

SEC/IN/NSE/BSE/09/2020  
14<sup>th</sup> September, 2020

The Manager – Listing Compliance  
National Stock Exchange of India Ltd  
Exchange Plaza  
Bandra Kurla Complex  
Bandra (E)  
MUMBAI – 400 051

The Manager – Listing Compliance  
Bombay Stock Exchange Ltd  
Regd. Office : Floor 25  
P J Towers, Dalal Street  
MUMBAI – 400 001

STOCK CODE: ICDSLTD

SECURITY CODE: 511194

Dear Sir,

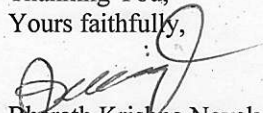
Sub : Outcome of Meeting of Board of Directors.

In terms of Provision of Regulation 30 (read with Part A of Schedule III) and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, this is to inform you that the Board of Directors at its Meeting held today,

- a) approved the unaudited financial Statement (Standalone & Consolidated) of the Company for the 1<sup>st</sup> Quarter ended 30<sup>th</sup> June, 2020 along with Limited Review Report submitted by the Auditors.
- b) approved the Insider Trading Policy adopted by the Company. The said Policy will be uploaded to the Company's website.

The Meeting commenced at 3.30 P.M and concluded at 6.55 P.M.

Thanking You,  
Yours faithfully,

  
Bharath Krishna Nayak  
Managing Director  
(DIN 00776729)

Encl: as above.



Regd. and Admn. Offices :

Syndicate House, P.B. No. 46, Upendra Nagar, Manipal - 576 104

Phone : EPABX 0820-2701500 Fax : 0820-2571137 Website : www.icdslimited.com CIN : L65993KA1971PLC002106

**Independent Auditor's Review Report on Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended).**

To  
The Board of Directors  
ICDS Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of **ICDS Limited** ('the Company') for the quarter ended June 30, 2020 ('the Statement') being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations').
2. The Statement, which is the responsibility of the Company's management and approved by the Company's board of directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. 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 the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

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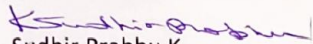
5. We draw attention to the following notes to the accompanying statement for the quarter ended June 30, 2020 :
- Note 8, with regard to the pending decision by the Board of Directors, to opt for Direct Tax Vivaad Se Vishwas Act, 2020. The Company has not accounted for provision for tax in the current period pending such decision for the reasons explained in said note.
  - Note 9, as regards the management's evaluation of COVID-19 impact on the future performance of the Company.

Our conclusion is not modified in respect of the above matters.

**For Pathak H D & Associates LLP**

Chartered Accountants

Firm Registration Number: 107783W/W100593



Sudhir Prabhu K

Partner

Membership No.: 209589

UDIN : 20209589AAAAA19082



Place: Bengaluru

Date: September 14, 2020

**ICDS Limited**

Regd. Office: Syndicate House, Manipal 576104 Udipi Dt. Karnataka  
CIN | L65993KA1971PLC002106  
www.icdslimited.com

**Statement of Unaudited Standalone Financial Results for the Quarter ended June 30, 2020**

Rs. in Lakhs

Sl. No.	Particulars	Quarter ended			Year ended
		June 30, 2020	March 31, 2020	Jun 30, 2019	March 31, 2020
		(Un-audited)	(Note no.2)	(Un-audited)	(Audited)
1	Revenue from operations	15.04	62.44	47.18	193.58
2	Other Income (refer note 4 below).	77.29	6.98	7.39	164.26
3	<b>Total Revenue (1+2)</b>	<b>92.33</b>	<b>69.42</b>	<b>54.57</b>	<b>357.84</b>
4	<b>Expenses</b>				
	Employee benefit expenses	24.90	20.40	20.72	84.89
	Finance Costs	1.39	1.39	1.98	5.66
	Depreciation and amortisation expenses	8.13	10.06	7.56	33.00
	Other expenses	13.30	132.18	68.67	277.82
	<b>Total expenses</b>	<b>47.72</b>	<b>164.03</b>	<b>98.93</b>	<b>401.37</b>
5	<b>Profit/(loss) before tax (3-4)</b>	<b>44.61</b>	<b>(94.61)</b>	<b>(44.36)</b>	<b>(43.53)</b>
6	<b>Tax expense</b>				
	i. Current tax	12.00	(15.06)	-	4.94
	ii. Deferred tax	-	1.71	-	1.71
	iii. Income tax for earlier years	-	(0.05)	-	(0.05)
7	<b>Profit / (loss) for the period (5-6)</b>	<b>32.61</b>	<b>(81.21)</b>	<b>(44.36)</b>	<b>(50.13)</b>
8	<b>Other comprehensive income, net of income tax</b>				
	i. Items that will not be reclassified to profit or loss				
	Remeasurements of net defined benefit plans	-	(6.16)	-	(6.16)
	Income tax effect	-	1.71	-	1.71
	ii. Items that will be reclassified to profit or loss				
	<b>Total other comprehensive income, net of income tax</b>	<b>-</b>	<b>(4.45)</b>	<b>-</b>	<b>(4.45)</b>
9	<b>Total comprehensive income for the period (7+8)</b>	<b>32.61</b>	<b>(85.66)</b>	<b>(44.36)</b>	<b>(54.58)</b>
10	Paid up equity share capital (Face value of Rs 10 each)	1,302.67	1,302.67	1,302.67	1,302.67
11	Other Equity Excluding Revaluation Reserve	-	-	-	610.39
12	<b>Earnings per share (of Rs 10/ each) (not annualised):</b>				
	(a) Basic (in rupees)	0.25	(0.62)	(0.34)	(0.38)
	(b) Diluted (in rupees)	0.25	(0.62)	(0.34)	(0.38)

**Notes:**

- The above Unaudited Standalone Financial results for the quarter ended June 30, 2020 have been reviewed and approved by the Audit Committee and approved by the Board of Directors at their meeting conducted on September 14, 2020.
- The figures of the quarter ended March 31, 2020 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year to date figures for the nine months ended December 31, 2019 which were subjected to limited review.
- The Company carries on its business in four reportable segments viz Financial Services (recovery of loans and advances), trading, rent on premises and others. Others include marketing of the insurance products of life and general insurance companies.  
  
The segment reporting of the Company has been prepared in accordance with Ind AS 108 'Operating Segments' prescribed under section 133 of the Companies Act, 2013, read with relevant rules thereunder. The Company has presented the operating segments information on the basis of Unaudited Consolidated Financial Results.
- Other income includes dividend income, interest income, unwinding interest income on financial assets and Fair value gain/(loss) on financial assets.



## ICDS Limited

Regd. Office: Syndicate House, Manipal 576104 Udupi Dt. Karnataka

CIN | L65993KA1971PLC002106

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### Statement of Unaudited Standalone Financial Results for the Quarter ended June 30, 2020

#### Notes:

- 5 The Company does not foresee any diminution in the value of investments and balances due from subsidiary and the provisions made in the books are adequate and the management is hopeful of recovery of the same at the stated values.
- 6 The Company has not recognised Deferred Tax Assets arising on provision for doubtful debts (net of deferred tax Liabilities) as a matter of prudence.
- 7 The Company has prepared its accounts on "going concern basis", in view of networth being positive with positive cashflows following the successful implementation of the scheme of arrangement sanctioned by the Hon'ble High Court of Karnataka and Company's plans to foray into new operations and gains out of the stock in trade of investments.
- 8 With respect to the Income Tax Demand of Rs. 1,024.04 Lakhs (inclusive of interest) raised by the Income Tax Department on the Company following the order of Hon'ble High Court of Karnataka disallowing depreciation on leased assets with respect to Block Assessment pertaining to assessment years from 1987-88 to 1997-98, the Supreme Court vide order dated February 12, 2020 has disposed the matter setting aside the orders of the Hon'ble High Court, Income Tax Appellate Tribunal ('ITAT') and Commissioner of Income Tax (Appeals) - I ('CIT-A') and has remanded the matter back to the CIT-A for reconsideration of the matter afresh on its own merits in accordance with law including by examining the additional material / circumstances to be produced by the parties. The Company however has not received any notices from CIT-A as at date. The Company has deposited Rs. 761.71 Lakhs against the said Income Tax demand as on date. The Company has also offered one of its immovable property as security which is free of any encumbrances. The Company has been legally advised based on the decisions of the Appellate authorities/Courts and the interpretations of other relevant provisions and documentation / material in its possession, that the disallowance of depreciation will be deleted and demand raised on account of block assessments would get vacated and accordingly no further provision is considered necessary in the books. In view of the same, the Company's management is confident that CIT-A will consider the appeals favorably and expects the deletion of disallowance of depreciation. The Company further expects on consideration of its appeal favorably by the CIT-A, the demand raised on account block assessment would get vacated and the amount paid under protest of Rs. 761.71 Lakhs will be refunded and accordingly no provision for tax in the books is currently considered necessary.

The Ministry of Finance, Government of India has introduced the Direct Tax Vivaad Se Vishwas Act, 2020 ('DTVSV' or 'the Act') to help tax payers end their tax disputes with the Income Tax Department by paying disputed tax and get waiver from payment of interest and penalty and also immunity from prosecution. As per the Act, the tax payers are required to remit the disputed taxes by December 31, 2020. The Company has sought opinions in this matter from various tax consultants which currently is in process. The Company based on such opinions will undertake a detailed analysis of the cost and benefits of opting to the scheme under the Act. Based on such analysis the Company proposes to decide as to whether to continue with the litigation or opt for the one time settlement under the Act considering the cost benefit analysis. Pending the conclusion of the analysis and consequent decision by the Board, the Management is of the view that no provisions for tax is currently considered necessary as at the date of the financial results. The Impact of the decision of the board if any to go under the DTVSV inspite of the fact that the Company is having a good case based on the legal advice and Supreme Court order will be taken in the period the decision is taken and the application is filed. The Company is also confident that in case it opts for the settlement under the scheme, there will not be any cash outflow required to be made in view of the amounts already paid under protest being higher than the principal amount.



## ICDS Limited

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CIN | L65993KA1971PLC002106  
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### Statement of Unaudited Standalone Financial Results for the Quarter ended June 30, 2020

#### Notes:

9 The outbreak of Coronavirus (Covid-19) pandemic globally and in India has caused significant disturbance and slowdown of economic activities in the country. The Company, however, believes strongly that there will not be any significant impact on its revenues.

The impact on future revenue streams could come from lower rental incomes on account of waivers / concessions in rent sought by the tenants and cancellation of lease agreement which is the major source of income for the Company. The Company's rental income subsequent to the quarter are back to the pre-existing levels and are expected to grow further post the pandemic. However, the impact assessment of COVID-19 is a continuing process given the uncertainties associated with its nature and duration.

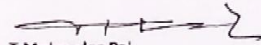
The Company during the previous year, had analysed its liquidity position and the recoverability and carrying value of its assets comprising property, plant and equipment, investment properties, right of use assets, investments, advances, trade receivables, Deferred taxes, other financial and non-financial assets etc. Based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the COVID 19 pandemic which may be different from that estimated as at the date of approval of these unaudited standalone financial results.

Due to the nature of the pandemic and non-availability of necessary vaccine / treatment for its eradication, the Company will continue to be vigilant on various developments / impacts in the future so as to insulate itself from any material adverse impact.

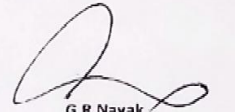
10 The investors can view the unaudited standalone results of ICDS Limited available on the Stock Exchange websites [www.bseindia.com](http://www.bseindia.com), [www.nseindia.com](http://www.nseindia.com) and company's website [www.icdslimited.com](http://www.icdslimited.com).

11 Figures pertaining to previous period(s) / year have been regrouped and rearranged, wherever necessary to conform to the classification adopted in the current quarter.

For and on behalf of the board of  
ICDS Limited

  
T Mohandas Pai  
Chairman  
DIN: 00104336

  
Bharath Krishna Nayak  
Managing Director  
DIN: 00776729

  
G R Nayak  
Chief Financial Officer

Place : Manipal  
Date : September 14, 2020



**Independent Auditor's Review Report on Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

To  
The Board of Directors  
ICDS Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of ICDS Limited ("the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") for the quarter ended June 30, 2020 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations').
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared 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 the Companies Act, 2013, as amended and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of its wholly owned subsidiary company 'Manipal Properties Limited' for the quarter ended June 30, 2020.

Contd..2



5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditor referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to the following notes to the accompanying statement for the quarter ended June 30, 2020 :
- Note 8, with regard to the pending decision by the Board of Directors of Holding Company, to opt for Direct Tax Vivaad Se Vishwas Act, 2020. The Holding Company has not accounted for provision for tax in the current period pending such decision for the reasons explained in said note.
  - Note 9, as regards the management's evaluation of COVID-19 impact on the future performance of the Group.


Our conclusion is not modified in respect of the above matters.

7. We did not review the financial results of the wholly owned subsidiary included in the unaudited consolidated financial results, whose unaudited financial results reflect total revenues of Rs. 10.77 Lakhs, total net profit after tax of Rs. 6.08 Lakhs and total comprehensive income of Rs. 6.08 Lakhs for the quarter ended June 30, 2020, respectively, as considered in the Statement. These financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above. Our conclusion on the Statement in respect of this matter is not modified with respect to our reliance on the work done and the reports of the other auditors.

**For Pathak H D & Associates LLP**

Chartered Accountants

Firm Registration Number: 107783W/W100593

  
Sudhir Prabhu K

Partner

Membership No.: 209589

UDIN : 20209589 AAAAA U7827



Place: Bengaluru

Date: September 14, 2020



**ICDS Limited**

Regd. Office: Syndicate House, Manipal 576104 Udipi Dt. Karnataka

CIN | L65993KA1971PLC002106

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**Statement of Unaudited Consolidated Financial Results for the Quarter ended June 30, 2020**

Sl. No.	Particulars	Quarter ended			Year ended
		June 30, 2020	March 31, 2020	Jun 30, 2019	March 31, 2020
		(Un-audited)	(Note no.2)	(Un-audited)	(Audited)
1	Revenue from operations	23.33	31.19	56.57	181.39
2	Other Income [refer note 4 below].	79.77	8.42	7.88	167.21
3	<b>Total Revenue (1+2)</b>	<b>103.10</b>	<b>39.61</b>	<b>64.45</b>	<b>348.60</b>
4	<b>Expenses</b>				
	Employee benefits expenses	24.90	20.40	21.44	85.61
	Finance Costs	1.99	1.96	2.56	7.96
	Depreciation and amortisation expenses	8.51	10.44	7.95	34.54
	Other expenses	15.76	136.10	73.01	291.21
	<b>Total expenses</b>	<b>51.16</b>	<b>168.90</b>	<b>104.96</b>	<b>419.32</b>
5	<b>Profit/(loss) before tax (3-4)</b>	<b>51.94</b>	<b>(129.29)</b>	<b>(40.51)</b>	<b>(70.72)</b>
6	<b>Tax expense</b>				
	i. Current tax	13.25	(14.40)	0.76	8.85
	ii. Deferred tax	-	1.71	-	1.71
	iii. Income tax for earlier years	-	(0.05)	-	(0.05)
7	<b>Profit / (loss) for the period (5-6)</b>	<b>38.69</b>	<b>(116.55)</b>	<b>(41.27)</b>	<b>(81.23)</b>
8	<b>Other comprehensive income, net of Income tax</b>				
	i. Items that will not be reclassified to profit or loss				
	Remeasurements of net defined benefit plans	-	(6.16)	-	(6.16)
	Income tax effect	-	1.71	-	1.71
	ii. Items that will be reclassified to profit or loss	-	-	-	-
	<b>Total other comprehensive income, net of Income tax</b>	<b>-</b>	<b>(4.45)</b>	<b>-</b>	<b>(4.45)</b>
9	<b>Total comprehensive income for the period (7+8)</b>	<b>38.69</b>	<b>(121.00)</b>	<b>(41.27)</b>	<b>(85.68)</b>
	<b>Net Profit / (Loss) attributable to :</b>				
	Equity Holders of the Parent	38.69	(116.55)	(41.27)	(81.23)
	Non-Controlling Interest	-	-	-	-
	<b>Other comprehensive income / (loss) attributable to :</b>				
	Equity Holders of the Parent	-	(4.45)	-	(4.45)
	Non-Controlling Interest	-	-	-	-
	<b>Total Comprehensive Income / (loss) attributable to :</b>				
	Equity Holders of the Parent	38.69	(121.00)	(41.27)	(85.68)
	Non-Controlling Interest	-	-	-	-
10	Paid up equity share capital (Face value of Rs 10 each)	1,302.67	1,302.67	1,302.67	1,302.67
11	Other Equity Excluding Revaluation Reserve	-	-	-	840.83
12	<b>Earnings per share (of Rs 10/ each) (not annualised):</b>				
	(a) Basic (in rupees)	0.30	(0.89)	(0.32)	(0.62)
	(b) Diluted (in rupees)	0.30	(0.89)	(0.32)	(0.62)



## ICDS Limited

Regd. Office: Syndicate House, Manjpal 576104 Udipi Dt. Karnataka

CIN | L65993KA1971PLC002106

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### Statement of Unaudited Consolidated Financial Results for the Quarter ended June 30, 2020

#### Notes:

- 1 The above unaudited consolidated Financial results for the quarter June 30, 2020 have been reviewed and approved by the Audit Committee and approved by the Board of Directors of ICDS Limited at their meeting conducted on September 14, 2020.
- 2 The figures of the quarter ended March 31, 2020 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year to date figures for the nine months ended December 31, 2019 which were subjected to limited review.
- 3 The Group has Identified four reportable segments viz Financial Services (recovery of loans and advances), trading, rent on premises and others. Others include marketing of the Insurance products of life and general insurance companies. Segments have been identified and reported taking into account nature of products and services, the differing risks and returns and the internal business reporting systems. Accordingly, segment reporting of the Group has been prepared in accordance with Ind AS 108 'Operating Segments' prescribed under Section 133 of the Companies Act, 2013 read with relevant rules thereunder.
- 4 Other income includes dividend income, interest income, unwinding interest income on financial assets and Fair value gain/(loss) on financial assets.
- 5 The Group does not foresee any diminution in the value of Investments and the provisions made in the books are adequate and the management is hopeful of recovery of the same at the stated values.
- 6 The Company has not recognised Deferred Tax Assets arising on provision for doubtful debts (net of deferred tax Liabilities) as a matter of prudence.
- 7 The accounts of ICDS Limited ("ICDS" / "the Company") have been prepared its accounts on "going concern basis", in view of networth being positive with positive cashflows following the successful implementation of the scheme of arrangement sanctioned by the Hon'ble High Court of Karnataka and Company's plans to foray into new operations and gains out of the stock in trade of Investments.
- 8 With respect to the Income Tax Demand of Rs. 1,024.04 Lakhs (inclusive of interest) raised by the Income Tax Department on ICDS Limited ('the Company') following the order of Hon'ble High Court of Karnataka disallowing depreciation on leased assets with respect to Block Assessment pertaining to assessment years from 1987-88 to 1997-98, the Supreme Court vide order dated February 12, 2020 has disposed the matter setting aside the orders of the Hon'ble High Court, Income Tax Appellate Tribunal ('ITAT') and Commissioner of Income Tax (Appeals) - I ('CIT-A') and has remanded the matter back to the CIT-A for reconsideration of the matter afresh on its own merits in accordance with law including by examining the additional material / circumstances to be produced by the parties. The Company however has not received any notices from CIT-A as at date. The Company has deposited Rs. 761.71 Lakhs against the said Income Tax demand as on date. The Company has also offered one of its immovable property as security which is free of any encumbrances. The Company has been legally advised based on the decisions of the Appellate authorities/Courts and the interpretations of other relevant provisions and documentation / material in its possession, that the disallowance of depreciation will be deleted and demand raised on account of block assessments would get vacated and accordingly no further provision is considered necessary in the books. In view of the same, the Company's management is confident that CIT-A will consider the appeals favorably and expects the deletion of disallowance of depreciation. The Company further expects on consideration of its appeal favorably by the CIT-A, the demand raised on account block assessment would get vacated and the amount paid under protest of Rs. 761.71 Lakhs will be refunded and accordingly no provision for tax in the books is currently considered necessary.

The Ministry of Finance, Government of India has introduced the Direct Tax Vivad Se Vishwas Act, 2020 ('DTVSV' or 'the Act') to help tax payers end their tax disputes with the Income Tax Department by paying disputed tax and get waiver from payment of interest and penalty and also immunity from prosecution. As per the Act, the tax payers are required to remit the disputed taxes by December 31, 2020. The Company has sought opinions in this matter from various tax consultants which currently is in process. The Company based on such opinions will undertake a detailed analysis of the cost and benefits of opting to the scheme under the Act. Based on such analysis the Company proposes to decide as to whether to continue with the litigation or opt for the one time settlement under the Act considering the cost benefit analysis. Pending the conclusion of the analysis and consequent decision by the Board, the Management is of the view that no provisions for tax is currently considered necessary as at the date of the financial results. The Impact of the decision of the board if any to go under the DTVSV inspite of the fact that the Company is having a good case based on the legal advice and Supreme Court order will be taken in the period the decision is taken and the application is filed. The Company is also confident that in case it opts for the settlement under the scheme, there will not be any cash outflow required to be made in view of the amounts already paid under protest being higher than the principal amount.



*[Handwritten signature]*

**ICDS Limited**

Regd. Office: Syndicate House, Manipal 576104 Udipi Dt. Karnataka

CIN | L65993KA1971PLC002106

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**Statement of Unaudited Consolidated Financial Results for the Quarter ended June 30, 2020**

**Notes:**

9 The outbreak of Coronavirus (Covid-19) pandemic globally and in India has caused significant disturbance and slowdown of economic activities in the country. The Group, however, believes strongly that there will not be any significant impact on its revenues.

The impact on future revenue streams could come from lower rental incomes on account of waivers / concessions in rent sought by the tenants and cancellation of lease agreement which is the major source of income for the Group. The Group's rental income subsequent to the quarter are back to the pre-existing levels and are expected to grow further post the pandemic. However, the impact assessment of COVID-19 is a continuing process given the uncertainties associated with its nature and duration.

The Group during the previous year, had analysed its liquidity position and the recoverability and carrying value of its assets comprising property, plant and equipment, investment properties, right of use assets, investments, advances, trade receivables. Deferred taxes, other financial and non-financial assets etc. Based on current indicators of future economic conditions, the Group expects to recover the carrying amount of these assets. The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the COVID 19 pandemic which may be different from that estimated as at the date of approval of these unaudited Consolidated financial results.

Due to the nature of the pandemic and non-availability of necessary vaccine / treatment for its eradication, the Group will continue to be vigilant on various developments / impacts in the future so as to insulate itself from any material adverse impact.

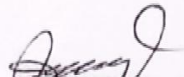
10 The Investors can view the Unaudited Consolidated financial results of ICDS Limited available on the Stock Exchange websites [www.bseindia.com](http://www.bseindia.com), [www.nseindia.com](http://www.nseindia.com) and company's website [www.icdslimited.com](http://www.icdslimited.com).

11 Figures pertaining to previous period(s) / year have been regrouped and rearranged, wherever necessary to conform to the classification adopted in the current quarter.

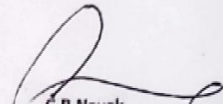
For and on behalf of the board of directors  
ICDS Limited



T Mohandas Pai  
Chairman  
DIN: 00104336



Bharath Krishna Nayak  
Managing Director  
DIN: 00776729



G R Nayak  
Chief Financial Officer

Place : Manipal  
Date : September 14, 2020



ICDS Limited

Regd. Office: Syndicate House, Manipal 576104 Udipi Dt. Karnataka

CIN | L65993KA1971PLC002106

www.icdslimited.com

Consolidated Segment Information for the Quarter ended June 30, 2020

Rs. In Lakhs

Particulars	Quarter ended			Year ended
	June 30, 2020	March 31, 2020	June 30, 2019	March 31, 2020
	Unaudited	(Note no.2)	Unaudited	(Audited)
<b>I. Segment Revenue</b>				
a) Financial Services (Recovery activities)	-	51.60	17.90	83.27
b) Trading activities	73.05	-	-	-
c) Rent on premises	23.27	28.80	37.58	144.13
d) Others	0.06	0.79	1.09	3.99
<b>Total</b>	<b>96.38</b>	<b>81.19</b>	<b>56.57</b>	<b>231.39</b>
Less: Intersegment Revenue	-	50.00	-	50.00
<b>Net Sales/Revenue from Operations</b>	<b>96.38</b>	<b>31.19</b>	<b>56.57</b>	<b>181.39</b>
<b>II. Segment Results: (Profit+)/ Loss (-) before tax</b>				
a) Financial Services (Recovery activities)	(10.46)	72.33	(23.26)	8.21
b) Trading activities	71.88	(78.61)	(36.63)	(121.80)
c) Rent on premises	8.11	(12.05)	29.58	68.12
d) Others	(0.16)	0.20	0.17	0.76
<b>Total</b>	<b>69.37</b>	<b>(18.13)</b>	<b>(30.14)</b>	<b>(44.71)</b>
Add/(Less): (i) Other Un allocable Expenditure	(16.85)	(73.98)	(16.82)	(145.07)
(ii) Other Unallocable Income	0.07	(36.50)	7.76	121.93
(iii) Finance Costs	(0.65)	(0.68)	(1.31)	(2.87)
<b>Total Profit/(loss) Before Tax</b>	<b>51.94</b>	<b>(129.29)</b>	<b>(40.51)</b>	<b>(70.72)</b>
Less: Provision for taxation	13.25	(12.74)	0.76	10.51
<b>Total Profit/(loss) After Tax</b>	<b>38.69</b>	<b>(116.55)</b>	<b>(41.27)</b>	<b>(81.23)</b>
<b>III. Segment assets</b>				
a) Financial Services (Recovery activities)	438.48	274.35	748.46	274.35
b) Trading activities	228.26	158.88	254.60	158.88
c) Rent on premises	1,193.38	1,382.34	994.00	1,382.34
d) Others	0.97	1.03	0.50	1.03
e) Unallocable Assets	769.65	783.63	668.87	783.63
<b>Total</b>	<b>2,630.74</b>	<b>2,600.23</b>	<b>2,666.43</b>	<b>2,600.23</b>
<b>IV. Segment Liabilities</b>				
a) Financial Services (Recovery activities)	25.42	36.58	55.96	36.58
b) Trading activities	-	-	-	-
c) Rent on premises	83.25	80.27	82.68	80.27
d) Others	-	-	-	-
e) Unallocable Liabilities	-	-	-	-
<b>Total</b>	<b>108.67</b>	<b>116.85</b>	<b>138.64</b>	<b>116.85</b>

Notes:

a) The figures of the quarter ended March 31, 2020 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year to date figures for the nine months ended December 31, 2019 which were subjected to limited review.

b) Figures pertaining to previous period(s)/year have been regrouped and rearranged, wherever necessary to conform to the classification adopted in the current quarter.

For and on behalf of the board of directors  
ICDS Limited

T Mohandas Pai  
Chairman  
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