



November 13, 2019

Corporate Relationship Department
BSE Limited,
Rotunda Building,
P.J. Towers, Dalal Street,
Fort, Mumbai – 400 001.

Dear Sirs,

Sub: Un-Audited Financial Results (Standalone and Consolidated) of the Company for the quarter and half year ended September 30, 2019

Ref: Faze Three Limited (STOCK CODE: 530079)

Pursuant to the provisions contained in Regulation 33 and other applicable regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors of the Company (the "Board") at its meeting held today has, *inter alia*, approved the Un-Audited Financial Results (Standalone and Consolidated) of the Company for the quarter and half year ended September 30, 2019.

We enclose herewith a copy of the said Un-Audited Financial Results together with Limited Review Report of even date issued by MSKA & Associates, Statutory Auditors of the Company.

The meeting of the Board of Directors commenced at 11.00 a.m. and concluded at 12.00 noon.

You are requested to kindly take the same on record and bring it to the notice of your constituents.

Yours faithfully

For FAZE THREE LIMITED


ANKIT PAREKH
Company Secretary
M No. 31990



FAZE THREE LIMITED

(CIN: L99999DN1985PLC000197)

Regd. Office: Survey 380/1, KhanvelSilvassa Road, Dapada, Silvassa – 396 230, UT of D&NH

Corporate Office: 63/64, 6th Floor, Wing C, Mittal Court, Nariman Point, Mumbai - 400021.

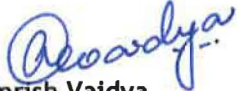
Tel. : 91 (22) 43514444, 66604600 * Fax : 91 (22) 24936811 * E-mail : info@fazethree.com * Website : www.fazethree.com

Independent Auditor's Review Report on Unaudited Quarterly and Year to Date 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 of
Faze Three Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Faze Three Limited ('the Company') for the quarter ended September 30, 2019 and the year to date results for the period April 01, 2019 to September 30, 2019 ('the Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation'). Attention is drawn to the fact that the statement of cash flows for the corresponding period April 01, 2018 to September 30, 2018, as reported in the Statement have been approved by the Company's Board of Directors, but have not been subjected to review.
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized 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 Engagement (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 financial results are free of material misstatements. A review 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 of unaudited standalone financial results prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulation including the manner in which it is to be disclosed, or that it contains any material misstatement.

For MSKA & Associates
Chartered Accountants
ICAI Firm Registration No.105047W


Amrith Vaidya
Partner
Membership No.: 101739
UDIN: 19101739AAAAFC2534



Place: Mumbai
Date: November 13, 2019

FAZE THREE LIMITED



CIN : L99999DN1985PLC000197 | www.fazethree.com | Info@fazethree.com | 022 435 14444 |

Regd off: Survey no 380/1, Khanvel Silvassa road, Village Dapada, Silvassa - 396 230

Statement of Unaudited Financial Results for the quarter and half year ended September 30, 2019

(Rs. in Crores)

Particulars	Standalone					
	Quarter Ended			Half Year Ended		Year Ended
	September 30, 2019	June 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	March 31, 2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I Revenue from operations	69.93	74.47	73.01	144.40	133.55	265.71
II Other income	3.74	1.17	0.44	4.91	0.84	1.77
III Total Income (I + II)	73.67	75.64	73.45	149.31	134.39	267.48
IV Expenses						
(a) Cost of materials consumed and other inputs	34.49	31.91	31.50	66.40	60.19	116.60
(b) Changes in inventories of finished goods and work-in-progress	(0.97)	4.81	(1.40)	3.84	(3.90)	0.18
(c) Employee benefits expense	13.26	12.77	10.74	26.03	20.62	42.62
(d) Finance costs	2.19	1.81	1.79	4.00	3.52	6.73
(e) Depreciation and amortisation expense	1.84	1.93	1.23	3.77	2.39	5.21
(f) Other expenses	17.10	16.80	23.97	33.90	42.47	77.08
Total expenses (IV)	67.91	70.03	67.83	137.94	125.29	248.42
V Profit before exceptional items	5.76	5.61	5.62	11.37	9.10	19.06
VI Exceptional items	-	-	-	-	-	-
VII Profit before tax (V-VI)	5.76	5.61	5.62	11.37	9.10	19.06
VIII Tax expense						
(a) Current tax	1.16	1.33	-	2.49	-	4.10
(b) Deferred tax (net) (refer note 6)	(0.21)	(0.42)	1.00	(0.63)	1.53	(1.33)
Total tax expense (VIII)	0.95	0.91	1.00	1.86	1.53	2.77
IX Profit for the period / year (VII-VIII)	4.81	4.70	4.62	9.51	7.57	16.29
X Other comprehensive income						
Items that will not be reclassified to profit or loss						
(a) Remeasurement of the net defined benefit obligations	(0.07)	(0.07)	(0.07)	(0.14)	(0.13)	(0.25)
(b) Tax relating to items that will not be reclassified to profit or loss	0.03	0.02	0.02	0.05	0.04	0.08
Other comprehensive income for the period / year (X)	(0.04)	(0.05)	(0.05)	(0.09)	(0.09)	(0.17)
XI Total comprehensive income (IX+X)	4.77	4.65	4.57	9.42	7.48	16.12
Paid-up Equity Share capital (Face Value ₹ 10 per Share)	24.32	24.32	24.32	24.32	24.32	24.32
Other Equity (excluding revaluation reserve)						106.84
Earnings per share (₹) (not annualised for the quarters) :						
Basic	1.98	1.93	1.89	3.91	3.11	6.70
Diluted (refer note 5)	1.98	1.93	1.89	3.91	3.11	6.70

Notes as annexed to this Financial Results



Mumbai
November 13, 2019

By Order of the Board
For Faze Three Limited

Ajay Anand
Chairman & Managing Director
DIN: 00373248



FAZE THREE LIMITED



Statement of Assets & Liabilities as at September 30, 2019

(Rs. in Crores)

Particulars	Standalone	
	As at September 30, 2019 (Unaudited)	As at March 31, 2019 (Audited)
A ASSETS		
1 Non-current assets		
(a) Property, plant and equipment	123.51	120.57
(b) Capital work-in-progress	0.59	0.39
(c) Right of use assets (refer note 7)	12.88	-
(d) Financial assets		
(i) Investments	2.64	2.64
(ii) Other financial assets	2.08	2.01
(e) Other non-current assets	4.50	1.67
(f) Deferred tax assets (net) (refer note 6)	5.51	5.35
Total Non-current assets	151.71	132.63
2 Current assets		
(a) Inventories	66.48	65.68
(b) Financial assets		
(i) Trade receivables	58.20	44.96
(ii) Cash and cash equivalents	2.39	10.92
(iii) Bank balances other than cash and cash equivalents	11.01	6.00
(iv) Other financial assets	2.33	0.04
(c) Current tax assets (net)	1.40	0.04
(d) Other current assets	15.88	10.87
Total current assets	157.69	138.51
TOTAL - ASSETS	309.40	271.14
B EQUITY AND LIABILITIES		
1 Equity		
(a) Equity share capital	24.32	24.32
(b) Other equity	171.47	162.12
Total equity	195.79	186.44
2 Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	2.36	2.67
(ii) Lease liabilities (refer note 7)	11.13	-
(b) Provisions	1.31	1.24
Total non-current liabilities	14.82	3.91
3 Current liabilities		
(a) Financial liabilities		
(i) Borrowings	77.24	64.27
(ii) Trade payables	9.87	8.30
(iii) Other financial liabilities	8.09	6.26
(iv) Lease liabilities (refer note 7)	1.19	-
(b) Provisions	1.82	1.66
(c) Current tax liabilities (net)	0.20	-
(d) Other current liabilities	0.38	0.30
Total current liabilities	98.79	80.79
TOTAL - EQUITY AND LIABILITIES	309.40	271.14



Mumbai
November 13, 2019

By Order of the Board
For Faze Three Limited

Ajay Anand
Chairman & Managing Director
DIN: 00373248



Standalone Statement of Cash Flows for the half year ended September 30, 2019

(Rs. in Crores)

Particulars	Half Year Ended September 30, 2019	Half Year Ended September 30, 2018
Cash flow from operating activities		
Profit before tax	11.37	9.10
Adjustments for:		
Depreciation and amortization expenses	3.77	2.39
Finance cost	3.59	2.79
Interest income	(0.35)	(0.27)
Unrealised (Gain)/ loss on foreign exchange fluctuations (net)	(2.57)	5.00
Operating profit before working capital changes	15.81	19.01
Changes in working capital		
Increase in trade payables	1.57	2.70
Increase in inventories	(0.80)	(1.00)
Increase in trade receivables	(12.67)	(13.85)
Increase in other current liabilities	0.08	1.96
Increase in other financial liabilities	1.83	0.31
Increase in Employee benefit obligations	0.24	0.17
(Increase)/ decrease in other financial assets	(0.33)	0.96
Decrease in other non-current assets	0.12	-
(Increase)/ decrease in other current assets	(5.65)	7.19
Cash generated from operations	0.20	17.45
Income tax paid (net of refund)	(3.27)	(1.73)
Net cash (used in)/ generated from operating activities (A)	(3.07)	15.72
Cash flow from Investing activities		
Payment for purchase of property, plant and equipment	(6.24)	(5.56)
Payment for capital work-in-process	(0.18)	-
Net proceeds from sale of mutual fund	-	0.19
Payment towards capital advance	(2.94)	-
Proceeds from sale/ disposal of fixed assets	0.37	0.42
Interest received	0.05	0.26
Investment in fixed deposits	(5.01)	(11.02)
Net cash used in investing activities (B)	(13.95)	(15.71)
Cash flow from Financing activities		
Payment of interim dividend	-	(1.47)
Proceeds from long-term borrowings	-	0.88
Repayment of term loan	(0.32)	-
Proceeds from short-term borrowings	12.97	2.97
Repayment of lease liability	(0.99)	-
Interest paid	(3.17)	(2.79)
Net cash generated from/ (used in) financing activities (C)	8.49	(0.41)
Net decrease in cash and cash equivalents (A+B+C)	(8.53)	(0.40)
Cash and cash equivalents at the beginning of the year	10.92	2.22
Cash and cash equivalents at the end of the period	2.39	1.82
Cash and cash equivalents comprise		
Balances with banks		
In current accounts	2.16	1.78
Bank balance on EEFC account	0.20	-
Cash on hand	0.03	0.04
Total cash and cash equivalents at end of the period	2.39	1.82



Mumbai
November 13, 2019

By Order of the Board
For Faze Three Limited


Ajay Anand
Chairman & Managing Director
DIN: 00373248



Independent Auditor's Review Report on Consolidated Unaudited Quarterly and Year to Date Financial Results of the Group, pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
The Board of Directors
Faze Three Limited

1. We have reviewed the accompanying statement of consolidated unaudited financial results of Faze Three Limited ('the Holding Company') and a subsidiary, (the Holding Company and a subsidiary together referred to as the 'Group') for the quarter ended September 30, 2019 and the year to-date results for the period from April 01, 2019 to September 30, 2019 ('the Statement'), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation'). Attention is drawn to the fact that the figures for the corresponding quarter ended September 30, 2018 and the corresponding year-to-date from April 01, 2018 to September 30, 2018 have been approved by the Holding Company's Board of Directors but have not been subjected to review. Attention is further drawn to the fact that the consolidated figures for the statement of cash flows for the periods from April 01, 2018 to September 30, 2018, as reported in these financial results have been approved by the Holding Company's Board of Directors, but have not been subjected to review.
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 read with relevant rules issued thereunder and other recognized 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 Engagement (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 results are free of material misstatement. A review 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 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 results of the following entity:

Sr. No	Name of the Company	Relationship with the Holding Company
1.	Faze Three US LLC	Wholly owned subsidiary

5. Based on our review conducted and procedures performed as stated in paragraph 3 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 Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulation including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. We did not review the financial information of a subsidiary included in the Statement, whose financial information reflect total assets of Rs. 0.75 crores as at September 30, 2019 and total revenues of Rs. 0.51 crores and Rs. 0.80 crores, total net loss after tax of Rs. 0.39 crores and Rs. 0.87 crores and total comprehensive income of Rs. (0.37) crores and Rs. (0.87) crores for the quarter ended September 30, 2019 and for the period from April 01, 2019 to September 30, 2019 respectively, and net cash outflow of Rs. 0.12 crores for the period from April 1, 2019 to September 30, 2019 as considered in the consolidated unaudited financial results. This financial information is unaudited and have been furnished to us by the Management and our conclusion on the consolidated unaudited financial results, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on such unaudited financial information approved by the Management. According to the information and explanations given to us by the Management, this financial information is not material to the Group.

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

For MSKA & Associates

Chartered Accountants

ICAI Firm Registration No.105047W



Amrisha Vaidya
Partner

Membership No. 101739

UDIN: 1910173944450227



Place: Mumbai

Date: November 13, 2019

FAZE THREE LIMITED



CIN : L99999DN1985PLC000197 | www.fazethree.com | info@fazethree.com | 022 435 14444 |

Regd off: Survey no 380/1, Khanvel Silvassa road, Village Dapada, Silvassa - 396 230

Statement of Unaudited Financial Results for the quarter and half year ended September 30, 2019

(Rs. in Crores)

Particulars	Consolidated					
	Quarter Ended			Half Year Ended		Year Ended
	September 30, 2019	June 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	March 31, 2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I Revenue from operations	70.35	74.50	73.87	144.85	135.06	268.55
II Other income	3.74	1.17	0.45	4.91	0.84	1.77
III Total Income (I + II)	74.09	75.67	74.32	149.76	135.90	270.32
IV Expenses						
(a) Cost of materials consumed and other inputs	35.11	31.91	32.85	67.02	61.54	118.04
(b) Changes in inventories of finished goods and work-in-progress	(1.02)	(1.03)	(1.00)	(2.84)	(3.00)	(1.59)
(c) Employee benefits expense	13.26	12.77	10.74	26.03	20.62	42.62
(d) Finance costs	2.19	1.81	1.80	4.00	3.54	6.75
(e) Depreciation and amortisation expense	1.84	1.93	1.23	3.77	2.39	5.21
(f) Other expenses	17.33	17.26	24.28	34.58	43.19	78.29
Total expenses (IV)	68.70	70.55	68.91	139.24	127.38	252.50
V Profit before exceptional items and tax (III-IV)	5.39	5.12	5.41	10.52	8.52	17.82
VI Exceptional Items	-	-	-	-	-	-
VII Profit before tax (V-VI)	5.39	5.12	5.41	10.52	8.52	17.82
VIII Tax expense						
(a) Current tax	1.16	1.33	-	2.49	-	4.10
(b) Deferred tax (net) (refer note 6)	(0.21)	(0.42)	1.00	(0.63)	1.53	(1.33)
Total tax expense (VIII)	0.95	0.91	1.00	1.86	1.53	2.77
IX Profit for the period / year (VII-VIII)	4.44	4.21	4.41	8.66	6.99	15.05
X Other comprehensive income						
Items that will not be reclassified to profit or loss						
(a) Remeasurement of the net defined benefit obligations	(0.07)	(0.02)	(0.03)	(0.14)	(0.13)	(0.25)
(b) Tax relating to items that will not be reclassified to profit or loss	0.03	0.02	0.02	0.05	0.04	0.08
Other comprehensive income for the period / year (X)	(0.04)	(0.00)	(0.01)	(0.09)	(0.09)	(0.17)
XI Total comprehensive income (IX+X)	4.40	4.16	4.36	8.57	6.90	14.88
Paid-up Equity Share capital (Face Value ₹ 10 per Share)	24.32	24.32	24.32	24.32	24.32	24.32
Other Equity (excluding revaluation reserve)						105.60
Earnings per share (₹) (not annualised for the quarters) :						
Basic	1.83	1.73	1.81	3.56	2.87	6.19
Diluted (refer note 4)	1.83	1.73	1.81	3.56	2.87	6.19

Notes as annexed to this Financial Results



Mumbai
November 13, 2019

By Order of the Board
For Faze Three Limited

Ajay Anand
Chairman & Managing Director
DIN: 00373248



FAZE THREE LIMITED



Statement of Assets & Liabilities as at September 30, 2019

(Rs. in Crores)

Particulars	Consolidated	
	As at September 30, 2019 (Unaudited)	As at March 31, 2019 (Audited)
A ASSETS		
1 Non-current assets		
(a) Property, plant and equipment	123.51	120.57
(b) Capital work-in-progress	0.59	0.39
(c) Right of use assets (refer note 7)	12.88	-
(d) Financial assets		
(i) Investments	0.21	0.21
(ii) Other financial assets	2.08	1.97
(e) Other non-current assets	4.50	0.70
(f) Deferred tax assets (net) (refer note 6)	5.51	5.35
Total Non-current assets	149.28	129.19
2 Current assets		
(a) Inventories	66.90	66.64
(b) Financial assets		
(i) Trade receivables	58.03	44.91
(ii) Cash and cash equivalents	2.54	11.19
(iii) Bank balances other than cash and cash equivalents	11.01	6.00
(iv) Other financial assets	2.33	0.07
(c) Current tax assets (net)	1.40	0.04
(d) Other current assets	15.88	11.84
Total current assets	158.09	140.69
TOTAL - ASSETS	307.37	269.88
B EQUITY AND LIABILITIES		
1 Equity		
(a) Equity share capital	24.32	24.32
(b) Other equity	169.43	160.86
Total equity	193.75	185.18
2 Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	2.36	2.67
(ii) Lease liabilities (refer note 7)	11.15	-
(b) Provisions	1.31	1.24
Total non-current liabilities	14.82	3.91
3 Current liabilities		
(a) Financial liabilities		
(i) Borrowings	77.24	64.27
(ii) Trade payables	9.88	8.30
(iii) Other financial liabilities	8.09	6.26
(iv) Lease liabilities (refer note 7)	1.19	-
(b) Provisions	1.82	1.66
(c) Current tax liabilities (net)	0.20	-
(d) Other current liabilities	0.38	0.30
Total current liabilities	98.80	80.79
TOTAL - EQUITY AND LIABILITIES	307.37	269.88



Mumbai
November 13, 2019

By Order of the Board
For Faze Three Limited

Ajay Anand
Chairman & Managing Director
DIN: 00373248



FAZE THREE LIMITED



Consolidated Statement of Cash Flows for the half year ended September 30, 2019

(Rs. in Crores)

Particulars	Half Year Ended September 30, 2019	Half Year Ended September 30, 2018
Cash flow from operating activities		
Profit before tax	10.52	8.52
Adjustments for:		
Depreciation and amortization expenses	3.77	2.39
Finance cost	3.59	2.79
Interest income	(0.35)	(0.27)
Unrealised (Gain)/ loss on foreign exchange fluctuations (net)	(2.57)	5.00
Operating profit before working capital changes	14.96	18.43
Changes in working capital		
Increase in trade payables	1.57	3.19
(Increase)/ decrease in inventories	(0.24)	0.68
Increase in trade receivables	(12.50)	(13.30)
Increase in other current liabilities	0.08	1.96
Increase in other financial liabilities	1.83	0.31
Increase in Employee benefit obligations	0.24	0.17
(Increase)/ decrease in other financial assets	(0.33)	0.96
Decrease in other non-current assets	0.12	-
(Increase)/ decrease in other current assets	(5.65)	7.19
Cash generated from operations	0.08	19.59
Income tax paid (net of refund)	(3.27)	(1.73)
Net cash (used in)/generated from operating activities (A)	(3.19)	17.86
Cash flow from Investing activities		
Payment for purchase of property, plant and equipment	(6.24)	(5.56)
Payment for capital work-in-process	(0.18)	-
Net proceeds from sale of mutual fund	-	0.15
Payment towards capital advance	(2.94)	-
Proceeds from sale/ disposal of fixed assets	0.37	0.42
Interest received	0.05	0.26
Investment in fixed deposits	(5.01)	(11.02)
Net cash used in investing activities (B)	(13.95)	(15.71)
Cash flow from Financing activities		
Payment of interim dividend	-	(1.47)
Proceeds from long-term borrowings	-	0.88
Repayment of term loan	(0.32)	-
Proceeds from short-term borrowings	12.97	2.97
Repayment of lease liability	(0.99)	-
Interest paid	(3.17)	(2.79)
Net cash generated from/ (used in) financing activities (C)	8.49	(0.41)
Net (decrease)/ increase in cash and cash equivalents (A+B+C)	(8.65)	1.74
Cash and cash equivalents at the beginning of the year	11.19	2.29
Cash and cash equivalents at the end of the period	2.54	4.03
Cash and cash equivalents comprise		
Balances with banks		
In current accounts	2.31	3.99
Bank balance on EEFC account	0.20	-
Cash on hand	0.03	0.04
Total cash and cash equivalents at end of the period	2.54	4.03



Mumbai
November 13, 2019

By Order of the Board
For Faze Three Limited

Ajay Anand
Chairman & Managing Director
DIN: 00373248



Notes to Unaudited Standalone and Consolidated Financial Results for quarter and half year ended September 30, 2019

1. The Statement of Unaudited Standalone and Consolidated Financial Results were reviewed and recommended by the Audit Committee and thereafter approved by the Board of Directors at their respective meetings held on November 13, 2019. The statutory auditors have expressed an unmodified opinion on these results.
2. These financial results have been prepared in accordance with the recognition and measurement principles under Ind AS as prescribed under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.
3. The Company operates in only one reportable segment viz. manufacturing of iron ore concentrates.
4. There is no dilution to the basic EPS as there are no outstanding potentially dilutive shares.
5. During the previous year, the Company had adopted to publish consolidated financial results on an annual basis. Accordingly, the Consolidated Financial Results for the Quarter and Half Year ended September 30, 2018 are approved by the Board of Directors of the Company but have not been subjected to review by statutory auditors.
6. Deferred tax assets includes net of Deferred tax assets and liabilities and MAT credit available as per the requirements of "Ind AS 12 - Income Taxes". Deferred tax assets (net) as on September 30, 2019 includes MAT credit of ₹ 7.97 crores.
7. The Company has adopted Ind AS 116 with modified retrospective approach, with effect from April 1, 2019 and applied the same to all lease contracts existing in force as on April 1, 2019. Accordingly, the comparatives for the quarter and half year ended September 30, 2018 have not been restated. There is no impact of Ind AS 116 adoption to the retained earnings as at April 1, 2019. The Company has recognised ₹ 9.86 crores as right of use assets and the corresponding lease liability as on the date of transition i.e. April 1, 2019. Further an amount of ₹ 0.63 crores has been reclassified from non-current assets to right of use assets for lease rentals. The Company has identified certain additional arrangements as leases during the quarter ended September 30, 2019. There is no material impact on profit after tax and earnings per share for the quarter and six months ended September 30, 2019, on adoption of Ind AS 116.
8. Consolidated Financial Results includes, results of the Company's wholly owned foreign subsidiary (Faze Three US LLC). For the purpose of consolidation, the unaudited financial information have been converted and approved by the management as per Ind AS and stated in Indian currency (INR).
9. The figures for the previous period/year have been regrouped / reclassified wherever necessary, to make them comparable.

Mumbai
November 13, 2019



By Order of the Board
For Faze Three Limited



Ajay Anand
Chairman & Managing Director
DIN: 00373248

