notes to the Standalone Audited Financial Results | | | |

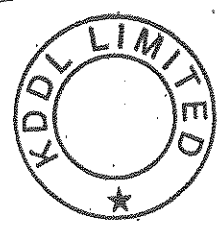
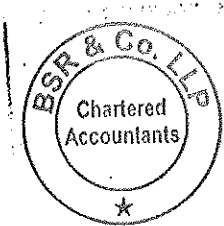
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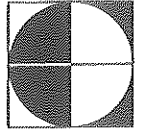




| KDDL Limited | | | |
|--|--------------------------------------|--------------|--------------|
| Statement of Standalone Audited Assets and Liabilities | | | |
| (Rs. in Lakhs) | | | |
| S. No. | Particulars | As at | As at |
| | | 31 March | 31 March |
| | | (Audited) | (Audited) |
| | | 2018 | 2017 |
| A. | Assets | | |
| 1. | Non-current assets | | |
| | (a) Property, plant and equipment | 6044 | 6093 |
| | (b) Capital work-in-progress | 2355 | 459 |
| | (c) Other intangible assets | 56 | 66 |
| | (d) Financial assets | | |
| | (i) Investments | 6759 | 4835 |
| | (ii) Loans | 169 | 170 |
| | (e) Current tax assets (net) | 500 | 500 |
| | (f) Other non-current assets | 177 | 173 |
| | Total non-current assets | 16060 | 12296 |
| 2. | Current assets | | |
| | (a) Inventories | 2714 | 2102 |
| | (b) Financial assets | | |
| | (i) Trade receivable | 2856 | 2120 |
| | (ii) Cash and cash equivalents | 180 | 135 |
| | (iii) Other bank balances | 673 | 858 |
| | (iv) Loans | 177 | 153 |
| | (v) Other financial assets | 86 | 98 |
| | (c) Other current assets | 1032 | 540 |
| | Total current assets | 7718 | 6006 |
| | Total Assets | 23778 | 18302 |
| B. | Equity and Liabilities | | |
| 1. | Equity | | |
| | (a) Equity share capital | 1104 | 1093 |
| | (b) Other equity | 11929 | 10534 |
| | Total equity | 13033 | 11627 |
| 2. | Liabilities | | |
| | Non-current liabilities | | |
| | (a) Financial liabilities | | |
| | (i) Borrowings | 3338 | 2177 |
| | (ii) Other financial liabilities | 13 | 17 |
| | (b) Provisions | 193 | 158 |
| | (c) Deferred tax liabilities (net) | 378 | 457 |
| | Total non-current liabilities | 3922 | 2809 |
| | Current liabilities | | |
| | (a) Financial liabilities | | |
| | (i) Borrowings | 2255 | 850 |
| | (ii) Trade payables | 1500 | 1003 |
| | (iii) Other financial liabilities | 2358 | 1752 |
| | (b) Other current liabilities | 276 | 127 |
| | (c) Provisions | 79 | 83 |
| | (d) Current tax liabilities (net) | 355 | 51 |
| | Total Current Liabilities | 6823 | 3866 |
| | Total Liabilities | 10745 | 6675 |
| | Total Equity and Liabilities | 23778 | 18302 |

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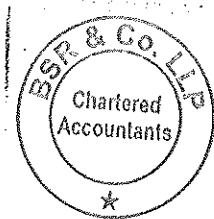




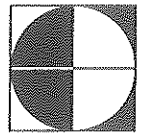
Notes:

1. As per Ind-AS 108, Operating Segments have been defined and presented based on the regular review by the Company's Chief Operating Decision Maker to assess the performance of each segment and to make decision about allocation of resources. The accounting principles used in the preparation of the audited standalone financial results are consistently applied to record revenue and expenditure in individual segments. Accordingly, the standalone audited segment wise revenue, results and capital employed is as follows :

| S.No. | Particulars | (Rs. in Lakhs) | | |
|-------|---|----------------|--------------|--------------|
| | | Quarter Ended | Year Ended | |
| | | 31 March | 31 March | 31 March |
| | | (Audited) | (Audited) | (Audited) |
| | 2018 | 2018 | 2017 | |
| 1 | Segment revenue | | | |
| | a) Precision and watch components | 3746 | 14244 | 12596 |
| | b) Others | 101 | 480 | 465 |
| | Total | 3847 | 14724 | 13061 |
| | Less: Inter segment revenue | - | - | - |
| | Total revenue from operations | 3847 | 14724 | 13061 |
| 2 | Segment results (profit before tax and interest from each segment) | | | |
| | a) Precision and watch components | 453 | 3031 | 2473 |
| | b) Others | (38) | (24) | 48 |
| | Total | 415 | 3007 | 2521 |
| | Less: i. Interest (net of interest income) | 87 | 400 | 433 |
| | ii. Other un-allocable expenditure (net of un-allocable income) | (189) | 608 | 933 |
| | Profit before tax | 517 | 1999 | 1155 |
| 3 | Segment assets | | | |
| | a) Precision and watch components | 14769 | 14769 | 11173 |
| | b) Others | 310 | 310 | 236 |
| | c) Unallocated | 8699 | 8699 | 6893 |
| | Total Segment assets | 23778 | 23778 | 18302 |
| 4 | Segment liabilities | | | |
| | a) Precision and watch components | 2777 | 2777 | 1676 |
| | b) Others | 81 | 81 | 70 |
| | c) Unallocated (excluding borrowings and deferred tax liabilities) | 910 | 910 | 498 |
| | Total Segment liabilities | 3768 | 3768 | 2244 |
| 5 | Capital employed (Segment assets less Segment liabilities) | | | |
| | a) Precision and watch components | 11992 | 11992 | 9497 |
| | b) Others | 229 | 229 | 166 |
| | c) Unallocated | 7789 | 7789 | 6395 |
| | Total Capital employed | 20010 | 20010 | 16058 |



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2. Standalone audited financial results for quarter and year ended 31 March 2018 are in compliance with the Indian Accounting Standard (Ind-AS) prescribed under Section 133 of the Companies Act, 2013. Consequently, erstwhile Indian Generally Accepted Accounting Principles (IGAAP) results for the year ended 31 March 2017 as were audited by erstwhile auditor, have been restated to make them comparable. Reconciliation of net profit and equity as reported under erstwhile IGAAP and as restated now under Ind-AS is as under:

| Particulars | (Rs in Lakhs) | |
|--|---------------|--------------|
| | Net profit | Equity |
| | Year Ended | As at |
| | 31 March | 31 March |
| | (Audited) | (Audited) |
| | 2017 | 2017 |
| Reported earlier under IGAAP | 715 | 11531 |
| (i) Reversal of lease equalization reserve | 16 | 84 |
| (ii) Dividend on preference shares | 22 | 22 |
| (iii) Others | 4 | 19 |
| (iv) Consequential tax adjustments | (6) | (29) |
| Reported now under Ind-AS | 751 | 11627 |

3. The revenue from operations in the current period is not comparable with the previous periods since the same is net of Goods and Service Tax (GST) whereas excise duty formed part of expenses in previous periods. The comparative revenue from operations of the company is given below.

| Particulars | (Rs in Lakhs) | | |
|---|---------------|--------------|--------------|
| | Quarter Ended | Year Ended | |
| | 31 March | 31 March | 31 March |
| | (Audited) | (Audited) | (Audited) |
| | 2018 | 2018 | 2017 |
| Revenue from operations (as reported) | 3847 | 14724 | 13061 |
| Less: Excise duty on sales | - | 143 | 520 |
| Revenue from operations (net of excise duty) | 3847 | 14581 | 12541 |

4. During the quarter ended 31 March 2018, the Company has received Rs 225 lakhs on account of issue of 113,206 preferential equity shares of Rs 10 each at the rate of Rs 265 per share (including security premium of Rs 255 each). The amount received represents 75% of the total consideration as received by the Company from the respective allottees on exercise of option of conversion of share warrants by warrant holders. The consideration has been utilised for investments made during the year.

5. The figures for the quarter ended 31 March 2018, as reported in these standalone financial results, are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of 31 March 2018. Also, the figures upto the end of the third quarter had only been reviewed and not subjected to audit.

6. The board has recommended a dividend of Rs. 2.50 per equity share of Rs. 10 each fully paid up amounting to Rs. 330.10 lakhs (including dividend distribution tax), subject to approval in the Annual General Meeting.

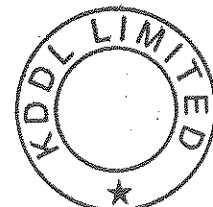
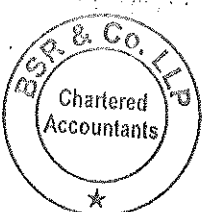
7. The Shareholders have, vide a resolution passed at the extra ordinary general meeting held on 7 February 2018, approved the "Scheme of Amalgamation" providing for amalgamation of Satva Jewellery and Design Limited, a wholly owned subsidiary of the Company; with the Company.

8. The above standalone audited financial results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 14 May 2018. The audit report of the Statutory Auditors is being filed with the BSE and National Stock Exchange. For more details on standalone audited financial results, visit Investor Info section of the Company's website at www.kddl.com and Financial Results at Corporates section of www.bseindia.com and www.nseindia.com.

Place: Gurugram, Haryana
 Date: 14 May 2018

For and on the behalf of Board of Directors

Yashovardhan Seboo
 (Chairman and Managing Director)
 DIN-00012158



B S R & Co. LLP

Chartered Accountants

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Independent Auditor's Report on the Statement of Consolidated Audited Results of KDDL Limited pursuant to the Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

Board of Directors of KDDL Limited

1. We have audited the annual consolidated financial results of KDDL Limited ("the Company") and its subsidiaries, collectively referred to as "the Group", and its associates for the year ended 31 March 2018, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 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 quarter ended 31 March 2018 as reported in these consolidated financial results are the balancing figures between consolidated audited figures in respect of the full financial year and the published year to date consolidated figures upto the end of the third quarter of 31 March 2018. Also the figures up to the end of the third quarter had only been reviewed and not subjected to audit.
2. These consolidated annual financial results have been prepared from consolidated annual financial statements and reviewed quarterly consolidated financial results upto the end of the third quarter which are the responsibility of the Company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated annual financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in the Companies (Indian Accounting Standards) Rules, 2015 as per Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.
3. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
4. The annual consolidated financial results for year ended 31 March 2017 included in these annual consolidated financial results, are based on the previously issued results of the Company prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by the predecessor auditor whose report for the year ended 31 March 2017 dated 30 May 2017 expressed an unmodified opinion on those annual consolidated financial results, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Indian Accounting Standards ("Ind AS"), which have been audited by us.
5. We did not audit the financial statements of five subsidiaries included in the consolidated annual financial results, whose annual financial statements reflect total assets of Rs.3,697.33 lakhs as at 31 March 2018 as well as the total revenue of Rs. 2,503.21 lakhs for the year ended 31 March 2018. The consolidated financial results also include the Group's share of net profit (and other

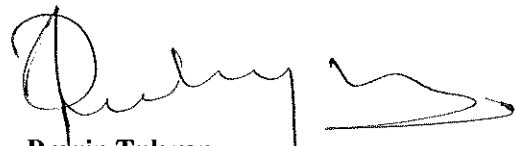
comprehensive income) of Rs.0.28 lakhs for the year ended 31 March 2018 in respect of one associate. These annual financial statements and other financial information have been audited by other auditors whose reports have been furnished to us, and our opinion on the annual financial results, to the extent they have been derived from such annual financial statements is based solely on the report of such other auditors. Our opinion is not modified in respect of this matter.

6. These consolidated financial results also include the Group's share of net loss of Rs.2.90 lakhs for the year ended 31 March 2018, as considered in the consolidated financial statements, in respect of one associate whose financial information have not been audited by us. These financial information are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of this associates is based solely on such unaudited financial information. In our opinion and according to the information and explanations given to us by the Management, these financial information are not material to the Group.
7. In our opinion and to the best of our information and according to the explanations given to us and based on consideration of reports of other auditors on separate financial statements and on other information of the subsidiaries and associates as aforesaid, these consolidated annual financial results:
 - (i) include the annual financial results of the following entities:
 - Ethos Limited (Subsidiary)
 - Pylania S.A. (Subsidiary)
 - Satva Jewellery and Design Limited (Subsidiary)
 - Mahen Distribution Limited (Subsidiary)
 - Kamla International Holdings S.A. (Subsidiary)
 - Kamla Tesio Dials Limited (Associate)
 - Cognition LLP (Subsidiary of Ethos Limited w.e.f. 24 November 2017)
 - Cadrafin GmbH (Associate of Kamla International Holdings S.A. w.e.f 16 August 2017)
 - (ii) have been presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
 - (iii) give a true and fair view of the consolidated net profit and other comprehensive income and other financial information for the year ended 31 March 2018.

For: B S R & Co. LLP

Chartered Accountants

Firm's Registration No.: 101248W/W-100022



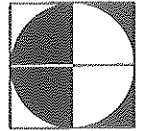
Pravin Tulsyan

Partner

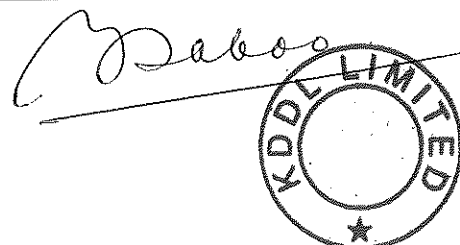
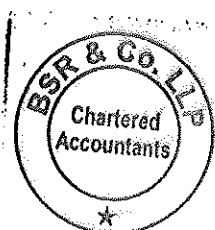
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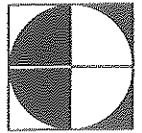
Place: Gurugram, Haryana

Date: 14 May 2018



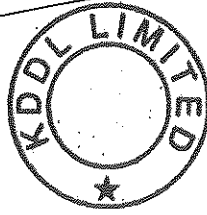
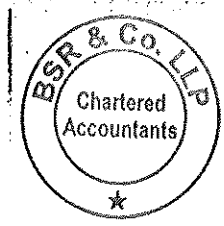
| KDDL LIMITED | | | | |
|--|---|---------------|--------------|--------------|
| Statement of Consolidated Audited financial results for the Quarter and Year ended 31 March 2018 | | | | |
| (Rs. in Lakhs) | | | | |
| S. No. | Particulars | Quarter Ended | Year Ended | |
| | | 31 March | 31 March | 31 March |
| | | (Audited) | (Audited) | (Audited) |
| | | 2018 | 2018 | 2017 |
| 1 | Revenue from operations | 13813 | 50318 | 45844 |
| 2 | Other income | 126 | 522 | 455 |
| 3 | Total income (1+2) | 13939 | 50840 | 46299 |
| 4 | Expenses | | | |
| | Cost of materials consumed | 1030 | 3764 | 3000 |
| | Excise duty on sales | - | 143 | 520 |
| | Purchases of stock-in-trade | 7541 | 27240 | 25655 |
| | Changes in inventories of finished goods, stock-in-trade and work-in-progress | (382) | (815) | (436) |
| | Employee benefits expense | 1819 | 6663 | 6048 |
| | Finance costs | 278 | 1203 | 1431 |
| | Depreciation and amortisation expense | 324 | 1213 | 1161 |
| | Other expenses | 2491 | 8902 | 8568 |
| | Total expenses | 13101 | 48313 | 45947 |
| 5 | Profit before share of equity accounted investees and income tax (3-4) | 838 | 2527 | 352 |
| 6 | Share of profit of equity accounted investees (net of income tax) | (3) | (3) | 5 |
| 7 | Profit before tax (5-6) | 835 | 2524 | 357 |
| 8 | Income tax expense | 168 | 707 | 172 |
| 9 | Profit/(loss) for the period (7-8) | 667 | 1817 | 185 |
| 10 | Other comprehensive income/(expense) | | | |
| | (i) a) Items that will not be reclassified to profit or loss | (13) | (35) | (26) |
| | b) Income tax relating to items that will not be reclassified to profit or loss | 3 | 10 | 8 |
| | (ii) a) Items that will be reclassified to profit or loss | 37 | 44 | (43) |
| | b) Income tax relating to items that will be reclassified to profit or loss | - | - | - |
| 11 | Total Comprehensive Income/(expense) for the period (9+10) | 694 | 1836 | 124 |
| | Profit/(loss) attributable to: | | | |
| | Owners of the company | 615 | 1712 | 210 |
| | Non-controlling interest | 52 | 105 | (25) |
| | Other Comprehensive Income/(expense) attributable to: | | | |
| | Owners of the company | 18 | 12 | (52) |
| | Non-controlling interest | 9 | 7 | (9) |
| | Total Comprehensive Income/(expense) attributable to: | | | |
| | Owners of the company | 633 | 1724 | 158 |
| | Non-controlling interest | 61 | 112 | (34) |
| 12 | Earnings per share (of Rs.10/- each) (not annualized) | | | |
| | Basic (Rs.) | 6.15 | 16.75 | 1.76 |
| | Diluted (Rs.) | 6.14 | 16.73 | 1.76 |
| 13 | Paid-up equity share capital (Face value per share Rs. 10) | 1095 | 1095 | 1084 |
| 14 | Reserves excluding Revaluation reserves | | 11978 | 9526 |
| | See accompanying notes to the Consolidated Audited Financial Results | | | |

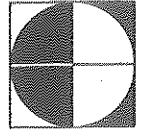




| KDDL Limited Statement of Consolidated Audited Asset and Liabilities | | | |
|---|--|----------------|--------------|
| | | (Rs. in Lakhs) | |
| S. No. | Particulars | As at | As at |
| | | 31 March | 31 March |
| | | (Audited) | (Audited) |
| | | 2018 | 2017 |
| A | ASSETS | | |
| 1 | Non-current assets | | |
| | Property, plant and equipment | 8361 | 7797 |
| | Capital work-in-progress | 2419 | 481 |
| | Other intangible assets | 84 | 107 |
| | Equity accounted investees | 28 | 28 |
| | Financial assets | | |
| | - Investments | 49 | 49 |
| | - Loans | 1061 | 857 |
| | - Other financial assets | 224 | 86 |
| | Current tax asset (net) | 623 | 710 |
| | Deferred tax assets (net) | 117 | 71 |
| | Other non-current assets | 696 | 649 |
| | Total non-current assets | 13662 | 10835 |
| 2 | Current assets | | |
| | Inventories | 20116 | 19020 |
| | Financial assets | | |
| | - Trade receivables | 3264 | 2614 |
| | - Cash and cash equivalents | 1128 | 1156 |
| | - Other bank balances | 673 | 867 |
| | - Loans | 444 | 403 |
| | - Other financial assets | 41 | 32 |
| | Other current assets | 3291 | 729 |
| | Total current assets | 28957 | 24821 |
| | Total Assets (1 + 2) | 42619 | 35656 |
| B | EQUITY AND LIABILITIES | | |
| 1 | Equity | | |
| | Equity share capital | 1104 | 1093 |
| | Other equity | 12095 | 9643 |
| | Equity attributable to the owners of the Company | 13199 | 10736 |
| 2 | Non-controlling interests | 2966 | 3512 |
| | Total equity | 16165 | 14248 |
| 3 | Liabilities | | |
| | Non-current liabilities | | |
| | Financial liabilities | | |
| | - Borrowings | 4597 | 3627 |
| | - Other financial liabilities | 6 | 10 |
| | Provisions | 335 | 279 |
| | Total Non-current liabilities | 4938 | 3916 |
| | Current liabilities | | |
| | Financial liabilities | | |
| | - Borrowings | 6355 | 5943 |
| | - Trade payables | 8627 | 7161 |
| | - Other financial liabilities | 4784 | 3058 |
| | Other current liabilities | 1250 | 1194 |
| | Provisions | 81 | 85 |
| | Current tax liabilities (net) | 419 | 51 |
| | Total Current liabilities | 21516 | 17492 |
| | Total liabilities | 26454 | 21408 |
| | Total equity and liabilities (1 + 2 + 3) | 42619 | 35656 |

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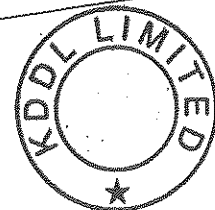


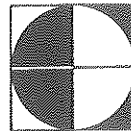
Notes :

1. As per Ind-AS 108, Operating Segments have been defined and presented based on the regular review by the Company's Chief Operating Decision Maker to assess the performance of each segment and to make decision about allocation of resources. The accounting principles used in the preparation of the consolidated unaudited financial results are consistently applied to record revenue and expenditure in individual segments. Accordingly, the consolidated unaudited segment wise revenue, results and capital employed is as follows :

| S.No. | Particulars | (Rs. in Lakhs) | | |
|-------|--|----------------|--------------|--------------|
| | | Quarter Ended | Year Ended | |
| | | 31 March | 31 March | 31 March |
| | | (Audited) | (Audited) | (Audited) |
| | | 2018 | 2017 | |
| 1 | Segment revenue | | | |
| | a) Precision and watch components | 4083 | 14985 | 12971 |
| | b) Watch and accessories | 9967 | 37291 | 32792 |
| | c) Others | 101 | 480 | 477 |
| | Total | 14151 | 52756 | 46240 |
| | Less: Inter segment revenue | (338) | (2438) | (396) |
| | Revenue from operations | 13813 | 50318 | 45844 |
| 2 | Segment results (profit/(loss) before tax and interest from each segment) | | | |
| | a) Precision and watch components | 760 | 2997 | 2131 |
| | b) Watch and accessories | 581 | 1672 | 171 |
| | c) Others | (29) | (19) | 71 |
| | Total | 1312 | 4650 | 2373 |
| | Less: (i) Interest (net of interest income) | 145 | 996 | 1088 |
| | (ii) Other un-allocable expenditure (net of un-allocable income) | 329 | 1127 | 933 |
| | Profit before tax | 838 | 2527 | 352 |
| 3 | Segment Assets | | | |
| | a) Precision and watch components | 15673 | 15673 | 11996 |
| | b) Watch and accessories | 24386 | 24386 | 21022 |
| | c) Others | 543 | 543 | 439 |
| | d) Unallocated (excluding deferred tax assets) | 2017 | 2017 | 2200 |
| | Total Segment assets | 42619 | 42619 | 35657 |
| 4 | Segment liabilities | | | |
| | a) Precision and watch components | 2798 | 2798 | 2477 |
| | b) Watch and accessories | 7701 | 7701 | 8250 |
| | c) Others | 127 | 127 | 137 |
| | d) Unallocated (excluding borrowing and deferred tax liabilities) | 910 | 910 | 498 |
| | Total Segment liabilities | 11536 | 11536 | 11362 |
| 5 | Capital employed (Segment assets less Segment liabilities) | | | |
| | a) Precision and watch components | 12875 | 12875 | 9519 |
| | b) Watch and accessories | 16685 | 16685 | 12772 |
| | c) Others | 416 | 416 | 302 |
| | d) Unallocated | 1107 | 1107 | 1702 |
| | Total Capital employed | 31083 | 31083 | 24295 |

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2. Consolidated audited financial results for the quarter and year ended 31 March 2018 are in compliance with the Indian Accounting Standard (Ind-AS) prescribed under Section 133 of the Companies Act, 2013. Consequently, erstwhile Indian Generally Accepted Accounting Principles (IGAAP) results for the year ended 31 March 2017, as were audited by erstwhile auditor, have been restated to make them comparable. Reconciliation of net profit as reported under erstwhile IGAAP and as restated now under Ind-AS is as under:

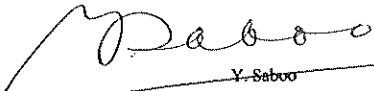
| Particulars | (Rs. in Lakhs) | |
|---|----------------|-----------|
| | Net Profit | Equity |
| | Year Ended | As at |
| | 31 March | 31 March |
| | (Audited) | (Audited) |
| | 2017 | 2017 |
| Reported earlier under erstwhile IGAAP | 9 | 13709 |
| (i) Deferral of revenue as per Ind AS 18 | (54) | (167) |
| (ii) Reversal of lease equalization reserve | 19 | 196 |
| (iii) Discounting of financial assets | (5) | (18) |
| (iv) Tax adjustments | 228 | 516 |
| (v) Others | (12) | 12 |
| Reported now under Ind-AS | 185 | 14248 |

3. The revenue from operations in the current period is not comparable with the previous period since the same is net of Goods and Service Tax (GST) whereas excise duty formed part of expenses in previous periods. The comparative revenue from operations of the company is given below:

| Particulars | (₹ in Lakhs) | | |
|--|---------------|------------|-----------|
| | Quarter ended | Year Ended | |
| | 31 March | 31 March | 31 March |
| | (Audited) | (Audited) | (Audited) |
| | 2018 | 2018 | 2017 |
| Revenue from operations (as reported) | 13813 | 50318 | 45844 |
| Less: Excise duty on sales | - | 143 | 520 |
| Revenue from operations (net of excise duty) | 13813 | 50175 | 45324 |

4. During the quarter ended 31 March 2018, the Company has received Rs 225 lakhs on account of issue of 113,206 preferential equity shares of Rs 10 each at the rate of Rs 265 per share (including security premium of Rs 255 each). The amount received represents 75% of the total consideration as received by the Company from the respective allottees on exercise of option of conversion of share warrants by warrant holders. The consideration has been utilised for investments made during the year.
5. The figures for the quarter ended 31 March 2018 as reported in these consolidated financial results, are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of 31 March 2018. Also, the figures upto the end of the third quarter had only been reviewed and not subjected to audit.
6. The board has recommended a dividend of Rs. 2.50 per equity share of Rs. 10 each fully paid up amounting to Rs. 330.10 lakhs (including dividend distribution tax), subject to approval in the Annual General Meeting.
7. The Shareholders have, vide a resolution passed at the extra ordinary general meeting held on 7 February 2018, approved the "Scheme of Amalgamation" providing for amalgamation of Satva Jewellery and Design Limited, a wholly owned subsidiary of the Company, with the Company.
8. The above consolidated audited results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 14 May 2018. The audit report of the Statutory Auditors is being filed with the BSE and National Stock Exchange. For more details on consolidated audited financials results, visit Investor Info section of the Company's website at www.kddl.com and Financial Results at Corporates section of www.bseindia.com and www.nseindia.com.

For and on the behalf of Board of Director


 Y. Saboo
 (Chairman cum Managing Director)
 DIN-00012158

Place: Gurugram, Haryana
 Date: 14 May 2018

