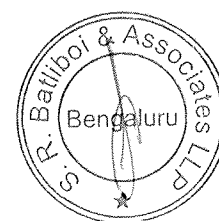


Auditor's Report on Quarterly and Year to Date Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**The Board of Directors
AXISCADES Engineering Technologies Limited**

1. We have audited the accompanying statement of standalone financial results of AXISCADES Engineering Technologies Limited ('the Company') for the quarter and year ended March 31, 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 ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular'). The standalone financial results for the quarter and year ended March 31, 2018 have been prepared on the basis of the standalone financial results for the nine-months period ended December 31, 2017, the audited annual standalone Ind AS financial statements as at and for the year ended March 31, 2018, and the relevant requirements of the Regulation and the Circular, which are the responsibility of the Company's Management and have been approved by the Board of Directors of the Company.

Our responsibility is to express an opinion on these standalone financial results based on our review of the standalone financial results for the nine-months period ended December 31, 2017 which was prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 Interim Financial Reporting, specified under Section 133 of the Companies Act 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; our audit of the annual standalone Ind AS financial statements as at and for the year ended March 31, 2018; and the relevant requirements of the Regulation and the Circular.

2. 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 the Management. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion and to the best of our information and according to the explanations given to us, these quarterly standalone financial results as well as the year to date results:
 - i. are presented in accordance with the requirements of the Regulation read with the Circular, in this regard; and
 - ii. give a true and fair view of the net loss including other comprehensive income and other financial information for the quarter and year ended March 31, 2018.



4. The comparative Ind AS financial information of the Company for the quarter and year ended March 31, 2017, included in these standalone Ind AS financial results, have been audited by the predecessor auditor. The report of the predecessor auditor on the comparative financial information dated May 07, 2018 expressed an unmodified opinion.
5. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2018 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2018 and the published year-to-date figures up to December 31, 2017, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under the Regulation and the Circular.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004

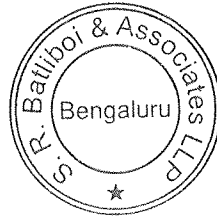

per **Sunil Gaggar**

Partner

Membership No.: 104315

Bengaluru

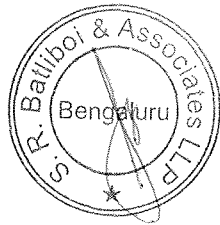
May 31, 2018



(₹ in lakhs)

Statement of audited standalone financial results for the quarter and year ended 31 March 2018

Particulars	Quarter ended			Year ended	
	March 31, 2018	December 31, 2017	March 31, 2017	March 31, 2018	March 31, 2017
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
	[Refer note 8]		[Refer note 2,3(a) and 8]		[Refer note 2 and 3(a)]
I. REVENUE					
(a) Revenue from operations	5,566.91	6,274.70	5,364.58	23,258.02	23,486.04
(b) Other income	333.78	109.74	388.18	693.74	647.65
TOTAL INCOME	5,900.69	6,384.44	5,752.76	23,951.76	24,133.69
II. EXPENSES					
(a) Employee benefits expense	3,682.59	3,676.08	3,399.14	14,533.54	13,812.47
(b) Finance costs	439.13	198.01	73.64	720.32	170.15
(c) Depreciation and amortisation expense	347.34	355.67	262.21	1,370.11	992.97
(d) Project consultancy charges	420.74	615.90	39.36	1,950.30	1,998.26
(e) Other expenses	1,740.04	1,547.50	1,616.19	6,162.95	5,145.36
TOTAL EXPENSES	6,629.84	6,393.16	5,390.54	24,737.22	22,119.21
III. PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX (I-II)	(729.15)	(8.72)	362.22	(785.46)	2,014.48
IV. Exceptional items (refer note 5)		123.57	4.00	298.69	45.33
V. PROFIT/(LOSS) BEFORE TAX (III-IV)	(729.15)	(132.29)	358.22	(1,084.15)	1,969.15
VI. Tax Expense					
Current tax	21.80	134.67	91.69	156.47	753.72
Tax expense of prior year	58.79	-	-	58.79	-
Deferred tax charge / (credit)	(167.72)	(115.84)	18.26	(357.60)	(75.66)
VII. NET PROFIT/(LOSS) FOR THE PERIOD / YEAR	(642.02)	(151.12)	248.27	(941.81)	1,291.09
VIII. Other comprehensive income, net of tax	(57.38)	21.52	65.08	(182.77)	65.35
IX. TOTAL COMPREHENSIVE INCOME FOR THE PERIOD / YEAR	(699.40)	(129.60)	313.35	(1,124.58)	1,356.44
X. Paid-up equity share capital (₹ 5/- each)	1,889.51	1,889.51	1,889.51	1,889.51	1,889.51
XI. EARNINGS PER SHARE ("EPS") (of ₹ 5/- EACH) (NOT ANNUALISED):					
Basic and Diluted (₹)	(1.70)	(0.40)	0.66	(2.49)	3.42



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Statement of audited standalone financial results for the quarter and year ended 31 March 2018

The Standalone statement of assets and liabilities are as below:

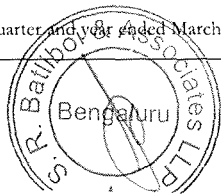
Particulars	As at	
	March 31, 2018	March 31, 2017
	(Audited)	(Audited)
ASSETS		
Non-current assets		
(a) Property, plant and equipment	1,367.07	1,482.53
(b) Other intangible assets	950.38	1,466.34
(c) Financial assets		
(i) Investments	38,446.38	14,232.41
(ii) Trade receivables	11.14	9.76
(iii) Loans	695.58	550.03
(iv) Other financial assets	196.14	72.90
(d) Deferred tax assets, net	658.51	204.18
(e) Non-current tax asset, net	664.94	696.95
(f) Other non-current assets	78.02	24.05
	43,068.16	18,739.15
Current assets		
(a) Financial assets		
(i) Trade receivables	6,004.69	4,548.01
(ii) Cash and cash equivalents	765.06	1,913.88
(iii) Bank balances other than cash and cash equivalents	218.51	366.10
(iv) Loans	144.67	368.24
(v) Other financial assets	2,803.85	2,713.76
(b) Other current assets	1,923.34	948.24
	11,860.12	10,858.23
TOTAL ASSETS	54,928.28	29,597.38
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	1,889.51	1,889.51
(b) Other equity	21,061.48	22,186.06
	22,950.99	24,075.57
Liabilities		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	2,824.91	73.00
(ii) Other Financial liabilities	10,325.23	-
(b) Provisions	395.23	372.88
(c) Other non-current liabilities	27.82	27.82
	13,573.19	473.70
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	3,739.96	2,399.03
(ii) Trade payables	2,154.76	903.38
(iii) Other financial liabilities	11,632.25	852.79
(b) Provisions	262.96	226.89
(c) Other current liabilities	614.17	666.02
	18,404.10	5,048.11
TOTAL EQUITY AND LIABILITIES	54,928.28	29,597.38

Notes

1. In terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the aforesaid statement of audited standalone financial results for the quarter and year ended March 31, 2018 of the Company has been reviewed by the Audit Committee on May 30, 2018 and considered by the Board of Directors at its meeting commenced on May 30, 2018 and approved at the meeting re-assembled on May 31, 2018. The aforesaid standalone financial results for the quarter and year ended March 31, 2018 have been audited by the current statutory auditors of the Company and for the quarter and the year ended March 31, 2017 have been audited by the predecessor statutory auditor of the Company.

2. The Company has adopted Indian Accounting Standards (Ind AS) from April 01, 2017 (transition date April 01, 2016) and accordingly, the above audited standalone financial results for the quarter ended March 31, 2018 and March 31, 2017 have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular CIR/CFD/FAC/62/2016 dated July 05, 2016.

The Ind AS financial results and financial information for the quarter and year ended March 31, 2017 has been presented after incorporating the applicable Ind AS adjustments.



(₹ in lakhs)

Statement of audited standalone financial results for the quarter and year ended 31 March 2018

3. Reconciliation of Net Profit after tax under the previously applicable Generally Accepted Accounting Principles in India (referred to as "Previous GAAP") and total comprehensive income as reported in these financial results under Ind AS for the quarter and year ended March 31, 2017 and reconciliation of equity as at March 31, 2017 are as below:

a) Profit after tax reconciliation;

(₹ in lakhs)

Particulars	Quarter ended March 31, 2017 (Audited)	Year ended March 31, 2017 (Audited)
	(Refer Note 2)	(Refer Note 2)
Profit/ (loss) after tax as reported under previous GAAP (refer note 6)	225.88	1,281.88
Adjustments on account of:		
(i) Reversal of rent recorded on account of straightlining	(6.54)	(18.90)
(ii) Expected credit loss assessment for trade receivables	0.59	-
(iii) Fair Valuation of inter corporate deposit (borrowings)	-	(1.36)
(iv) Fair value impact on long-term trade receivables	0.30	1.20
(v) Additional depreciation on fair valuation of building	(0.07)	(0.26)
(vi) Impact on accounting of asset retirement obligation	(5.49)	(5.49)
(vii) Re-measurement losses in defined benefit plans	41.81	41.81
(viii) Deferred tax impact on above Ind AS adjustment	(8.21)	(7.79)
Profit after tax as reported under Ind AS	248.27	1,291.09
Other comprehensive income (net of tax)	65.08	65.35
Total comprehensive income as reported under Ind AS	313.35	1,356.44

b) Reconciliation of equity;

Particulars	As at March 31, 2017
Total Equity (including shareholders' fund) as per previous GAAP	23,356.47
Ind AS adjustments:	
(i) Reversal of rent recorded on account of straightlining	35.55
(ii) Impact on accounting of asset retirement obligation	(22.72)
(iii) Fair valuation on long-term trade receivables	(3.35)
(iv) Expected credit loss assessment for trade receivables	(3.21)
(v) Impact of fair valuation of property, plant and equipment considered as deemed cost	804.82
(vi) Additional depreciation on fair valuation of building	(0.26)
(vii) Deferred tax impact on the above	(28.43)
(viii) Deferred tax impact on other comprehensive income	(63.31)
Total Equity (including shareholders' fund) as per IND AS	24,075.57

4. The Company is engaged in the business of "Engineering Design Services". These, in the context of Ind AS 108 on Operating Segments Reporting are considered to constitute one segment and hence the Company has not made any additional segment disclosures.

5. Exceptional item comprise the following:

(₹ in lakhs)

Particulars	Quarter ended			Year ended	
	March 31, 2018	December 31, 2017	March 31, 2017	March 31, 2018	March 31, 2017
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
Merger expenses	-	123.57	4.00	298.69	45.33
Total	-	123.57	4.00	298.69	45.33

6. The 'Other expenses' number for the Standalone Financial Results for the quarter ended March 31, 2017 was understated by ₹ 4.28 lakhs due to an inadvertent error in the placement of Exchange Fluctuation expense. The error had an immaterial impact on the overall financial results.

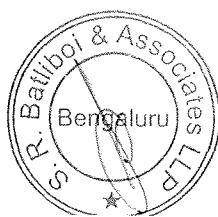
7. During the quarter ended December 31, 2017, the Company entered into a shareholder's agreement to acquire 100% stake in Mistral Solutions Private Limited ("MSPL") along with its subsidiaries in a phased manner. MSPL Group is engaged in rendering end to end services for product design and development in the embedded space. The Company acquired control of MSPL effective December 01, 2017.

Further, subsequent to the year end, the Company has filed an application with National Company Law Tribunal ("NCLT") for amalgamation of Explsoft Tech Solutions Pvt Ltd (erstwhile holding company of MSPL) with the Company, on receipt of observation letter conveying 'no objection' from BSE Limited and the National Stock Exchange. Pending necessary regulatory approvals, no effect is given to aforesaid scheme of amalgamation.

8. The figures of the quarter ended March 31, 2018 and corresponding quarter ended March 31, 2017 are the derived balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures upto third quarter of the respective financial years. Also, the figures upto the end of the third quarter were only reviewed and not subjected to audit.

9. The previous period figures have been regrouped / rearranged wherever necessary to conform with the current period/year presentation.

10. The above audited standalone financial results of the Company are available on the Company's website (www.axiscades.com) and also on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com), where the shares of the Company are listed.



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