

February 14, 2019

General Manager,
Department of Corporate Services,
BSE Ltd.
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai 400 001

Dear Sir,

Security Code : 502865
Security ID : FORBESCO

Compliance of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015

Dear Sir,

Pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, the Board of Directors of the Company at their meeting held on February 14, 2019 has approved the Unaudited Financial Results for the quarter and nine months ended December 31 2018.

We enclose copy of the Unaudited Financial Results for the quarter and nine months ended December 31, 2018 along with the Limited Review Report dated February 14, 2019 of Price Waterhouse Chartered Accountants LLP, statutory auditors of the Company in respect of the said Results.

The Board Meeting commenced at 3.00 P.M and concluded at 5.00 P.M.

Kindly acknowledge receipt.

Yours faithfully
For Forbes & Company Limited


Pankaj Khattar
Head Legal and Company Secretary

Encl: As above

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Statement of Standalone Unaudited Financial Results for the quarter and nine months ended 31st December, 2018

Particulars	Quarter ended			Nine months ended		(Rs. in Lakhs)
	31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	Year ended
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Income						
Revenue from operations (Refer Notes 3 and 4 below)	5,586	5,725	6,393	16,954	19,751	29,781
Other income	154	1,021	72	1,594	504	717
Total Income	5,740	6,746	6,465	18,548	20,255	30,498
2 Expenses						
a) Real estate development costs	1,725	1,404	1,345	4,290	4,463	6,404
b) Cost of materials consumed	2,154	2,125	1,883	6,269	4,690	6,792
c) Excise duty	-	-	-	-	411	411
d) Purchases of stock-in-trade	14	-	2	14	16	16
e) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1,926)	(1,519)	(732)	(4,725)	(1,067)	(779)
f) Employee benefits expense	1,200	1,126	994	3,496	3,165	4,260
g) Finance costs	302	322	303	898	893	1,173
h) Depreciation and amortisation expense	239	241	199	705	589	796
i) Other expenses	1,975	1,925	1,528	5,933	4,826	6,818
Total expenses	5,683	5,624	5,522	16,880	17,986	25,891
3 Profit/(Loss) before exceptional items and tax	57	1,122	943	1,668	2,269	4,607
4 Exceptional items (Net) (Refer Note 2 below)	(12)	(1,044)	-	(1,056)	-	-
5 Profit/(Loss) before tax	45	78	943	612	2,269	4,607
6 Tax expense						
a) Current tax	211	103	210	498	510	1,050
b) Deferred tax	(193)	(147)	51	(401)	(54)	(533)
	18	(44)	261	97	456	517
7 Profit/(Loss) after tax	27	122	682	515	1,813	4,090
8 Other Comprehensive Income						
(i) Items that will not be reclassified to Statement of Profit or Loss						
Remeasurement of the defined benefit plans	4	(7)	-	37	3	4
(ii) Income tax relating to items that will not be reclassified to Statement of Profit or Loss						
Deferred tax	(1)	5	-	(6)	-	(1)
Other Comprehensive Income (net of tax)	3	(2)	-	31	3	3
9 Total Comprehensive Income for the period / year	30	120	682	546	1,816	4,093
10 Paid-up equity share capital (Face Value of Rs. 10 each)	1,290	1,290	1,290	1,290	1,290	1,290
11 Other equity (excluding Revaluation Reserve)						26,566
12 Basic and diluted earnings per equity share (Quarter and year to date figures not annualised)	Rs.0.21	Rs.0.94	Rs.5.29	Rs.3.99	Rs.14.05	Rs.31.71

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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 two operating segments viz., Engineering and Real Estate.

	Quarter ended			Nine months ended		Year ended
	31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Segment Revenue						
(a) Engineering	5,088	5,275	4,857	15,568	13,288	18,597
(b) Real Estate	499	450	1,536	1,388	6,465	11,186
Total	5,587	5,725	6,393	16,956	19,753	29,783
Less: Inter Segment Revenue	1	-	-	2	2	2
Total revenue from operations (net)	5,586	5,725	6,393	16,954	19,751	29,781
2 Segment Results [Profit before Tax and Interest from each Segment (including exceptional items related to segments)]						
(a) Engineering	549	762	893	1,856	1,501	2,342
(b) Real Estate	87	166	555	471	2,509	4,563
Total segment results	636	928	1,448	2,327	4,010	6,905
Less: Finance costs	(302)	(322)	(303)	(898)	(893)	(1,173)
Balance	334	606	1,145	1,429	3,117	5,732
Less: Unallocable expenses net of unallocable income	(289)	(528)	(202)	(817)	(848)	(1,125)
Profit from ordinary activities before tax	45	78	943	612	2,269	4,607
3 Segment Assets						
(a) Engineering	13,114	12,658	11,354	13,114	11,354	11,968
(b) Real Estate	25,763	23,437	14,672	25,763	14,672	13,789
(c) Unallocated	32,093	33,316	26,935	32,093	26,935	28,137
Total Assets	70,970	69,411	52,961	70,970	52,961	53,894
4 Segment liabilities						
(a) Engineering	3,925	3,546	4,002	3,925	4,002	4,395
(b) Real Estate	30,229	27,980	8,953	30,229	8,953	8,495
(c) Unallocated	13,887	14,985	14,427	13,887	14,427	13,148
Total Liabilities	48,041	46,511	27,382	48,041	27,382	26,038

Notes on Segment Information:

- Segment revenue, segment results, segment assets and segment liabilities include the respective amounts identifiable to each of the segments and amounts allocated on a reasonable basis.
- Details of product categories included in each segment comprises:
 - Engineering Segment includes manufacture/ trading in Precision Cutting Tools, Spring Lock Washers and Marking Systems. The Company caters to the needs of domestic and export markets.
 - Real Estate includes income from renting out investment properties and revenue from real estate development project.
 - Unallocable Corporate Assets mainly comprises of investments, tax receivables and other unallocable assets.
 - Unallocable Liabilities comprise borrowings, provisions and other unallocable liabilities.

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NOTES:

1. These results have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on Thursday, February 14, 2019. 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.

2. Exceptional items:

Particulars		Quarter ended			Nine months ended		Year ended
		31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
(i)	Expected outflow for disputed matter	(12)	(1,044)	-	(1,056)	-	-
	TOTAL	(12)	(1,044)	-	(1,056)	-	-

The Company had received Rs. 1,017 Lakhs in the year ended March 31, 2016 from the Hon'ble Debt Recovery Tribunal, Mumbai towards principal and interest as part satisfaction of loan aggregating Rs. 365 Lakhs due from Coromandel Garments Limited (presently under liquidation).

The Company had made a provision of Rs. 365 Lakhs in earlier years which was reversed on receipt of Rs. 1,017 Lakhs from Coromandel Garments Limited and accounted the balance as interest income during the year ended March 31, 2016. The Management, basis the belief that it was a remote future possibility that Rs. 1,017 Lakhs would become refundable upon the final outcome of this matter, accounted for the receipt as explained above.

In July 2018, in a separate proceeding the Hon'ble High Court, Mumbai directed the Company to refund the aforesaid amount of Rs. 1,017 Lakhs with interest. Consequently, the Company refunded Rs.1,056 Lakhs [including interest calculated from the date of the order till the date of payment aggregating Rs.39 Lakhs] and recorded this as an exceptional expense. The Company has subsequently been directed by the Hon'ble High Court to pay interest from the date the amount was received by the Company, which has been appealed against by the Company.

The Company has separately filed its Affidavit of Claim for Rs.325 Lakhs alongwith interest at the bank rate with the Official Liquidator. The Official Liquidator has requested the Company to obtain Order of Condonation of Delay in filing its Affidavit of Claim from the Hon'ble High Court. The Company is in the process of initiating appropriate proceedings in this regard.

3. Post the applicability of GST with effect from July 01, 2017, revenue is required to be disclosed net of GST as per requirement of Ind AS 18 - 'Revenue'/ Ind AS 115 - 'Revenue from Contracts with Customers'. Accordingly, the revenue figures for the nine months ended December 31, 2018 are not comparable with the previous period as those are gross of excise.
4. Ind AS 115 'Revenue from Contracts with Customers' is a new accounting standard notified by the Ministry of Corporate Affairs (MCA) on March 28, 2018 and is effective from accounting period beginning on or after April 01, 2018 and replaces the existing revenue recognition standards. The application of Ind AS 115 has bearing on the Company's accounting for recognition of revenue from real estate development projects. This revised standard has no significant impact on the engineering business of the Company.

The Company has applied the modified retrospective approach as on April 01, 2018. The Company has recorded an opening impact in retained earnings towards the reversal of profits aggregating Rs. 5,083 Lakhs (net of tax) on real estate projects under development (i.e. flats under construction) for contracts not completed as on April 01, 2018. Accordingly, the comparatives have not been restated and hence, the current period figures are not comparable with the previous period figures.

Had the company continued application of earlier standards instead of Ind AS 115, certain financial statement line items forming part of the Statement of Profit and Loss would be higher by amounts as disclosed below:

Financial Statement Line Item	Quarter ended		Nine months ended
	31.12.2018	30.09.2018	31.12.2018
Revenue	1,412	840	4,345
Cost from real estate development activities	815	528	2,535
Net profit after tax	423	59	1,192



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Additionally, as at December 31, 2018, real estate work-in-progress included in inventory is higher by Rs. 13,698 Lakhs and advances from customers included in other current liabilities is higher by Rs. 20,721 Lakhs and unbilled revenue included in other financial assets is lower by Rs. 2,560 Lakhs.

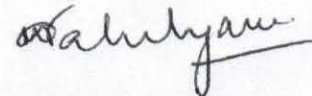
Also, the basic and diluted earnings per share (EPS) for the current period would be impacted as follows:

Particulars	Quarter ended		Nine months ended
	31.12.2018	30.09.2018	31.12.2018
EPS pre Ind AS 115 impact (not annualised)	3.49	1.40	13.23
EPS post Ind AS 115 impact (not annualised)	0.21	0.94	3.99

Further, certain indirect costs (eg. Selling expenses, commission & brokerage, advertisement and sales promotion, depreciation and other administrative expenses) pertaining to real estate development project for the period ended December 31, 2018 aggregating Rs. 721 Lakhs (quarter ended December 31, 2018 aggregating Rs. 346 Lakhs and quarter ended September 30, 2018 aggregating Rs. 245 Lakhs) are being recognized as an expense in the Statement of Profit and Loss as and when incurred.

5. 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,
February 14, 2019



Price Waterhouse Chartered Accountants LLP

The Board of Directors
Forbes & Company Limited
Forbes' Building,
Charanjit Rai Marg,
Fort,
Mumbai 400001.

1. We have reviewed the unaudited financial results of Forbes & Company Limited (the "Company") for the quarter ended December 31, 2018 which are included in the accompanying 'Statement of Standalone Unaudited Financial Results for the quarter and nine months ended December 31, 2018' (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 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.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016
Chartered Accountants



Sarah George

Partner

Membership Number: 045255

Mumbai
February 14, 2019

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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)