

Statement of Standalone Unaudited Financial Results for the quarter and nine months ended 31st December, 2017

(Rs. in Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016	31.03.2017
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Income						
a) Revenue from operations	6,393	6,026	4,535	19,751	13,865	28,347
b) Other income	72	137	112	504	627	1,371
Total Income (a + b)	6,465	6,163	4,647	20,255	14,492	29,718
2 Expenses						
a) Real estate development costs	1,345	591	1,231	4,463	1,872	8,821
b) Cost of materials consumed	1,883	1,360	1,434	4,690	4,351	5,903
c) Purchases of stock-in-trade	3	-	8	16	26	34
d) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(732)	503	(1,362)	(1,067)	(2,034)	(3,358)
e) Employee benefits expense	1,047	1,220	1,041	3,329	3,295	4,617
f) Finance costs	303	308	274	893	959	1,235
g) Depreciation and amortisation expense	199	201	145	589	418	598
h) Other expenses	1,474	1,384	2,016	5,073	5,635	8,525
Total expenses	5,522	5,567	4,787	17,986	14,522	26,375
3 Profit/(Loss) from continuing operations before exceptional items and tax (1-2)	943	596	(140)	2,269	(30)	3,343
4 Exceptional Income (Net) (Refer Note 2)	-	-	1,180	-	1,170	1,120
5 Profit from continuing operations before tax (3+4)	943	596	1,040	2,269	1,140	4,463
6 Tax expense						
a) Current tax	210	140	-	510	490	577
b) Deferred tax	51	(21)	-	(54)	-	(1,079)
	261	119	-	456	490	(502)
7 Profit for the period / year from continuing operations (5-6)	682	477	1,040	1,813	650	4,965
8 Profit before tax from discontinued operations (Refer Note 3)	-	-	-	-	4,826	4,826
9 Tax expenses of discontinued operations						
a) Current tax	-	-	-	-	-	623
b) Deferred tax	-	-	-	-	-	(493)
	-	-	-	-	-	130
10 Profit for the period / year from discontinued operations (8-9)	-	-	-	-	4,826	4,696
11 Profit for the period / year (7+10)	682	477	1,040	1,813	5,476	9,661
12 Other Comprehensive Income						
(i) Items that will not be reclassified to Statement of Profit or Loss						
Remeasurement of the defined benefit plans	-	4	(27)	3	(74)	(67)
(ii) Income tax relating to items that will not be reclassified to Statement of Profit or Loss						
Deferred tax	-	-	-	-	-	23
Other Comprehensive Income / (Loss)	-	4	(27)	3	(74)	(44)
13 Total Comprehensive Income for the period / year (11+12)	682	481	1,013	1,816	5,402	9,617
14 Paid-up equity share capital (Face Value of Rs. 10 each)	1,290	1,290	1,290	1,290	1,290	1,290
15 Basic and diluted earnings per equity share (for continuing operation)	Rs.5.29	Rs.3.70	Rs.8.06	Rs.14.05	Rs.5.04	Rs.38.49
16 Basic and diluted earnings per equity share (for discontinued operation)	Rs.0.00	Rs.0.00	Rs.0.00	Rs.0.00	Rs.37.41	Rs.36.40
17 Basic and diluted earnings per equity share (for continuing and discontinued operation) (Quarter and year to date figures not annualised)	Rs.5.29	Rs.3.70	Rs.8.06	Rs.14.05	Rs.42.45	Rs.74.89

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Reporting of Segment wise Revenue, Results, Assets and Liabilities

Based on the evaluation of Ind AS 108 - Operating Segments, the management has identified three operating segments viz., Engineering, Shipping and Logistics Services and Real Estate.

	Quarter ended			Nine months ended		Year ended
	31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016	31.03.2017
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Segment Revenue						
(a) Engineering	4,857	4,261	4,136	13,288	12,696	17,363
(b) Real Estate	1,536	1,765	403	6,465	1,198	11,018
(c) Shipping and Logistics Services (Discontinued operation)	-	-	-	-	806	806
Total	6,393	6,026	4,539	19,753	14,700	29,187
Less: Inter Segment Revenue	-	-	4	2	29	34
Total income from operations (net)	6,393	6,026	4,535	19,751	14,671	29,153
2 Segment Results [Profit before Tax and Interest from each Segment (including exceptional items related to segments)]						
(a) Engineering	893	353	438	1,501	1,263	1,803
(b) Real Estate	555	936	225	2,509	815	5,280
(c) Shipping and Logistics Services (Discontinued operation)	-	-	-	-	4,826	4,826
Total segment results	1,448	1,289	663	4,010	6,904	11,909
Less: Finance costs	(303)	(308)	(274)	(893)	(959)	(1,235)
Balance	1,145	981	389	3,117	5,945	10,674
Less: Unallocable expenses net of unallocable income	(202)	(385)	651	(848)	21	(1,385)
Profit from ordinary activities before tax	943	596	1,040	2,269	5,966	9,289
3 Segment Assets						
(a) Engineering	11,354	11,064	10,430	11,354	10,430	10,634
(b) Real Estate	14,672	15,695	8,440	14,672	8,440	11,853
(c) Shipping and Logistics Services (Discontinued operation)	-	-	-	-	-	-
(d) Unallocated	-	-	-	-	-	-
Total Assets	26,935	26,183	24,788	26,935	24,788	27,467
	52,961	52,942	43,658	52,961	43,658	49,954
4 Segment liabilities						
(a) Engineering	4,002	4,194	3,803	4,002	3,803	3,902
(b) Real Estate	8,953	8,686	7,180	8,953	7,180	6,846
(c) Shipping and Logistics Services (Discontinued operation)	-	-	-	-	-	-
(d) Unallocated	14,427	15,166	12,336	14,427	12,336	15,055
Total Liabilities	27,382	28,046	23,319	27,382	23,319	25,803

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1. These results have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on Wednesday, January 24, 2018. Limited Review as required under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been carried out by the statutory auditors of the Company M/s. Price Waterhouse Chartered Accountants LLP. Results for the quarter and nine months ended December 31, 2016 and for the year ended March 31, 2017 were reviewed/ audited by previous auditors Deloitte Haskins & Sells LLP.

2. Exceptional items:

		(Rs. in Lakhs)					
		Quarter ended			Nine months ended		Year ended
		31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016	31.03.2017
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
(i)	Loss on Capital Reduction of investment in equity shares of subsidiary (Refer Note 4)	-	-	(1,931)	-	(1,931)	(1,931)
(ii)	Termination benefits and one time settlement with employees	-	-	(19)	-	(29)	(79)
(iii)	Reversal for impairment in the value of investments (Refer Note 4)	-	-	2,380	-	2,380	2,380
(iv)	Profit on sale of investment (Refer Note 5)	-	-	750	-	750	750
TOTAL		-	-	1,180	-	1,170	1,120

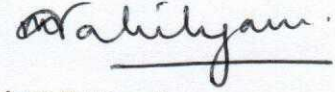
3. In January 2016, the Board had granted its approval for sale of the Shipping business comprising Container Freight Station (CFS) at Veshvi and Mundra and Logistics Service business on a slump sale basis. The Company had executed an Agreement to transfer assets dated April 18, 2016 pertaining to its Logistics business and simultaneously completed the transaction. Also the Company had completed the slump sale of Mundra CFS in April, 2016 and Veshvi CFS in August, 2016. Accordingly, profit from discontinued operations (net) as reflected in the Statement of Unaudited Financial Results for the nine months ended December 31, 2016 and in the Statement of Profit and Loss for the year ended March 31, 2017 includes profit on slump sale of Veshvi and Mundra CFS and profit on sale of Logistics business aggregating Rs. 5,459 Lakhs and Rs. 331 Lakhs respectively.
4. During the quarter ended December 31, 2016, post approval by the Honorable Bombay High Court vide order dated December 2, 2016, Company had recognized Rs.1,931 Lakhs as loss on capital reduction of investment in equity shares in Shapoorji Pallonji Forbes Shipping Limited ("SPFSL"), a subsidiary of the Company and correspondingly, reversed the impairment provisions of Rs.2,380 Lakhs. The same has been disclosed as an exceptional item in the Statement of Standalone Unaudited Financial Results for the quarter and nine months ended December 31, 2016 and in the Statement of Profit and Loss for the year ended March 31, 2017.
5. The Board of Directors of the Company at its meeting held on October 12, 2016, had approved sale of its entire shareholding (50.001%) in Forbes Bumi Armada Offshore Limited (FBAOL), a joint venture with Bumi Armada Berhad to Shapoorji Pallonji Oil and Gas Private Limited ("SPOGPL") at a price of Rs.1,250 Lakhs. The Company had executed "Share Transfer Agreement" and transferred the entire shareholding to SPOGPL and recognized profit of Rs.750 Lakhs during the quarter ended December 31, 2016. The same has been disclosed as an exceptional item in the Statement of Standalone Unaudited Financial Results for the quarter and nine months ended December 31, 2016 and in the Statement of Profit and Loss for the year ended March 31, 2017.
6. Post the applicability of Goods and Service Tax (GST) with effect from July 1, 2017, Revenue is required to be disclosed net of GST as per requirement of Ind AS 18, 'Revenue'. Accordingly, the Revenue figures for the quarter and nine months ended December 31, 2017 are not comparable with the previous periods as those are gross of excise.

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7. Figures for the previous periods are re-classified / re-arranged / regrouped, wherever necessary, to correspond with the current period's classification / disclosure.

For Forbes & Company Limited



(Mahesh Tahilyani)
Managing Director
DIN : 01423084



Mumbai,
January 24, 2018



Price Waterhouse Chartered Accountants LLP

The Board of Directors
Forbes and Company Limited
Forbes' Building,
Charanjit Rai Marg,
Fort,
Mumbai 400 001

1. We have reviewed the unaudited financial results of Forbes and Company Limited, (the "Company") for the quarter ended December 31, 2017 which are included in the accompanying Statement of 'Standalone Unaudited Financial Results for the quarter and nine months ended December 31, 2017' (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review 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 Statement is free of material misstatement.
3. A review is limited primarily to inquiries of Company's 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 Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw your attention to the following matters:
 - (a) The standalone financial results of the Company for the quarter and nine months ended December 31, 2016 prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015, were reviewed by another firm of Chartered Accountants who vide their report dated January 20, 2017 expressed a modified conclusion on those financial results, for non-accounting of financial guarantees at fair value.



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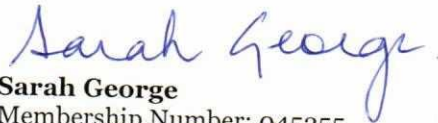
Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)

Price Waterhouse Chartered Accountants LLP

- (b) The standalone financial statements of the Company for the year ended March 31, 2017 was audited by another firm of Chartered Accountants, who issued an unmodified opinion vide their report dated May 25, 2017.

Our conclusion is not qualified in respect of these matters.

For Price Waterhouse Chartered Accountants LLP
Registration No. 012754N/N500016
Chartered Accountants


Sarah George
Membership Number: 045255

Mumbai
January 24, 2018