

Security and Intelligence Services (India) Limited						
Registered office : Annapoorna Bhawan, Telephone Exchange Road, Kurji, Patna - 800010						
CIN: L75230BR1985PLC002083						
Part I Statement of standalone financial results for the quarter and year ended March 31, 2018						
SL. NO.	Particulars	(Rupees in million except per share data)				
		Quarter ended			Year ended	
		March 31, 2018	December 31, 2017	March 31, 2017	March 31, 2018	March 31, 2017
		(Audited)	(Reviewed)	(Audited)	(Audited)	(Audited)
1	Income					
	a) Revenue from Operations	5,645.33	5,605.17	4,552.77	21,350.52	16,018.22
	b) Other Income	17.75	14.54	16.23	72.26	58.82
	c) Other Gain/loss	0.15	3.42	2.30	3.70	4.37
	Total Income (a + b + c)	5,663.22	5,623.13	4,571.31	21,426.48	16,081.41
2	Expenses					
	a) Employee benefits expense	4,945.17	4,924.43	4,055.92	18,820.41	14,357.42
	b) Finance costs	76.25	70.62	169.80	465.54	509.05
	c) Depreciation and amortization expenses	73.12	79.18	72.00	305.27	242.63
	d) Other expenses	320.49	307.41	204.85	1,054.16	678.21
	Total expenses (a + b + c + d)	5,415.03	5,381.64	4,502.58	20,645.38	15,787.31
3	Profit before tax and exceptional items (1-2)	248.19	241.49	68.73	781.10	294.10
4	Exceptional Items	8.32	0.00	0.00	8.32	0.00
5	Profit before tax (3+4)	239.87	241.49	68.73	772.78	294.10
6	Tax Expense					
	Current tax	58.51	41.27	-57.56	165.69	50.05
	Deferred tax	-50.00	-24.61	-268.84	-130.35	-295.71
	Adjustment of tax relating to earlier periods	7.33	0.00	0.00	7.33	0.00
	Total Tax expense	15.84	16.66	-326.40	42.67	-245.66
7	Profit for the period (5 - 6)	224.02	224.82	395.13	730.11	539.76
8	Other Comprehensive income					
	Items that will not be reclassified to profit or loss					
	a) Remeasurement of Defined benefits plan	-14.28	3.87	-8.58	-2.66	-34.31
	b) Income tax relating to items that will not be reclassified to profit and loss	4.95	-1.34	2.97	0.93	11.88
	Other Comprehensive income for the period net of taxes	-9.33	-2.53	-5.61	-1.73	-22.44
9	Total Comprehensive income for the period (7 + 8)	214.69	227.36	389.52	728.38	517.32
10	Paid-up equity share capital (face value of Rs 10 Per share)	731.84	731.84	687.03	731.84	687.03
11	Reserves i.e. Other equity	5332.67		1512.46	5389.40	1512.46
12	Earnings Per Share (EPS)					
	a) Basic (Rs)	3.08	3.07	5.82	10.20	7.88
	b) Diluted (Rs)	3.02	3.02	5.76	10.01	7.83

Please see the accompanying notes to the financial results



Security and Intelligence Services (India) Limited
Registered office : Annapoorna Bhawan, Telephone Exchange Road, Kurji, Patna - 800010
CIN: L75230BR1985PLC002083
Statement of standalone Assets and Liabilities as at March 31, 2018

(Rupees in million)

Particulars		As at March 31, 2018 (Audited)	As at March 31, 2017 (Audited)
A	ASSETS		
	Non – Current Assets		
	Property, Plant and Equipment	714.89	750.89
	Capital work-in-progress	8.32	3.05
	Other Intangible Assets	21.10	40.24
	Investments in associates and joint ventures	167.89	77.89
	Financial Assets		
	(i) Investments	1,896.07	1,748.15
	(ii) Advances	0	0
	(iii) Others	472.29	184.75
	Deferred tax assets (net)	712.76	583.55
	Income tax Assets (net)	705.82	476.15
	Other Non – Current Assets	5.16	6.90
	Total Non – Current Assets	4,704.29	3,871.57
	Current Assets		
	Inventories	91.43	0.00
	Financial Assets		
	(i) Trade Receivables	2,290.61	1,496.08
	(ii) Cash and Cash Equivalents	708.00	92.88
	(iii) Bank Balances other than above in (ii) above	508.57	949.79
	(iv) Other financial assets	2,026.46	1,769.76
	Other Current Assets	696.53	612.79
	Assets classified as held for distribution to shareholders	0.00	156.60
	Total Current Assets	6,321.59	5077.90
	Total Assets	11,025.89	8,949.47
B	EQUITY AND LIABILITIES		
	Equity		
	Equity share capital	731.84	687.03
	Other Equity	5,332.67	1,512.46
	Total Equity	6,064.51	2,199.49
	Liabilities		
	Non – Current Liabilities		
	Financial Liabilities		
	(i) Borrowings	986.03	2,523.79
	(ii) Other Financial Liabilities	22.52	15.18
	(iii) Provisions	374.71	278.11
	Total Non- Current liabilities	1,383.25	2,817.08
	Current Liabilities		
	Financial Liabilities		
	(i) Borrowings	1,110.74	1,811.04
	(ii) Trade Payables	170.16	125.23
	(iii) Others	1,504.84	1,530.48
	Other Current Liabilities	752.53	421.98
	Provisions	39.84	44.17
	Total Current Liabilities	3,578.12	3,932.90
	Total Equity and Liabilities	11,025.89	8,949.47

Please see the accompanying notes to the financial results



Notes to the audited standalone financial results:

1. The audited standalone financial results were reviewed by the Audit Committee and approved at the meeting of the Board of Directors of the Company held on May 9, 2018. The Company confirms that its statutory auditors have issued their audit report with an unmodified opinion on the standalone financial results.
2. The Company has adopted Indian Accounting Standards (Ind-AS) as prescribed under section 133 of the Companies Act, 2013 on April 01, 2017 with the transition date as April 01, 2016, and the adoption was carried out in accordance with Ind-AS 101 – First time adoption of Indian Accounting Standards. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Companies Act, 2013 read with the rules made thereunder. Accordingly, the above mentioned financial results have been prepared in accordance with applicable Ind-AS.
3. The figures for the quarter ended March 31, 2018 and the corresponding quarter ended March 31, 2017 are the balancing figures between the audited figures in respect of the full financial year and the year to date figures upto the third quarter of the respective financial years
4. Reconciliations of Net Profit after tax & reserves between Ind-AS and erstwhile Indian GAAP are given below:

a. Net Profit and Loss

Nature of Adjustment	(Rupees in million)	
	Quarter ended March 31, 2017	Year ended March 31, 2017
Net Profit as per erstwhile Indian GAAP	162.49	262.15
Impact of changes in pattern of recognition of revenue		
- Finance Income	2.63	8.59
- Revenue from Operations		
Finance costs – Impact arising on recognizing and measuring financial assets and financial liabilities in accordance with Ind-AS	(13.35)	19.52
ESOP expenses on fair value basis	1.58	4.23
Employee benefit expenses – Actuarial gain and loss on long term defined benefits plan reclassified as OCI (net of tax)	5.61	22.44
Depreciation and amortization expenses	(1.06)	(5.66)
Expected Credit Losses	1.66	5.25
Others	2.05	5.22
Deferred tax impact of Ind-AS adoption	233.52	218.02
Net Profit as per Ind-AS (A)	395.13	539.76
Other comprehensive Income (net of tax) (B)	(5.61)	(22.44)
Total comprehensive income as reported under Ind-AS (A+B)	389.52	517.32



b. Reserves

Nature of Adjustment	(Rupees in millions)
	As at March 31, 2017
Reserves as per erstwhile Indian GAAP	1,026.34
Impact of recognizing and measuring financial assets and financial liabilities in accordance with Ind-AS	(31.43)
ESOP expenses on fair value basis	(0.59)
Equity component of Compulsorily Convertible Debentures	228.58
Expected Credit Losses	0.00
Depreciation and amortization	(5.66)
Others	290.78
Deferred tax impact of Ind-AS adoption	4.43
Reserves as per Ind AS	1,512.46

- The Company has accounted for the benefits under Section 80JJAA of the Income Tax Act, 1961 in the year ended March 31, 2017 and the quarter and year ended March 31, 2018. On application of Ind-AS effective April 1, 2017 with the transition date as April 1, 2016, the Company has accounted for a deferred tax asset in respect of the related benefits in the respective financial year/period.
- During the year ended March 31, 2018, the Company has completed an Initial Public Offering (IPO) of its shares consisting of a fresh offer of 4,444,785 equity shares of Rs. 10 each at a premium of Rs. 805 per share and an offer for sale of 5,120,619 equity shares of Rs. 10 each by the selling shareholders. The proceeds of the fresh offer component from the IPO amounted to Rs. 3,410.47 million (net of issue expenses). The equity shares of the Company were listed on NSE and BSE effective August 10, 2017.

Details of the utilisation of IPO proceeds are as follows:

Particulars	Net proceeds as per prospectus
Gross proceeds of the Issue	3622.5
Less: Estimated offer related expenses in relation to the Issue	233.82
Net Proceeds	3388.68
Add: Saving in offer related expenses	21.79
Total	3410.47

Particulars	Projected utilization of funds as per prospectus	Utilised upto March 31, 2018	Unutilised amount as on March 31, 2018
a. Prepayment & repayment of Debts of company	2,000.00	2,000.00	Nil
b. Funding working capital requirements of the company	600.00	600.00	Nil
c. General corporate purposes	788.70		
Add : Saving in offer related expenses	21.79		
	810.47	228.30	560.40
Total	3,410.47	2,828.30	582.17

The unutilised amounts of the issue as at March 31, 2018 have been temporarily deployed in the cash credit accounts of the company with banks which is in accordance with objects of the issue. The same needs to be utilised by 2018.



7. Expenses incurred by the Company, amounting to INR 212.03 million (net of recovery from shareholders), in connection with the IPO have been adjusted towards the securities premium in accordance with Section 52 of the Companies Act, 2013.
8. The Board of Directors of the Company at their meeting held on September 20, 2016 and, pursuant to an order of the National Company Law Tribunal, Kolkata Bench (“NCLT”) consequent to an application filed before it for sanctioning the scheme, the shareholders and creditors of the Company at their respective meetings held on July 24, 2017, had approved a proposed composite scheme of arrangement under sections 230 to 232 of the Companies Act, 2013 between the Company, Service Master Clean Limited (“SMC”), Subsidiary of the Company and SIS Asset Management Private Limited (“SIS Asset Management”) and their respective shareholders and creditors, with effect from July 1, 2016, the appointed date (“the Scheme”), to demerge certain businesses of the Company and SMC into SIS Asset Management.

The NCLT has approved the Scheme by an order dated December 22, 2017 and the same has been filed with the Registrar of Companies, Patna on January 18, 2018. Thus, the Scheme is effective on the date of filing of the order with the Registrar of Companies. Upon the Demerger Scheme becoming effective on January 18, 2018, the demerged businesses stand transferred to, and vested with, SIS Asset Management Private Limited.

The net financial impact of the Demerger Scheme on the Group is as follows:

	Amounts transferred pursuant to the demerger	Assets classified as held for distribution to shareholders as at March 31, 2017
Net Assets transferred	156.96	156.60
Amount debited to securities premium account	156.96	0.00

Since the Demerger Scheme was approved by the Board of Directors of the Company prior to March 31, 2017, the assets and liabilities to be demerged have been shown as follows in the balance sheet as at March 31, 2017:

- Assets held for distribution to shareholders pursuant to demerger
- Liabilities in relation to assets held for distribution to shareholders pursuant to demerger

13. The following changes in the board of directors took place during the quarter ended March 31, 2018:
 - a. The Board appointed Mrs Renu Mattoo as an Additional Director (Independent) effective January 29, 2018 based on the recommendations of the Nomination and Remuneration Committee of the Board.
14. An interim dividend of Rs. 2 per equity share was declared on January 29, 2018 and the same was paid on February 20, 2018. For the financial year 2017-18, the Board has recommended a final dividend of Rs 1.50 per equity share (Face value of Rs. 10 per share). The payment is subject to the approval of the members in the ensuing Annual General Meeting to be held on June 28, 2018.
15. The monetary ceiling under the Payment of Gratuity Act, 1972 was enhanced from INR 1,000,000 to INR 2,000,000 with effective from March 29, 2018. The enhanced gratuity liability of Rs. 8.32 million has been shown as an exceptional item in the statement.



16. In accordance with Ind-AS 108, Operating segments, segment information has been provided in the consolidated financial results of the Company and therefore no separate disclosure on segment information is given in these standalone financial results.

For and on behalf of the Board of Directors of
Security and Intelligence Services (India) Limited



RS Sinha

Rituraj Kishore Sinha
Managing Director

Place: New Delhi
Date: May 9, 2018