

IWP

# THE INDIAN WOOD PRODUCTS CO. LTD.

Registered Office : 9, Brabourne Road, Kolkata - 700 001

January 31, 2020

To,  
BSE Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai - 400 001

Script Code - 540954

Dear Sir/Madam,

**Sub.: Outcome of 761<sup>st</sup> Board Meeting - Un-audited Financial Results for the Quarter & Nine Months ended December 31, 2019**

Further to our letter dated January 22, 2020, and pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform you that the Board of Directors of the Company at its meeting held today, January 31, 2020, inter-alia, has considered and approved the Un-audited Standalone & Consolidated Financial Results of the Company for the Quarter and Nine months ended December 31, 2019.

Further, the aforesaid results were subject to Limited Review. Our Statutory Auditor, M/s. Agrawal Tondon & Co. has issued the Limited Review Report on the Standalone & Consolidated Financial Results for the Quarter and Nine months ended December 31, 2019.

The Un-audited Standalone & Consolidated Financial Results for the Quarter and Nine months ended December 31, 2019 along with the Limited Review Report are enclosed herewith and it shall also be available on the Company's website i.e. [www.iwpkatha.com](http://www.iwpkatha.com).

The meeting commenced at 11.30 A.M. and concluded at 2.00 P.M.

Kindly take the above information on record and disseminate.

Thanking you,

Yours faithfully,

**For The Indian Wood Products Co Ltd**



**Anup Gupta**

**Company Secretary & Compliance Officer**

**ACS - A36061**



**Encl. as above**

# Agrawal Tondon & Co.

(Formerly : Agrawal Sanjay & Company)

CHARTERED ACCOUNTANTS

Firm Registration No. : 329088E

Room No. : 7, 1st Floor, 59 Bentinck Street  
Kolkata - 700 069

Website - [www.agrawalsanjay.com](http://www.agrawalsanjay.com)

E-mail Id : [agrawaltondon2019@gmail.com](mailto:agrawaltondon2019@gmail.com)

## Independent Auditor's Review Report on Standalone Unaudited Quarterly and Year-to-Date Financial Results of The Indian Wood Products Company Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To  
The Board of Directors,  
The Indian Wood Products Company Limited

1. We have reviewed the accompanying statement of standalone unaudited financial results ('the Statement') of The Indian Wood Products Company Limited ('the Company') for the quarter and nine months ended 31 December 2019, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the Securities and Exchange Board of India ("SEBI") from time to time.
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 "Interim Financial Reporting" ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ('the Act') and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing regulations. 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 financial statements are free of material misstatement. 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 accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards 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 (as amended) including the manner in which it is to be disclosed, or that it contains any material misstatement.



Place- Kolkata

Dated- 31st January 2020

For Agrawal Tondon & Co.

Chartered Accountants

Firm Reg. No.: 329088E

Radhakrishnan Tondon

Partner

Membership No: 060534

UDIN- 2006053 AAAAAD5314


**THE INDIAN WOOD PRODUCTS COMPANY LIMITED**  
**CIN: L20101WB1919PLC003557**  
**Regd Office: 9, Brabourne Road, Kolkata - 700 001**  
**Email id: iwpho@iwpkatha.co.in Website: www.iwpkatha.com**  
**Phone: 82320 23820 Fax: 033 - 22426799**

**STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER/NINE MONTHS ENDED 31ST DECEMBER, 2019**

Particulars	STANDALONE					
	Quarter ended			Nine Months Ended		Year Ended
	31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
a)Gross Sales	5,135.54	5,016.55	4,832.24	14,911.62	14,968.68	20,049.83
b) Other Income	12.91	5.41	10.27	23.15	103.76	109.57
<b>Total</b>	<b>5,148.45</b>	<b>5,021.96</b>	<b>4,842.51</b>	<b>14,934.77</b>	<b>15,072.44</b>	<b>20,159.40</b>
<b>Expenditure</b>						
a) Cost of materials consumed	3,059.40	2,851.83	2,860.32	8,679.53	7,484.96	10,526.24
b) (Increase) / decrease in stock in trade	(62.71)	(87.25)	(731.62)	(245.15)	707.96	478.73
c) Employee benefits expense	643.02	649.80	639.45	1,936.92	1,816.44	2,411.21
d) Depreciation and amortisation expense	120.39	129.39	75.00	361.17	225.00	329.83
e) Finance Cost	161.70	175.71	130.38	496.53	348.28	494.26
f) Other Expenses	897.95	1,015.49	927.69	2,738.59	2,530.88	3,355.85
<b>Total</b>	<b>4,819.75</b>	<b>4,734.97</b>	<b>3,901.22</b>	<b>13,967.59</b>	<b>13,113.52</b>	<b>17,596.12</b>
Profit for the period before exceptional Items/Tax	<b>328.70</b>	<b>286.99</b>	<b>941.29</b>	<b>967.18</b>	<b>1,958.92</b>	<b>2,563.28</b>
Exceptional Item	-	-	-	-	-	-
Profit before tax	<b>328.70</b>	<b>286.99</b>	<b>941.29</b>	<b>967.18</b>	<b>1,958.92</b>	<b>2,563.28</b>
Tax Expense - Current	85.00	59.00	272.00	245.00	565.00	800.00
- Deferred Tax	(6.43)	(6.20)	0.45	(19.18)	1.35	(21.12)
Net Profit(+)/Loss(-) after tax (3-4)	<b>250.13</b>	<b>234.19</b>	<b>668.84</b>	<b>741.36</b>	<b>1,392.57</b>	<b>1,784.40</b>
<b>Other Comprehensive Income</b>						
A (i) Items that will not be reclassified to profit or loss						
(ii) Remeasurement of net defined benefit liability	(2.04)	(2.04)	0.70	(6.12)	2.15	(7.77)
(iii) Equity instruments through other comprehensive income, net	-	-	-	-	-	-
(v) Income tax on the above items	0.54	0.44	(0.20)	1.57	(0.70)	2.26
<b>Total other comprehensive income, net of tax</b>	<b>(1.50)</b>	<b>(1.60)</b>	<b>0.50</b>	<b>(4.55)</b>	<b>1.45</b>	<b>(5.51)</b>
<b>Total comprehensive income for the period</b>	<b>248.63</b>	<b>232.59</b>	<b>669.34</b>	<b>736.81</b>	<b>1,394.02</b>	<b>1,778.89</b>
Paid-up Equity Share Capital (Face Value Rs.2/- per share) (Previous Year Rs. 10/- each)	1,279.75	1,279.75	639.72	1,279.75	639.72	1,279.75
Reserves excluding Revaluation Reserve	-	-	-	-	-	33,651.07
Earnings Per Share (EPS) (not to be annualised)						
a) Basic & Diluted EPS (Rs/ share in actuals)	0.39	0.37	1.05	1.16	2.18	2.79

Place : Kolkata  
Date: 31.01.2020



By Order of the Board  
  
Krishna Kumar Mohta  
Chairman and Managing Director  
(DIN 00702306)

# Agrawal Tondon & Co.

(Formerly : Agrawal Sanjay & Company)

CHARTERED ACCOUNTANTS

Firm Registration No. : 329088E

Room No. : 7, 1st Floor, 59 Bentinck Street

Kolkata - 700 069

Website - [www.agrawalsanjay.com](http://www.agrawalsanjay.com)

E-mail Id : [agrawaltondon2019@gmail.com](mailto:agrawaltondon2019@gmail.com)

## Independent Auditor's Review Report on Consolidated Unaudited Quarterly and Year-to-Date Financial Results of The Indian Wood Products Company Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended).

To

The Board of Directors,

The Indian Wood Products Company Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results ('the Statement') of The Indian Wood Products Company Limited ('the Parent') and its Joint Venture (the Parent and its Joint Venture together referred to as 'the Group') for the quarter and nine months ended 31 December 2019, being submitted by the Parent Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the Securities and Exchange Board of India ("SEBI ") from time to time. Attention is drawn to the fact that the consolidated figures for the corresponding quarter and nine months ended 31 December 2018 as reported in the statement have been approved by the Parent Company's Board of Directors, but have not been subjected to audit or review since the requirement of submission of quarterly consolidated financial results has become mandatory only from 1<sup>st</sup> April 2019.
2. The Statement, which is the responsibility of the Parent's Management and approved by the Parent'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 ('the Act') and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. 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 financial statements are free of material misstatement. 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.

We also performed procedures in accordance with the SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019 issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), to the extent applicable.

4. The Statement includes the result of the following entities:

**Parent:**

- The Indian Wood Products Company Limited



**Joint Venture:**

- Agro & Spice Trading Pte Ltd
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The Statement includes the Group's share of net profit after tax of Rs. 1:28 lakhs and total comprehensive income of Rs. 1.28 lakhs for the nine months ended 31 December 2019, as considered in the Statement, in respect of the above said Joint Venture, based on their interim financial information, which have not been reviewed/audited by its auditor, and have been furnished to us by the Parent's Company management.
7. The above-mentioned joint venture is located outside India whose financial information including his subsidiaries have been prepared in accordance with accounting principles generally accepted in their respective countries. The Company's Management has converted the financial information of such joint venture located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Company's Management. Our conclusion on the Statement, and our report in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), read with SEBI Circular in so far as it relates to the aforesaid Joint Venture are based solely on such unaudited/unreviewed interim financial information. According to the information and explanations given to us by the management, this interim financial information are not material to the Group.

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



Place : Kolkata  
Dated:- 31<sup>st</sup> January 2020

**For Agrawal Tondon & Co.**  
Chartered Accountants  
Firm Reg. No.: 329088E

*Radhakrishan Tondon*

Radhakrishan Tondon  
Partner

Membership No: 060534

UDIN- 2006053 AAAAAD 5314

**THE INDIAN WOOD PRODUCTS COMPANY LIMITED**  
**CIN: L20101WB1919PLC003557**  
**Regd Office: 9, Brabourne Road, Kolkata – 700 001**  
**Email id: iwpho@iwpkatha.co.in Website: www.iwpkatha.com**  
**Phone: 82320 23820 Fax: 033 - 22426799**

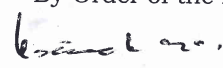
STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER/NINE MONTHS ENDED 31ST DECEMBER, 2019

(Rs. in Lacs)

Particulars	CONSOLIDATED					
	Quarter ended			Nine Months Ended		Year Ended
	31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
a)Gross Sales	5,135.54	5,016.55	4,832.24	14,911.62	14,968.68	20,049.83
b) Other Income	12.91	5.41	10.27	23.15	103.76	109.57
<b>Total</b>	<b>5,148.45</b>	<b>5,021.96</b>	<b>4,842.51</b>	<b>14,934.77</b>	<b>15,072.44</b>	<b>20,159.40</b>
<b>Expenditure</b>						
a) Cost of materials consumed	3,059.40	2,851.83	2,860.32	8,679.53	7,484.96	10,526.24
b) (Increase) / decrease in stock in trade	(62.71)	(87.25)	(731.62)	(245.15)	707.96	478.73
c) Employee benefits expense	643.02	649.80	639.45	1,936.92	1,816.44	2,411.21
d) Depreciation and amortisation expense	120.39	129.39	75.00	361.17	225.00	329.83
e) Finance Cost	161.70	175.71	130.38	496.53	348.28	494.26
f) Other Expenses	897.95	1,015.49	927.69	2,738.59	2,530.88	3,355.85
<b>Total</b>	<b>4,819.75</b>	<b>4,734.97</b>	<b>3,901.22</b>	<b>13,967.59</b>	<b>13,113.52</b>	<b>17,596.12</b>
Share of Profit/ (Loss) of Joint Venture	15.26	(15.73)	(30.88)	1.28	(63.44)	(90.60)
Profit for the period before exceptional Items/Tax	343.96	271.26	910.41	968.46	1,895.48	2,472.68
Exceptional Item	-	-	-	-	-	-
Profit before tax	343.96	271.26	910.41	968.46	1,895.48	2,472.68
Tax Expense - Current	85.00	59.00	272.00	245.00	565.00	800.00
- Deferred Tax	(6.43)	(6.20)	0.45	(19.18)	1.35	(21.12)
Net Profit(+)/Loss(-) after tax (3-4)	265.39	218.46	637.96	742.64	1,329.13	1,693.80
<b>Other Comprehensive Income</b>						
A (i) Items that will not be reclassified to profit or loss						
(ii)Remeasurement of net defined benefit liability	(2.04)	(2.04)	0.70	(6.12)	2.15	(7.77)
(iii) Share of other comprehensive income through Joint Venture	-	-	-	-	-	(102.67)
(iv) Equity instruments through other comprehensive income, net	-	-	-	-	-	-
(v) Income tax on the above items	0.54	0.44	(0.20)	1.57	(0.70)	2.26
<b>Total other comprehensive income, net of tax</b>	<b>(1.50)</b>	<b>(1.60)</b>	<b>0.50</b>	<b>(4.55)</b>	<b>1.45</b>	<b>(108.18)</b>
<b>Total comprehensive income for the period</b>	<b>263.89</b>	<b>216.86</b>	<b>638.46</b>	<b>738.09</b>	<b>1,330.58</b>	<b>1,585.62</b>
Paid-up Equity Share Capital (Face Value Rs.2/- per share) (Previous Year Rs. 10/- each)	1,279.75	1,279.75	639.72	1,279.75	639.72	1,279.75
Reserves excluding Revaluation Reserve	-	-	-	-	-	33,311.10
Earnings Per Share (EPS) (not to be annualised)						
a) Basic & Diluted EPS (Rs/ share in actuals)	0.41	0.34	1.00	1.16	2.08	2.65

Place : Kolkata  
Date: 31.01.2020



By Order of the Board  
  
 Krishna Kumar Mohta  
 Chairman and Managing Director  
 (DIN 00702306)

- 1) The aforementioned results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on January 31, 2020 at Kolkata.
- 2) The Ministry of Corporate Affairs (MCA) has notified Ind AS 116 "Leases", which is effective for accounting periods beginning on or after 1 April, 2019. The Company has transitioned to Ind AS 116 with effect from 1 April, 2019 using 'modified retrospective approach' and accordingly previous period information has not been reinstated. Under this approach, the Company has recognised lease liabilities and corresponding equivalent right-of-use assets. The application of IND AS-116 did not have any significant impact in the financial results of the Company.
- 3) The Consolidated results has been prepared in accordance to Equity Method as per Ind AS and includes our share of Profit in the Joint Venture Company i.e. M/s Agro and Spice Trading Pte Ltd, Singapore and its subsidiaries and the results of the Joint Venture Company are being submitted pursuant to the mandatory requirements with effect from April 1, 2019. Hence, the results for the quarter and nine months ended December 31, 2019, December 31, 2018 and quarter ended September 30, 2019 have been approved by the Company's Board of Directors but have not been subject to Audit or Review.
- 4) Recently newly started spices division is growing rapidly but incurring cash losses and we are taking appropriate steps to achieve the breakeven at the earliest, hence the result are not comparable.
- 5) The Company is the only Listed Company in the organized sector in the field of manufacturing Katha in India and facing high competition with unorganized sector. Due to GST @ 18% on Katha our sector is facing a huge pressure on profit margins. All India Katha Association has also represented to the GST Council to reduce the rate of GST to 12%. The Company is hopeful of favorable outcome.
- 6) As the Company business activity fall within a single operating segment viz "Katha", the disclosure requirement of Accounting Standard (Ind As 108) on "Operating Segment" is not applicable.
- 7) Earning Per Shares in respect of the previous periods has been re-stated considering the allotment of Bonus Share
- 8) The previous period figures have been regrouped/rearranged wherever necessary.

Place : Kolkata  
Date: 31.01.2020



By Order of the Board  
*Krishna Kumar Mohta*  
Krishna Kumar Mohta  
Chairman and Managing Director  
(DIN 00702306)