

Ref: InP/20-21/26062020/ Financial results 33/PDF

Date: 26/06/2020

To
MS. BHUVANA SRIRAM
Relationship Manager,
Corporate Relationship Department,
BSE Limited,
Rotunda Building,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort
MUMBAI – 400 001.

Re: COMPANY CODE: 501298

Sub: Extract of Audited Financial Results for the quarter and year ended on 31st March 2020

Dear Madam,

In accordance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, we enclose the extract of the audited financial results for the quarter and year ended 31st March, 2020.

This is for your kind information and records.

Thank you,

Yours faithfully,

For **Industrial & Prudential Investment Company Ltd.**

Ayan Datta

Ayan Datta
Company Secretary

Encl: as above

INDEPENDENT AUDITORS' REPORT**The Board of Directors of
Industrial and Prudential Investment Company Limited****Report on the audit of the Standalone Annual Financial Results****Opinion**

We have audited the accompanying standalone financial results of Industrial and Prudential Investment Company Limited ('the Company') for the year ended March 31, 2020 and the notes thereon (hereinafter referred to as the "Financial Results") attached herewith, being compiled by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations") as applicable to the companies listed on the Stock Exchange. The financial results has been initialed by us for the purpose of identification.

In our opinion and to the best of our information and according to the explanations given to us these standalone financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the net profit for the year ended March 31, 2020 and other comprehensive income and other financial information for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditors' Responsibilities for the Audit of the Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the annual financial results.

Management's Responsibilities for the Standalone Financial Results

These standalone financial results have been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit for the year ended March 31, 2020 and other comprehensive income and other financial information of the company in accordance with the recognition and measurement principles laid down in Indian Accounting Standard prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and



maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing an opinion whether the company has adequate internal financial controls with respect to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial results may be



influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

These financial results include the results for the quarter ended March 31, being the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to December 31 of the relevant financial year. These figures were subject to limited review by us as required under the Listing Regulations. Our opinion is not modified in respect of this matter.

The comparative financial information for the year ended March 31, 2019 included in the financial results, is based on the previously issued statutory financial statements prepared in accordance with the Accounting Standards specified under Section 133 of the Act read with the relevant rules issued thereunder and other accounting principles generally accepted in India, audited by us, whose report dated May 3, 2019 expressed an unmodified opinion on those financial statements, as adjusted for the differences in the accounting principles adopted on transition to Ind AS, which have been audited by us. Our opinion is not modified in respect of this matter.

Place: Kolkata
Date: June 26, 2020



For Lodha & Co,
Chartered Accountants
Firm's ICAI Registration No.:301051E

R. P. Singh

R. P. Singh
Partner
Membership No: 052438
UDIN: 20052438AAAABH3099

Industrial and Prudential Investment Company Limited
Registered Office: 8/1/B Diamond Harbour Road, Kolkata 700 027
CIN: L65990WB1913PLC218486
Telephone no 033 4013 3000 , E mail id contact@industrialprudential.com
Website: www.industrialprudential.com
Statement of Standalone Financial Results for the quarter and year ended 31st March, 2020

(Rupees in lakh)

Particulars	Quarter ended			Year ended	
	31st March, 2020	31st December, 2019	31st March, 2019	31st March, 2020	31st March, 2019
	(Audited)	(Un-Audited)	(Audited)	(Audited)	(Audited)
(I) Revenue from operations					
(i) Interest Income	0.05	0.06	0.05	0.22	0.22
(ii) Dividend Income	24.28	105.95	48.36	756.23	770.38
(iii) Net gain on fair value changes	-	127.01	0.44	-	206.44
Total Revenue from operations	24.33	233.02	48.85	756.45	977.04
(II) Other income	-	-	-	459.73	-
(III) Total Income (I+II)	24.33	233.02	48.85	1,216.18	977.04
Expenses					
(i) Net Loss on fair value changes	389.65	-	-	182.69	-
(ii) Employee Benefits Expense	1.89	1.54	1.92	6.55	6.28
(iii) Depreciation, amortization and impairment	-	-	-	-	0.08
(iv) Other expenses	24.32	11.22	26.66	66.43	57.05
(IV) Total Expenses	415.86	12.76	28.58	255.67	63.41
(V) Profit/(loss) before tax (III-IV)	(391.53)	220.26	20.27	960.51	913.63
(VI) Tax Expense:					
(1) Current Tax	21.00	8.00	22.00	135.00	46.00
(2) Deferred Tax	(64.58)	15.79	(28.36)	(42.28)	5.11
	(43.58)	23.79	(6.36)	92.72	51.11
(VII) Profit / (loss) for the period (V-VI)	(347.95)	196.47	26.63	867.79	862.52
(VIII) Other Comprehensive Income					
(i) Items that will not be reclassified to profit or loss					
- Equity Shares through FVTOCI	(2,525.83)	(739.84)	1,428.75	(2,273.79)	2,906.98
(ii) Income tax relating to above	(421.61)	(123.49)	238.49	(447.32)	466.89
Total Other Comprehensive Income (i - ii)	(2,104.22)	(616.35)	1,190.27	(1,826.47)	2,440.09
(IX) Total Comprehensive Income for the period (VII+VIII)	(2,452.17)	(419.88)	1,216.90	(958.68)	3,302.61
(X) Paid up equity share capital (Face value of share Rs 10 each)	174.56	174.56	174.56	174.56	174.56
(XI) Other Equity				17,623.42	19,108.14
(XII) Earnings per equity share					
Basic (Rs.)	(19.94)	11.26	1.53	49.72	49.42
Diluted (Rs.)	(19.94)	11.26	1.53	49.72	49.42

For Industrial & Prudential Investment Company Limited

Place: Kolkata
Date: June 26, 2020

[Signature]
Director



Annexure I

Statement of Assets and Liabilities as on 31st March, 2020

(Rupees in lakh)

Particulars	As at 31st March, 2020 (Audited)	As at 31st March, 2019 (Audited)
ASSETS		
(I) Financial Assets		
(a) Cash and Cash Equivalents	115.46	135.97
(b) Investments	20,259.95	22,052.31
(c) Other Financial Assets	0.07	219.35
	20,375.48	22,407.63
(II) Non Financial Assets		
(a) Current Tax Assets (Net)	54.58	32.30
(b) Property, Plant and Equipment	0.20	0.37
(c) Other Non Financial Assets	-	0.62
	54.78	33.29
Total	20,430.26	22,440.92
LIABILITIES AND EQUITY		
LIABILITIES		
(I) Financial Liabilities		
(a) Payables		
(I) Trade Payable		
(i) total outstanding due of micro enterprises and small enterprises	-	-
(ii) total outstanding due of creditors other than micro enterprises and small enterprises.	12.52	11.47
(b) Other Financial Liabilities	100.53	123.09
	113.05	134.56
(II) Non Financial Liabilities		
(a) Provisions	-	15.50
(b) Deferred tax liabilities (Net)	2,518.14	3,007.72
(c) Other Non Financial Liabilities	1.09	0.44
	2,519.23	3,023.66
(III) Equity		
(a) Equity Share Capital	174.56	174.56
(b) Other Equity	17,623.42	19,108.14
	17,797.98	19,282.70
Total	20,430.26	22,440.92



Statement of Cash Flow for the year ended 31st March, 2020

(Rupees in lakh)

Particulars	For the year ended			
	31st March, 2020		31st March, 2019	
	(Audited)		(Audited)	
A) Cash Flow from Operating activities:				
Net Profit before tax		960.51		913.63
Adjustments for:				
Depreciation		-		0.08
Net Fair Value (Gain)/Loss		182.23		(206.44)
Profit on Sale of Asset		(459.73)		
		(277.50)		(206.36)
Operating profit before working capital changes		683.01		707.27
Adjustments for changes in working capital				
(Increase)/Decrease in Trade & other receivables		220.41		(199.50)
Increase/(Decrease) in trade payables & other liabilities		(36.36)		34.59
		184.05		(164.91)
Less: Tax Paid		(157.15)		(46.00)
Net Cash generated from operations		709.90		496.36
B) Cash flow from Investing activities				
Sale of Fixed Assets		459.73		-
Purchase of Investments		(1,944.31)		(1,604.00)
Sale of Investments		1,280.19		1,650.44
Net cash generated from/used in investing activities		(204.39)		46.44
C) Cash flow from Financing activities				
Payment of Dividend		(436.33)		(436.33)
Payment of Corporate Dividend Tax		(89.69)		(89.69)
Net cash generated from/used in Financing activities		(526.02)		(526.02)
Net Increase/(decrease) in cash & cash equivalents(A+B+C)		(20.51)		16.78
Opening Cash & Cash Equivalents		135.97		119.19
Closing Cash & Cash Equivalents		115.46		135.97
Net Increase/(decrease) in cash & cash equivalents		(20.51)		16.78



Notes

- The above financial results alongwith notes including Statement of Assets and Liabilities and Statement of Cash Flow as given in Note no. 7 and 8 prepared in accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on June 26, 2020.
- The Company has adopted Indian Accounting Standards ("Ind AS") notified under section 133 of Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) Rules, 2015 as amended by Companies (Indian Accounting Standards) Rules, 2016 from 1st April, 2019 and the effective date of such transition is 1st April, 2018. Such transition has been carried out from the erstwhile Accounting Standards notified under the Act, read with relevant rules issued thereunder and guidelines issued by Reserve Bank of India (collectively referred to as "the Previous GAAP").
- The Statutory Auditors of the Company have carried out the audit for the year ended March 31, 2020. The Ind AS compliant financial results pertaining to the corresponding quarter and year ended March 31, 2019 have not been subjected to limited review or audit.
- Other Income represents the profit of Rs 459.73 lakh against the sale of Office Premises.
- The investment activity is considered as a single segment in accordance with Indian Accounting Standards ("Ind AS") "Operating Segments".
- The shareholders of the Company at its Annual General Meeting held on 3rd August, 2018 had approved the scheme of amalgamation of its wholly owned subsidiary, New Holding and Trading Company Limited with effect from 1st April, 2018. The Company has received necessary clearance from Reserve Bank of India and following this necessary steps are being taken to obtain approvals of the members of the company afresh and to take other necessary approvals as required in terms of Section 233 of the Companies Act, 2013. Pending these, the scheme has not been given effect to in this financial result.
- Statement of Assets and Liabilities is attached in Annexure I
- Statement of Cash Flow is attached in Annexure II
- The Government of India on September 20, 2019, vide the Taxation Laws (Amendment) Ordinance 2019, inserted a new 115BAA of the Income Tax Act, 195, which provides an option to the Company for paying taxes at concessional rates subject to the provisions/conditions provided in the said section. The Company has substantial amount of unutilised Minimum Alternate Tax (MAT) credit entitlement and thereby it has been decided to continue with the existing tax structure in this year. Necessary review in this respect will be carried out in the next year.
- Estimation uncertainty relating to COVID-19 global health pandemic: Consequent to outbreak of Covid 19 which has been declared a Pandemic by the World Health Organisation (WHO), Government of India and State Government have declared lockdown which have impacted business in general, earnings prospects causing erosion in valuation of companies. The resultant impact on the fair valuation of investment was significant and have been reflected in Profit or loss and in Other comprehensive income statement of the company. The stock exchanges were permitted to function interruptedly during the lockdown and as such investment and related operations of the company were not affected substantially. Based on current indicators of future economic conditions, the company expects to recover the carrying amount of financial and non-financial assets held by the company. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these standalone financial results. The Company will continue to monitor any material changes to the future economic conditions and the same will be considered on crystallisation.
- These financial results include the results for the quarter ended March 31, being the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto December 31 of the relevant financial year. These figures were subject to limited review by the auditors of the company.
- Net gains/(losses) on fair value changes includes Rupees Nil (Previous quarter Rs 170.35 lakh) and Rupees 73.31 lakh (Previous year Rupees 175.83 lakh) as 'Net gain or (loss) on 'sale of Investments' for the quarter ended and year ended March 31, 2020 respectively.
- Reconciliation between financial result, as previously reported (referred to as " the Previous GAAP") and Ind AS for the quarter and year ended March, 2019 as presented as under :-

Particulars	(In Rs Lakh)	
	Quarter ended	Year ended
	31-Mar-19	31-Mar-19
	(Audited)	(Audited)
Net Profit after tax as per Previous GAAP	166.42	946.98
Fair Valuation of Investments	(158.15)	(79.35)
Deferred Tax impact on above	(28.36)	5.11
Net Profit after tax as per Ind AS	26.63	862.52
Other Comprehensive Income, net of tax	1,190.27	2,440.09
Total Comprehensive Income as per Ind AS	1,216.90	3,302.61

- Reconciliation between equity, as previously reported (referred to as " the Previous GAAP") and Ind AS for the quarter and year ended March, 2019 as presented as under :-

Particulars	(In Rs Lakh)	
	Year ended	
	31-Mar-19	(Audited)
Total equity (shareholders' funds) under Previous GAAP		4,269.16
Fair Valuation of Investments		18,021.72
Deferred Tax impact on above		3,008.18
Total adjustment to equity		15,013.54
Total equity under Ind AS		19,282.70

- The Board of Directors have recommended dividend of Rs. 25 (i.e. 25%) per equity shares for the year ended March 31, 2020.
- Previous periods figures have been regrouped/rearranged wherever necessary to confirm to current period's classification.

For Industrial & Prudential Investment Company Limited

Director
Place : Kolkata
Dated : June 26, 2020



INDEPENDENT AUDITORS' REPORT**The Board of Directors of
Industrial and Prudential Investment Company Limited****Report on the audit of the Consolidated Annual Financial Results****Opinion**

We have audited the accompanying consolidated financial results of Industrial and Prudential Investment Company Limited ('the Company') and its subsidiary (the company and its subsidiary together referred to as 'the Group') its associate for the year ended March 31, 2020 and the notes thereon (hereinafter referred to as the "Consolidated Financial Results") attached herewith, being compiled by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations") as applicable to the companies listed on the Stock Exchange. The consolidated financial results has been initialed by us for the purpose of identification.

The Ind AS compliant figures for the corresponding quarter and year ended March 31, 2019 as reported in these consolidated financial results have been approved by the company's Board of Directors, but have not been subjected to audit.

In our opinion and to the best of our information and according to the explanations given to us, and on consideration of reports of other auditors, these consolidated financial results:

- i. includes the financial results of the following entities:
 - a. New Holding and Trading Company Limited (Wholly Owned Subsidiary)
 - b. KSB Limited (Formerly known as KSB Pumps Limited) (Associate)
- ii. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- iii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the net profit for the year ended March 31, 2020 and other comprehensive income and other financial information for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group and its associate in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the consolidated annual financial results.

Management's Responsibilities for the Consolidated Financial Results

These consolidated financial results have been prepared on the basis of the consolidated annual financial statements. The Company's Board of Directors are responsible for the preparation of these consolidated



financial results that give a true and fair view of the net profit for the year ended March 31, 2020 and other comprehensive income and other financial information of the Group and its associate in accordance with the recognition and measurement principles laid down in Indian Accounting Standard prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associate and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial results, the Board of Directors are responsible for assessing the Group and its associate ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing an opinion whether the company has adequate internal financial controls with respect to consolidated financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and its associate ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to



draw attention in our auditors' report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group and its associate to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results of the entities within the Group and its associates to express an opinion on the consolidated financial results. We are responsible for the direction, supervision and performance of the audit of financial results of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the consolidated financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated financial results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the consolidated financial results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

a. The consolidated financial results include the financial results of subsidiary (New Holding and Trading Company Limited), which have been audited by their auditor whose financial results reflect total assets of Rs. 1,807.54 lakh as at March 31, 2020, total revenue of Rs. (52.59) lakh and Rs. (25.66) lakh, total net profit after tax of Rs. (44.26) lakh and Rs. (17.93) lakh, total comprehensive income of Rs. (664.10) lakh and Rs. (671.75) lakh for the quarter and year ended March 31, 2020 respectively, and cash flows (net) of Rs. 23.33 lakh for the year ended on March 31, 2020 as considered in the consolidated financial results. The consolidated financial results also include audited financial results of an associate (KSB Limited) whose financial statements reflect the Company's share of net profit after tax of Rs. 693.06 Lakh and Rs. 2,140.83 Lakh, other comprehensive income of Rs. (112.68) Lakh and Rs. (114.80) Lakh, total comprehensive income of Rs. 580.38 Lakh and Rs. 2,026.03 Lakh for the quarter and for the year ended March 31, 2020 respectively, financial statements of which have been audited by their auditor. The independent auditors' reports on financial results of these entities have been furnished to us by the management of the company, and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us as stated in paragraph above.

b. These consolidated financial results include the results for the quarter ended March 31, being the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto December 31 of the relevant financial year. These figures were subject to limited review by us as required under the Listing Regulations.



Our opinion on the Consolidated Financial Results in respect of our reliance on work performed and reports submitted by independent auditors on the financial statement of subsidiary and associate and other matters stated in part a and b above is not modified.

The comparative financial information for the year ended March 31, 2019 included in the consolidated financial results, is based on the previously issued statutory financial statements prepared in accordance with the Accounting Standards specified under Section 133 of the Act read with the relevant rules issued thereunder and other accounting principles generally accepted in India, audited by us, whose report dated May 3, 2019 expressed an unmodified opinion on those consolidated financial statements, as adjusted for the differences in the accounting principles adopted on transition to Ind AS, which have been audited by us. Our opinion is not modified in respect of this matter.

Place: Kolkata
Date: June 26, 2020



For Lodha & Co,
Chartered Accountants
Firm's ICAI Registration No.:301051E

R. P. Singh

R. P. Singh
Partner
Membership No: 052438
UDIN: 20052438AAAAABI7757

Industrial and Prudential Investment Company Limited
Registered Office: 8/1/B Diamond Harbour Road, Kolkata 700 027
CIN: L65990WB1913PLC218486
Telephone no 033 4013 3000 , E mail id contact@industrialprudential.com
Website: www.industrialprudential.com
Statement of Consolidated Financial Results for the quarter and year ended 31st March 2020

Particulars	Quarter Ended			Year Ended	
	31st March, 2020	31st December, 2019	31st March, 2019	31st March, 2020	31st March, 2019
	(Audited)	(Un-Audited)	(Audited)	(Audited)	(Audited)
Revenue from operations					
(i) Interest Income	0.06	0.06	0.07	0.22	0.22
(ii) Dividend Income	24.28	109.03	49.90	336.01	352.88
(iii) Net gain on fair value changes	-	132.87	8.73	-	217.89
(i) Total Revenue from operations	24.34	241.96	58.70	336.23	570.99
(ii) Other income	-	-	-	459.73	-
(iii) Total income (i+ii)	24.34	241.96	58.70	795.96	570.99
(IV) Expenses					
(i) Net Loss on fair value changes	442.24	-	-	232.13	-
(ii) Employee Benefits Expense	1.89	1.54	1.92	6.55	6.28
(iii) Depreciation, amortization and impairment	-	-	-	-	0.08
(iv) Other expenses	25.01	11.20	27.10	67.12	57.64
Total Expenses (IV)	469.14	12.74	29.02	305.80	64.00
(V) Profit/(loss) before tax (III -IV)	(444.80)	229.22	29.58	490.16	506.99
(VI) Tax Expense:					
(1) Current Tax	21.00	8.00	22.00	135.00	46.00
(2) Deferred Tax	28.44	16.77	(26.98)	51.27	80.88
	49.44	24.77	(4.98)	186.27	126.88
(VII) Profit / (loss) for the period (V-VI)	(494.24)	204.45	34.56	303.89	380.11
(VIII) Share of Profit/loss of associates	693.06	-	-	2,140.83	1,511.76
(IX) Net Profit/(Loss) after taxes and share of profit/loss of associates (VII+VIII)	198.82	204.45	34.56	2,444.72	1,891.87
(X) Other Comprehensive Income					
(i) Items that will not be reclassified to profit or loss					
- Equity Shares through FVTOCI	(3,269.86)	(787.36)	1,368.24	(3,058.62)	2,704.11
(ii) Income tax relating to above	(545.80)	(131.42)	228.39	(578.32)	433.03
(iii) Share of Other comprehensive income in associate to the extent not to be reclassified to profit or loss	(112.68)	-	-	(114.80)	19.13
Total Other Comprehensive Income (i - ii)	(2,836.74)	(655.94)	1,139.85	(2,595.10)	2,290.21
(XI) Total Comprehensive Income for the period (VII+VIII)	(2,637.92)	(451.49)	1,174.51	(150.38)	4,182.08
(XII) Profit attributable to					
(i) Owners of Industrial and Prudential Investment Company Limited	198.82	204.45	34.56	2,444.72	1,891.87
(ii) Non controlling interests	-	-	-	-	-
(XIII) Other comprehensive income attributable to					
(i) Owners of Industrial and Prudential Investment Company Limited	(2,836.74)	(655.94)	1,139.85	(2,595.10)	2,290.21
(ii) Non controlling interests	-	-	-	-	-
(XIV) Total comprehensive income attributable to					
(i) Owners of Industrial and Prudential Investment Company Limited	(2,637.92)	(451.49)	1,174.51	(150.38)	4,182.08
(ii) Non controlling interests	-	-	-	-	-
(XV) Paid up equity share capital (Face value of share Rs 10 each)	174.56	174.56	174.56	174.56	174.56
(XVI) Other Equity				37,147.18	32,913.96
(XVII) Earnings per equity share					
Basic (Rs.)	11.39	11.71	1.99	140.07	108.39
Diluted (Rs.)	11.39	11.71	1.99	140.07	108.39



Annexure I

Consolidated Statement of Assets and Liabilities as on 31st March, 2020 (Rupees in lakh)

Particulars	As at 31st March, 2020 (Audited)	As at 31st March, 2019 (Audited)
ASSETS		
(I) Financial Assets		
(a) Cash and Cash Equivalents	219.00	216.35
(b) Investments	39,964.60	41,099.59
(c) Other Financial Assets	0.07	219.35
	40,183.67	41,535.29
(II) Non Financial Assets		
(a) Current Tax Assets (Net)	53.91	31.62
(b) Property, Plant and Equipment	0.20	0.37
(c) Other Non Financial Assets	-	0.62
	54.11	32.61
Total	40,237.78	41,567.90
LIABILITIES AND EQUITY		
LIABILITIES		
(I) Financial Liabilities		
(a) Payables		
(I) Trade Payable		
(i) total outstanding due of micro enterprises and small enterprises	-	-
(ii) total outstanding due of creditors other than micro enterprises and small enterprises.	12.90	11.79
(b) Other Financial Liabilities	100.53	123.09
	113.43	134.88
(II) Non Financial Liabilities		
(a) Provisions	-	15.50
(b) Deferred tax liabilities (Net)	7,801.52	8,328.56
(c) Other Non Financial Liabilities	1.09	0.44
	7,802.61	8,344.50
(III) Equity		
(a) Equity Share Capital	174.56	174.56
(b) Other Equity	32,147.18	32,913.96
	32,321.74	33,088.52
(IV) Non-controlling interest	-	-
Total	40,237.78	41,567.90



Consolidated Statement of Cash Flow for the year ended 31st March, 2020

(Rupees in lakh)

Particulars	For the year ended			
	31st March, 2020		31st March, 2019	
	(Audited)		(Audited)	
A) Cash Flow from Operating activities:				
Net Profit before tax		490.16		506.99
Adjustments for:				
Depreciation			0.08	
Net Fair Value (Gain)/Loss	231.67		(217.89)	
Profit on Sale of Asset	(459.73)			
Share of Profit received from associate	444.00		444.00	
		215.94		226.19
Operating profit before working capital changes		706.10		733.18
Adjustments for changes in working capital				
(Increase)/Decrease in Trade & other receivables	220.40		(199.51)	
Increase/(Decrease) in trade payables & other liabilities	(36.30)		34.55	
		184.10		(164.96)
Less: Tax Paid		(157.15)		(46.00)
Net Cash generated from operations		733.05		522.22
B) Cash flow from Investing activities				
Sale of Fixed Assets	459.73			
Purchase of Investments	(1,944.31)		(1,604.00)	
Sale of Investments	1,280.19		1,650.44	
Net cash generated from/used in investing activities		(204.39)		46.44
C) Cash flow from Financing activities				
Payment of Dividend	(436.33)		(436.33)	
Payment of Corporate Dividend Tax	(89.69)		(89.69)	
Net cash generated from/used in Financing activities		(526.02)		(526.02)
Net Increase/(decrease) in cash & cash equivalents(A+B+C)		2.66		42.65
Opening Cash & Cash Equivalents		216.35		173.70
Closing Cash & Cash Equivalents		219.01		216.35
Net Increase/(decrease) in cash & cash equivalents		2.66		42.65



Notes:

- 1 The above consolidated financial results alongwith notes including Statement of Assets and Liabilities and Statement of Cash Flow as given in Note no. 7 and 8 of Industrial and Prudential Investment Company Limited ("the Company"), its subsidiary, and its associate for the year ended March 31, 2020, prepared in accordance with Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 have been reviewed by the Audit Committee and approved by the Board of Director at their respective meetings held on June 26, 2020.
- 2 The Company has adopted Indian Accounting Standards ("Ind AS") notified under section 133 of Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) Rules, 2015 as amended by Companies (Indian Accounting Standards) Rules, 2016 from 1st April, 2019 and the effective date of such transition is 1st April, 2018. Such transition has been carried out from the erstwhile Accounting Standards notified under the Act, read with relevant rules issued thereunder and guidelines issued by Reserve Bank of India (collectively referred to as "the Previous GAAP").
- 3 The Statutory Auditors of the Company have carried out the audit for the year ended March 31, 2020. The Ind AS compliant consolidated financial results pertaining to the corresponding quarter and year ended March 31, 2019 have not been subjected to limited review or audit.
- 4 Other income represents the profit of Rs 459.73 lakh against the sale of Office Premises.
- 5 The Investment activity is considered as a single segment in accordance with Indian Accounting Standards ("Ind AS") "Operating Segments".
- 6 The shareholders of the Company at its Annual General Meeting held on 3rd August, 2018 had approved the scheme of amalgamation of its wholly owned subsidiary, New Holding and Trading Company Limited with effect from 1st April, 2018. The Company has received necessary clearance from Reserve Bank of India and following this, approval of the members of the company has been taken and steps are being taken to take other necessary approvals as required in terms of Section 233 of the Companies Act, 2013. Pending these, the scheme has not been given effect to in this financial result.
- 7 Consolidated Statement of Assets and Liabilities is attached in Annexure I
- 8 Consolidated Statement of Cash Flow is attached in Annexure II
- 9 The Government of India on September 20, 2019, vide the Taxation Laws (Amendment) Ordinance 2019, inserted a new 115BAA of the Income Tax Act, 196, which provides an option to the Company for paying taxes at concessional rates subject to the provisions/conditions provided in the said section. The Company has substantial amount of unutilised Minimum Alternate Tax (MAT) credit entitlement and thereby it has been decided to continue with the existing tax structure in this year. Necessary review in this respect will be carried out in the next year.
- 10 Estimation uncertainty relating to COVID-19 global health pandemic:
Consequent to outbreak of Covid 19 which has been declared a Pandemic by the World Health Organisation (WHO), Government of India and State Government have declared lockdown which have impacted business in general, earnings prospects causing erosion in valuation of companies. The resultant impact on the fair valuation of investment was significant and have been reflected in Profit or loss and in Other comprehensive income statement of the company. The stock exchanges were permitted to function interruptedly during the lockdown and as such investment and related operations of the company were not affected substantially. Based on current indicators of future economic conditions, the company expects to recover the carrying amount of financial and non-financial assets held by the company. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these consolidated financial results. The Company will continue to monitor any material changes to the future economic conditions and the same will be considered on crystallisation.
- 11 These consolidated financial results include the results for the quarter ended March 31, being the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto December 31 of the relevant financial year. These figures were subject to limited review by the auditors of the company.
- 12 Net gain/(losses) on fair value changes includes Rupees Nil (Previous quarter Rs 170.35 lakh) and Rupees 73.31 lakh (Previous year Rupees 175.83 lakh) as 'Net gain or (loss) on 'sale of investments' for the quarter ended and year ended March 31, 2020 respectively.
- 13 Reconciliation between financial result, as previously reported (referred to as "the Previous GAAP") and Ind AS for the quarter and year ended March, 2019 as presented as under :-

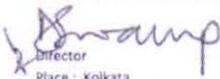
Particulars	Quarter ended	Year ended
	31-Mar-19	31-Mar-19
	(Audited)	(Audited)
Net Profit after tax as per Previous GAAP	167.55	2,059.00
Fair Valuation of investments	(159.87)	(67.91)
Deferred Tax impact on above	(26.98)	80.88
Share of Associate through OCI	-	19.13
Net Profit after tax as per Ind AS	34.66	1,891.88
Other Comprehensive Income, net of tax	1,139.85	2,290.20
Total Comprehensive Income as per Ind AS	1,174.51	4,182.08

- 14 Reconciliation between equity, as previously reported (referred to as "the Previous GAAP") and Ind AS for the quarter and year ended March, 2019 as presented as under :-

Particulars	[In Rs Lakh]	
	Year ended	
	31-Mar-19	
	(Audited)	
Total equity (shareholders' funds) under Previous GAAP	21,269.29	
Fair Valuation of investments	20,148.93	
Deferred Tax impact on above	8,329.70	
Total adjustment to equity	11,819.23	
Total equity under Ind AS	33,088.52	

- 15 The Board of Directors have recommended dividend of Rs. 25 (i.e. 25%) per equity shares for the year ended March 31, 2020.
- 16 Previous periods figures have been regrouped/rearranged wherever necessary to confirm to current period's classification.

For Industrial & Prudential Investment Company Limited


Director
Place : Kolkata
Dated : June 26, 2020



Date 03.05.2019

BSE Limited,
Rotunda Building,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort
MUMBAI - 400 023

Re: COMPANY CODE: 501298

Sub: Annual Audited Standalone/Consolidated Financial Results as at 31st March, 2019 - unmodified opinion

Dear Sirs,

In accordance with circular no. CIR/CFD/CMD/ 56/2016 dated 27th May, 2016 read with Notification dated 25th May, 2016 issued under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), 2015, we hereby declare that the Auditors have given unmodified opinion on the following Financial Statements:

- 1) Annual Audited Standalone Financial Statement as at 31st March, 2019
- 2) Annual Audited Consolidated Financial Statement as at 31st March, 2019

Accordingly, there are no qualification in the above referred Annual Financial Statements.

The above referred Financial Statements have been reviewed by the Audit Committee Meeting held today earlier during the day and approved by the Board of Directors at its meeting held today.

In view of the above circular Form A is not being filed.

Yours faithfully,
INDUSTRIAL & PRUDENTIAL INVESTMENT CO LTD.,

Ayan Datta .

Ayan Datta
Company Secretary