



KELLTON TECH SOLUTIONS LIMITED.

To

The General Manager, Listing Department, Bombay Stock Exchange Limited, 1 st Floor, New Trading Wing, Rotunda Building, P.J. Towers, Dalal Street Fort, Mumbai-400001	The Manager, Listing Department, National Stock Exchange of India Ltd, Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai – 400051
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Dear Sir/Ma'am,

Sub: Financial Results for the quarter and nine months ended December 31st, 2017 – Regulation 33 (3)(a)

Ref: Company Symbol/ Scrip Code: NSE: KELLTON TECH

BSE: 519602

With reference to the subject cited, it is hereby informed that the Board of Directors of the Company at its meeting held on Tuesday, February 6th, 2018 at 10:00 a.m. at the registered office of the Company, inter alia, considered and approved the unaudited Financial Results (standalone and consolidated) for the quarter and nine months ended December 31st, 2017 and issue of Bonus Shares.

Copy of unaudited Financial Results for the quarter and nine months ended December 31st, 2017, along with Limited Review Report is enclosed herewith.

Kindly take the same on record and acknowledge the receipt of the same.

Thanking You,
For **Kellton Tech Solutions Limited**

Niranjan Chintam
Chairman

DIN: 01658591



SASTRI & SHAH

Chartered Accountants

Email: sastrinshah@gmail.com

Tel : 91-40-23731400; 23750477



“SAI LEELA”

7-1-24/2, Begumpet

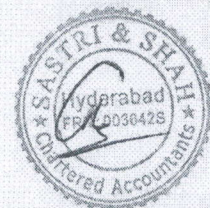
Hyderabad -500 016

Cell: 91-9849001179

Limited Review Report

**Review Report to
The Board of Directors of
Kellton Tech Solutions Limited**

1. We have reviewed the accompanying statement of unaudited consolidated financial results (*Profit & Loss Account*) of **Kellton Tech Solutions Limited** (“Company”) and its subsidiaries (together, the “Group”) for the quarter ended December 31, 2017 and year to date from April 1, 2017 to December 31, 2017 (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, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting (Ind AS 34) prescribed under section 133 of Companies Act, 2013, read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 is the responsibility of the Company’s management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review in accordance with the Standards on Review Engagements (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. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. We did not review the financial statements and other financial information, in respect of 4 subsidiaries. These financial statements and other financial information have been reviewed by the Management. Our opinion, in so far as it relates to the operations and affairs of such subsidiaries is based solely on the assertions of the Management. Our opinion is not modified in respect of this matter.



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5. Based on our review conducted as above and on consideration of report of other auditors on the unaudited separate quarterly financial results and on other financial information of the components, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in applicable Indian Accounting Standards prescribed under section 133 of Companies Act, 2013, read with relevant rules issued there under 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, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Sastri&Shah

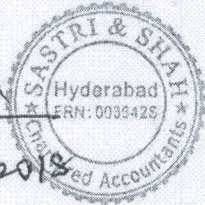
Chartered Accountants

FRN: 0036425

Chavali
(C.Pavan Kumar)

Managing Partner

M.NO.205896



Place: Hyderabad

Date: 06/02/2018



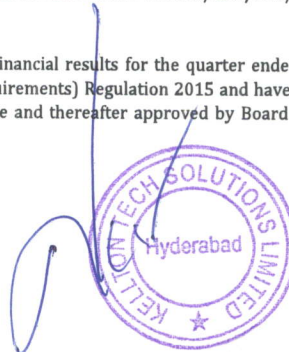
KELLTON TECH SOLUTIONS LIMITED.

Kellton Tech Solutions Limited Statement of Consolidated un-audited Financial Results for the quarter and nine months ended 31st December 2017

Sr. No.	Particulars	(Rs In Lakhs)				
		Quarter Ended			Nine Months Ended	
		31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	
	Income from Operations					
I	Revenue From Operations	20,972.59	18,404.96	15,824.20	56,855.35	44,940.93
II	Other Income	105.46	79.53	58.27	276.21	205.04
III	Total Income (I+II)	21,078.05	18,484.49	15,882.47	57,131.56	45,145.97
IV	Expenses					
	Cost of materials consumed	2,363.30	159.69	(3.65)	2,771.09	94.76
	Purchases of Stock-in-Trade	-	-	-	-	-
	Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	-	-	-	-	-
	Employee benefits expense	8,599.40	8,585.67	7,606.73	25,777.51	22,401.69
	Finance costs	434.61	394.38	212.61	1,139.53	707.93
	Depreciation and amortization expense	140.10	123.78	96.62	369.26	259.13
	Other expenses	6,955.65	6,979.28	6,092.43	20,121.31	16,456.48
	Total expenses (IV)	18,493.06	16,242.80	14,004.74	50,178.70	39,919.99
V	Profit/(loss) before exceptional items and tax (I- IV)	2,584.99	2,241.69	1,877.73	6,952.86	5,225.98
VI	Exceptional Items					
VII	Profit/(loss) before tax (V-VI)	2,584.99	2,241.69	1,877.73	6,952.86	5,225.98
VIII	Tax expense:					
	(1) Current tax	864.48	762.76	491.69	2,272.89	1,326.65
	(2) Deferred tax	16.74	22.89	6.62	71.98	6.43
IX	Profit (Loss) for the period from continuing operations (VII-VIII)	1,703.77	1,456.04	1,379.42	4,607.99	3,892.90
X	Profit/(loss) from discontinued operations	-	-	-	-	-
XI	Tax expense of discontinued operations	-	-	-	-	-
XII	Profit/(loss) from Discontinued operations (after tax) (X-XI)					
XIII	Profit/(loss) for the period (IX+XII)	1,703.77	1,456.04	1,379.42	4,607.99	3,892.90
XIV	Other Comprehensive Income					
	A (i) Items that will not be reclassified to profit or loss	-	-	-	(0.44)	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	0.15	-
	B (i) Items that will be reclassified to profit or loss	(95.90)	40.32	(144.05)	(41.77)	(128.94)
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
XV	Total Comprehensive Income for the period (XIII+XIV) (Comprising Profit (Loss) and Other Comprehensive Income for the period)	1,607.87	1,496.36	1,235.37	4,565.93	3,763.96
XVI	Earnings per equity share (for continuing operation):					
	(1) Basic	3.40	3.17	2.63	9.67	8.01
	(2) Diluted	3.34	3.12	2.61	9.50	7.94
XVII	Earnings per equity share (for discontinued operation):					
	(1) Basic	-	-	-	-	-
	(2) Diluted	-	-	-	-	-
XVIII	Earnings per equity share (for discontinued & continuing operations)					
	(1) Basic	-	-	-	-	-
	(2) Diluted	-	-	-	-	-

Notes

- The Financial results are in compliance with Ind AS pursuant to Ministry of Company Affairs notification notifying the Companies Act (Accounting Standards) Rules, 2015. The Company has adopted Ind AS with effect from April 01, 2017 with the transition date of April 1, 2016 comparatives being restated. These financial results have been prepared in accordance with Ind AS prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there - under and in terms of Regulation 33 of SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
- The Statutory Auditors of the Company has conducted a limited review of the financial results for the quarter ended Dec 31, 2017 pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 and have given an unqualified opinion in their report. These financial results have been reviewed by the Audit Committee and thereafter approved by Board of Directors at their respective meetings held on February 6, 2018.



3 Reconciliation of NetProfit after tax for the quarter ended and year Dec 31, 2016 previously reported under Indian GAAP with Ind AS is as under

Particulars	(Rs. In Lakhs)	
	Quarter ended 31-Dec-2016 (unaudited)	Year ended 31-Dec-2016 (unaudited)
Net profit for the period (As per IGAAP)	1,396.58	3,944.38
Benefit/(Charge):		
Recognition of Stock compensation cost	(31.55)	(94.65)
Others comprehensive income	(144.05)	(128.94)
Others	5.33	15.99
Recognition of deferred tax on Ind AS adjustments	9.06	27.18
Net profit for the period (As per Ind-AS)	1,235.37	3,763.96

4 Segment Information

Sr.No	Particulars	(Rs. In Lakhs)		
		Quarter Ended Dec 31, 2017 (Unaudited)	Quarter Ended Sep 30, 2017 (Unaudited)	Year Ended Dec 31, 2017 (Unaudited)
1	Segment Revenue			
	Digital Transformation	15,021.44	12,145.14	37,692.43
	Enterprise Solutions	3,134.86	3,961.83	10,259.92
	Consulting	2,816.29	2,297.98	8,903.00
	Total	20,972.59	18,404.96	56,855.35
2	Less: Intersegment revenue	-	-	-
3	Net Sales /Income from operations	20,972.59	18,404.96	56,855.35
4	Segment results profit / (loss) before tax, interest and depreciation			
	Digital Transformation	5,971.60	5,520.06	17,158.05
	Enterprise Solutions	1,173.13	1,182.18	3,246.74
	Consulting	997.95	1,067.19	3,024.01
	Total	8,142.68	7,769.42	23,428.80
5	Less: Unallocable Expenses	5,228.54	5,251.26	15,612.62
	Finance Cost	434.61	394.38	1,139.53
6	Unallocable Income	105.46	117.90	276.21
7	Total Profit Before tax	2,584.99	2,241.69	6,952.86

a) The Group reorganized itself into 3 business segments ,whose results are evaluated regularly by the chief operating decision maker. Discrete financial information for these business units /operating segments for the earlier period is not available .Hence the comparative information for the quarter ended Dec 2016 is not provided

b) Segment wise Capital Employed

Assets and liabilities used in the company's business are not identified to any of the reportable segment, as these are used interchangeably between segment. The Management believes that it is not practicable to provide segment disclosures relating to total assets and liabilities since meaningful segregation of the available data is onerous.

5 There is a possibility that these quarterly financial results may require adjustment before constituting the final Ind AS financial statements as of and for the year ending 31st March, 2017 due to changes in financial reporting requirements arising from the new or revised standards or interpretations issued by Ministry of Corporate Affairs (MCA) or changes in the use of one or more optional exemptions from full retrospective application as permitted under Ind AS 101.

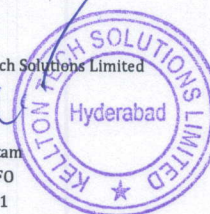
6 Figures of the corresponding previous periods are regrouped and reclassified wherever considered necessary to correspond with current period's presentation.

Place
Date

Hyderabad
06-Feb-18

For Kellton Tech Solutions Limited

Niranjan Chintam
Chairman & CFO
DIN : 01658591



SASTRI & SHAH

Chartered Accountants

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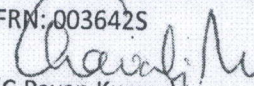
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Limited Review Report

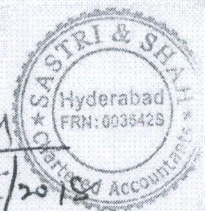
**Review Report to
The Board of Directors of
Kellton Tech Solutions Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results (*Profit & Loss Account*) of Kellton Tech Solutions Limited (“Company”) for the quarter ended December 31, 2017 and year to date from April 1, 2017 to December 31, 2017 (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, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting (Ind AS 34) prescribed under section 133 of Companies Act, 2013, read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 is the responsibility of the Company’s Management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review in accordance with the Standards on Review Engagements (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. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide 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 accompanying Statement prepared in accordance with recognition and measurement principles laid down in the applicable Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013, read with relevant rules issued there under 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, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Sastri&Shah
Chartered Accountants
FRN: 003642S


(C.Pavan Kumar)

Managing Partner
M.NO.205896



Place: Hyderabad
Date: 06/02/2018



KELLTON TECH SOLUTIONS LIMITED.

Kellton Tech Solutions Limited

Statement of Standalone un-audited Financial Results for the quarter and nine months ended 31st December 2017

(Rs in Lakhs)

Sr. No.	Particulars	Quarter Ended			Nine Months Ended	
		31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
	Income from Operations					
I	Revenue From Operations	4640.50	2297.26	1919.41	9167.33	5519.81
II	Other Income	70.46	47.06	52.31	167.80	164.41
III	Total Income (I+II)	4710.96	2344.32	1971.72	9335.13	5684.22
IV	Expenses					
	Cost of materials consumed	2363.30	159.69	(3.65)	2771.09	94.76
	Purchases of Stock-in-Trade	-	-	-	-	-
	Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	-	-	-	-	-
	Employee benefits expense	1248.21	1180.25	1194.74	3588.82	3359.32
	Finance costs	121.41	103.88	52.12	295.48	152.01
	Depreciation and amortization expense	54.45	52.96	40.08	159.40	117.36
	Other expenses	482.08	548.92	380.16	1484.65	1044.86
	Total expenses (IV)	4269.45	2045.70	1663.45	8299.44	4768.31
V	Profit/(loss) before exceptional items and tax (I- IV)	441.51	298.62	308.27	1035.69	915.91
VI	Exceptional Items	-	-	-	-	-
VII	Profit/(loss) before tax (V-VI)	441.51	298.62	308.27	1035.69	915.91
VIII	Tax expense:					
	(1) Current tax	100.20	78.53	68.30	248.85	210.00
	(2) Deferred tax	0.52	(4.07)	3.35	1.04	8.36
IX	Profit (Loss) for the period from continuing operations (VII-VIII)	340.79	224.16	236.62	785.80	697.55
X	Profit/(loss) from discontinued operations	-	-	-	-	-
XI	Tax expense of discontinued operations	-	-	-	-	-
XII	Profit/(loss) from Discontinued operations (after tax) (X-XI)	-	-	-	-	-
XIII	Profit/(loss) for the period (IX+XII)	340.79	224.16	236.62	785.80	697.55
XIV	Other Comprehensive Income					
	A (i) Items that will not be reclassified to profit or loss	-	-	-	(0.44)	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	0.15	-
	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	-	-	-	-	-
XV	Total Comprehensive Income for the period (XIII+XIV) (Comprising Profit (Loss) and Other Comprehensive Income for the period)	340.79	224.16	236.62	785.51	697.55
XVI	Earnings per equity share (for continuing operation):					
	(1) Basic	0.72	0.47	0.50	1.66	1.48
	(2) Diluted	0.71	0.46	0.49	1.63	1.47
XVII	Earnings per equity share (for discontinued operation):					
	(1) Basic	-	-	-	-	-
	(2) Diluted	-	-	-	-	-
XVIII	Earnings per equity share (for discontinued & continuing operations)					
	(1) Basic	-	-	-	-	-
	(2) Diluted	-	-	-	-	-

Notes:

- 1 The Financial results are in compliance with Ind AS pursuant to Ministry of Company Affairs notification notifying the Companies Act (Accounting Standards) Rules, 2015. The Company has adopted Ind AS with effect from April 01, 2017 with the transition date of April 1, 2016 comparatives being restated. These financial results have been prepared in accordance with Ind AS prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there - under and in terms of Regulation 33 of SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
- 2 The Statutory Auditors of the Company has conducted a limited review of the financial results for the quarter ended Dec 31, 2017 pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 and have given an unqualified opinion in their report. These financial results have been reviewed by the Audit Committee and thereafter approved by Board of Directors at their respective meetings held on February 6, 2018.
- 3 Reconciliation of NetProfit after tax for the quarter ended and year Dec 31, 2016 previously reported under Indian GAAP with Ind AS is as under

(Rs. In Lakhs)

Particulars	Quarter ended 31-Dec-2016 (unaudited)	Year ended 31-Dec-2016 (unaudited)
Net profit for the period (As per IGAAP)	247.19	729.26
Benefit/(Charge):		
Recognition of Stock compensation cost	(16.09)	(48.26)
Recognition of deferred tax on Ind AS adjustments	5.57	16.70
Other miscellaneous	(0.05)	(0.15)
Net profit for the period (As per Ind-AS)	236.62	697.55

- 4 There is a possibility that these quarterly financial results may require adjustment before constituting the final Ind AS financial statements as of and for the year ending 31st March, 2017 due to changes in financial reporting requirements arising from the new or revised standards or interpretations issued by Ministry of Corporate Affairs (MCA) or changes in the use of one or more optional exemptions from full retrospective application as permitted under Ind AS 101.
- 5 Figures of the corresponding previous periods are regrouped and reclassified wherever considered necessary to correspond with current period's presentation.

Place Hyderabad
Date 06-Feb-18

For Kellton Tech Solutions Limited

Niranjan Chintam
Chairman & CFO
DIN : 01658591

