



HINDUSTHAN NATIONAL GLASS & INDUSTRIES LTD.

Registered Office : 2, Red Cross Place, Post Box : 2722, Kolkata - 700 001, India

Tel. : 2254 3100, Fax : (91) (33) 2254 3130

E-mail : hngkol@hngil.com, Website : www.hngil.com

CIN - L26109WB1946PLC013294



SEC/SE/427

May 28, 2024

1. The Dy. Manager (Listing)
BSE LIMITED
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai 400 001
(Scrip Code: 515145)
2. The Manager, Listing Department
National Stock Exchange of India Ltd.,
Exchange Plaza, Bandra Kurla Complex,
Bandra (E), Mumbai 400 051
(Scrip Code: HINDNATGLS)
3. The Secretary
The Calcutta Stock Exchange Ltd.,
7, Lyons Range, Kolkata-700 001
(Scrip Code: 10018003)

Dear Sir(s)/Madam,

Sub: **Outcome of Meeting of the RP & Directors held on 28th May, 2024 and disclosures under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

This is to inform you that the Directors of the Company at their meeting held with the Resolution Professional on 28th May, 2024, *inter-alia*, have considered and approved the following matters:

- o The Audited Financial Results of the Company for the quarter and year ended 31st March, 2024.
- o The Appointment of Shri Babulal Patni, Practicing Company Secretary, as Secretarial Auditor of the Company for the FY 2024-25.

Pursuant to Regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the following:

The Audited Financial Results of the Company for the quarter and year ended 31st March, 2024 as per Regulation 33(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 along with the Auditors' Report and Statement on impact of Audit Qualification, duly approved by the Directors and taken on record by the Resolution Professional on the recommendation of Audit Committee are enclosed for your ready reference.

The required details for the appointment of Secretarial Auditors pursuant to Para A of Part A of Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is annexed as Annexure- A.



Further, the extracts of Audited Financial Results of the Company shall be published in the newspapers as per Regulation 47(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and would also be available on the website of the Company at www.hngil.com.

The meeting commenced at 2:30 P.M. and concluded at 6.05 P.M.

Thanking you,

Yours faithfully,

For **Hindusthan National Glass & Industries Limited**


(Jit Roy Choudhury)
Company Secretary & Compliance Officer



Encl: as above.

Annexure "A"

The details as required under Regulation 30 of the SEBI Listing Regulations read with SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023, are given below:

| Sl No. | Particulars | Details |
|---------------|--|---|
| 1 | Reason for Change | Appointment of Shri Babu Lal Patni (Practicing Company Secretary) as Secretarial Auditor for the Financial Year 2024-25. |
| 2 | Date of Appointment | 28th May, 2024. |
| 3 | Brief profile (in case of appointment) | Shri Babu Lal Patni has been in practice since 1988. Shri Patni has more than 30 years of experience in the field of Company Law, SEBI, and allied matters. |



HINDUSTHAN NATIONAL GLASS & INDUSTRIES LIMITED
REGISTERED OFFICE: 2 RED CROSS PLACE, KOLKATA - 700001
CIN: L26109WB1946PLC013294

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER & YEAR ENDED MARCH 31, 2024

(₹ In Lakhs)

| Particulars | Quarter Ended | | | Year Ended | |
|---|-------------------|------------------|------------------|--------------------|--------------------|
| | 31-03-2024 | 31-12-2023 | 31-03-2023 | 31-03-2024 | 31-03-2023 |
| | Audited | Unaudited | Audited | Audited | Audited |
| Income | | | | | |
| I. Revenue from Operations | 62,184.31 | 61,743.26 | 66,147.17 | 2,55,235.20 | 2,45,735.39 |
| II. Other Income | 2,611.59 | 833.13 | 290.84 | 6,623.70 | 1,398.49 |
| III. Total Income (I+II) | 64,795.90 | 62,576.39 | 66,438.01 | 2,61,858.90 | 2,47,133.88 |
| Expenses | | | | | |
| Cost of materials consumed | 14,913.51 | 19,103.04 | 22,658.41 | 77,927.81 | 97,490.77 |
| Changes in Inventories of Finished Goods and Work-In-Progress | 7,178.19 | (4,616.93) | (588.69) | (5,097.27) | 2,155.69 |
| Employee Benefits Expense | 5,226.39 | 6,212.75 | 6,674.41 | 23,659.27 | 21,977.83 |
| Power and Fuel Expense | 21,185.50 | 26,647.53 | 24,014.14 | 98,068.49 | 1,04,075.15 |
| Finance Costs | 96.82 | 61.62 | 1,493.82 | 434.74 | 2,733.63 |
| Depreciation and Amortization Expenses | 1,952.35 | 2,263.29 | 2,326.61 | 8,808.68 | 10,630.97 |
| Other Expenses | 7,526.84 | 8,436.96 | 7,943.65 | 31,650.36 | 31,359.52 |
| IV. Total Expenses | 58,079.60 | 58,108.26 | 64,522.35 | 2,35,452.08 | 2,70,423.56 |
| V. Profit/(Loss) before Exceptional Item and Tax (III-IV) | 6,716.30 | 4,468.13 | 1,915.66 | 26,406.82 | (23,289.68) |
| VI. Exceptional Items | 10,158.23 | - | - | 10,158.23 | - |
| VII. Profit/(Loss) before Tax (V-VI) | (3,441.93) | 4,468.13 | 1,915.66 | 16,248.59 | (23,289.68) |
| VIII. Tax Expense: | | | | | |
| (1) Current Tax | - | - | - | - | - |
| (2) Deferred Tax | (120.79) | 10.63 | 42.54 | (88.89) | 42.54 |
| Total Tax Expense | (120.79) | 10.63 | 42.54 | (88.89) | 42.54 |
| IX. Profit/(Loss) for the Period/Year after Tax (VII-VIII) | (3,321.14) | 4,457.50 | 1,873.12 | 16,337.48 | (23,332.22) |
| X. Other Comprehensive Income | | | | | |
| Items that will not be reclassified to Profit or Loss | | | | | |
| Re-measurement Gains/ (Losses) on Defined Benefit Plans | 387.16 | (34.08) | (455.29) | 284.91 | (136.34) |
| Income Tax relating to the above | (120.79) | 10.63 | 42.54 | (88.89) | 42.54 |
| Total Other Comprehensive Income for the Period/Year | 266.37 | (23.45) | (412.75) | 196.02 | (93.80) |
| XI. Total Comprehensive Income for the period (IX + X) | (3,054.77) | 4,434.05 | 1,460.37 | 16,533.50 | (23,426.02) |
| Paid-up Equity Share Capital (Face Value Per Share ₹ 2/-) | 1,791.07 | 1,791.07 | 1,791.07 | 1,791.07 | 1,791.07 |
| Other Equity | | | | (85,020.38) | (1,01,553.92) |
| XII. Earnings per Equity Share (EPS) | | | | | |
| (1) Basic & Diluted (not annualised) | (3.71) | 4.98 | 2.09 | 18.24 | (26.05) |
| Weighted Average Number of Shares | | | | | |
| (1) Basic & Diluted | 8,95,53,565 | 8,95,53,565 | 8,95,53,565 | 8,95,53,565 | 8,95,53,565 |

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HINDUSTHAN NATIONAL GLASS & INDUSTRIES LIMITED
REGISTERED OFFICE: 2 RED CROSS PLACE, KOLKATA - 700001
CIN: L26109WB1946PLC013294

| STATEMENT OF ASSETS AND LIABILITIES | | ₹ In Lakhs | |
|--|--------------------------------|--------------------------------|--|
| Particulars | As at 31-03-2024 Audited | As at 31-03-2023 Audited | |
| ASSETS | | | |
| 1. Non-Current Assets | | | |
| (a) Property, Plant and Equipment | 1,39,929.62 | 1,58,412.16 | |
| (b) Capital Work-in-Progress | 2,857.53 | 2,405.25 | |
| (c) Right-of-Use Assets | 4,670.11 | 4,735.67 | |
| (d) Other Intangible Assets | 4.07 | 0.24 | |
| (e) Financial Assets | | | |
| (i) Investments | 136.33 | 131.66 | |
| (ii) Other Financial Assets | 8,440.49 | 7,956.26 | |
| (f) Other Non-Current Assets | 603.65 | 608.02 | |
| | 1,56,641.80 | 1,74,249.26 | |
| Current assets | | | |
| (a) Inventories | 50,398.89 | 42,516.29 | |
| (b) Financial Assets | | | |
| (i) Trade Receivables | 30,534.64 | 29,961.42 | |
| (ii) Cash and Cash Equivalents | 38,793.28 | 21,287.53 | |
| (iii) Bank Balances other than Cash and Cash Equivalents | 1,209.06 | 1,203.65 | |
| (iv) Other Financial Assets | 892.44 | 652.98 | |
| (c) Current Tax Assets (Net) | 459.65 | 595.10 | |
| (d) Other Current Assets | 10,231.64 | 13,903.51 | |
| | 1,32,519.60 | 1,10,120.48 | |
| | | | |
| Total Assets | 2,89,161.40 | 2,84,369.74 | |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| (a) Equity Share Capital | 1,791.07 | 1,791.07 | |
| (b) Other Equity | (85,020.38) | (1,01,553.92) | |
| | (83,229.31) | (99,762.85) | |
| LIABILITIES | | | |
| 1. Non-Current Liabilities | | | |
| (a) Financial Liabilities | | | |
| (i) Lease Liabilities | 3.79 | 3.75 | |
| (ii) Other Financial Liabilities | - | 31.00 | |
| (b) Provisions | | | |
| (c) Other Non-Current Liabilities | 1,592.54 | 1,594.70 | |
| | - | 901.86 | |
| | 1,596.33 | 2,531.31 | |
| 2. Current Liabilities | | | |
| (a) Financial Liabilities | | | |
| (i) Borrowings | 2,26,364.70 | 2,26,364.70 | |
| (ii) Lease Liabilities | 0.52 | 0.52 | |
| (iii) Trade Payables | | | |
| Total Outstanding dues of Micro Enterprises & Small Enterprises | 11,451.30 | 12,211.71 | |
| Total Outstanding dues of Creditors Other than Micro Enterprises & Small Enterprises | 32,690.86 | 43,713.94 | |
| (iv) Other Financial Liabilities | 88,425.91 | 87,615.96 | |
| (b) Current Tax Liability (Net) | 94.19 | 94.19 | |
| (c) Other Current Liabilities | 7,951.33 | 8,006.32 | |
| (d) Provisions | 3,815.57 | 3,593.94 | |
| | 3,70,794.38 | 3,81,601.28 | |
| | | | |
| Total Liabilities | 3,72,390.71 | 3,84,132.59 | |
| | | | |
| Total Equity and Liabilities | 2,89,161.40 | 2,84,369.74 | |



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HINDUSTHAN NATIONAL GLASS & INDUSTRIES LIMITED
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STATEMENT OF CASH FLOW FOR YEAR ENDED MARCH 31, 2024

₹ In Lakhs

| Particulars | For the Year ended 31st March 2024 | For the Year ended 31st March 2023 |
|---|---------------------------------------|---------------------------------------|
| Cash Flow from Operating Activities | | |
| Profit/ (Loss) before Tax | 16,248.59 | (23,289.68) |
| Non-cash adjustments to reconcile profit/(loss) before tax to net cash flows | | |
| Depreciation/ Amortisation | 8,808.68 | 10,630.97 |
| Loss on sale/ discard of Property Plant and Equipment/ CWIP | 0.21 | 2.78 |
| Bad Debts and Impairment Allowances for Trade Receivables | 449.78 | 72.97 |
| Interest Income on Financial Assets | (770.07) | (306.59) |
| Loss on Foreign Currency Transaction (Net) | 24.63 | - |
| Fair value (Gain)/Loss in Investment | (4.82) | (11.78) |
| Notional Interest Income on Inter Corporate Deposit | - | (146.34) |
| Notional Interest Expense on Inter Corporate Deposit | - | 490.74 |
| Finance Costs | 434.74 | 2,242.89 |
| Provision for Obsolescence no longer required written back | (581.97) | - |
| Liabilities no Longer Required Written Back | (2,588.83) | (29.37) |
| Operating cash flow before exceptional items Working Capital changes | 22,020.94 | (10,343.41) |
| Add: Exceptional Items | 10,158.23 | - |
| Operating cash flow before Working Capital changes | 32,179.17 | (10,343.41) |
| Movement in Working Capital : | | |
| (Increase)/ Decrease in Inventories | (7,489.29) | (106.94) |
| (Increase)/ Decrease in Trade Receivables | (1,023.00) | 4,627.55 |
| (Increase)/ Decrease in Other Current/ Other Non Current Financial Assets and Other Current/ Other Non Current Asset | 3,092.49 | (20.08) |
| Increase/ (Decrease) in Trade Payables, Other Current/ Non-Current Liabilities, Other Current/ Non-Current Financial Liabilities and Provisions | (9,327.51) | 11,030.36 |
| Cash generated from Operations | 17,431.86 | 5,187.48 |
| Direct Taxes (paid)/ Refunds (net) | 169.87 | (195.59) |
| Net Cash generated from Operating activities (A) | 17,601.73 | 4,991.89 |
| Cash Flow from Investing Activities | | |
| Purchase of Property, Plant and Equipment, Intangible Assets and Capital Work in Progress | (683.44) | 320.99 |
| Proceeds from sale of Property Plant and Equipment | - | 4.02 |
| Redemption / (Investment) in bank deposits with maturity more than 3 months | (5.96) | (5.81) |
| Interest received | 593.42 | 278.20 |
| Dividend received from Non Current Investments | - | - |
| Net Cash Generated from Investing activities (B) | (95.98) | 597.40 |
| Cash Flow from Financing activities | | |
| Interest paid | - | (163.70) |
| Net Cash used in Financing activities (C) | - | (163.70) |
| Net increase/ (decrease) in Cash and Cash Equivalents (A+B+C) | 17,505.75 | 5,425.59 |
| Cash and Cash Equivalents at the beginning of the year | 21,287.53 | 15,861.94 |
| Cash and Cash Equivalents at the end of the year | 38,793.28 | 21,287.53 |
| Components of Cash and Cash Equivalents | | |
| Balances with banks: | | |
| In current accounts | 28,424.09 | 18,281.49 |
| In deposit accounts & Dividend accounts | 10,346.34 | 3,000.00 |
| Cash in hand | 22.85 | 6.04 |
| Total Cash and Cash Equivalents | 38,793.28 | 21,287.53 |

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Notes :

- 1 As required by Clause 52(4) of the Listing Obligations and Disclosure Requirements Regulations 2015, given below are the details pertaining to the Company:

| Particulars | Quarter Ended | | | Year Ended | |
|--|---------------|---------------|---------------|---------------|---------------|
| | 31-03-2024 | 31-12-2023 | 31-03-2023 | 31-03-2024 | 31-03-2023 |
| Net worth (₹ in lakhs) | (1,21,292.51) | (1,18,246.05) | (1,37,906.20) | (1,21,292.51) | (1,37,906.20) |
| Debt equity ratio* | (2.72) | (2.82) | (2.27) | (2.72) | (2.27) |
| Debt service coverage ratio (DSCR) (Refer Note 6 & 7) | - | - | - | - | (33.20) |
| Interest service coverage ratio (ISCR) (Refer Note 9) | - | - | - | - | - |
| Outstanding Redeemable Preference Share (Quantity & Value) | NA | NA | NA | NA | NA |
| Capital Redemption Reserve/Debt Redemption Reserve | NA | NA | NA | NA | NA |
| Net Profit After Tax (₹ in lakhs) | (3,321.14) | 4,457.50 | 1,873.12 | 16,337.48 | (23,332.22) |
| Earning Per Share (in ₹) | (3.71) | 4.98 | 2.09 | 18.24 | (26.05) |
| Current Ratio (Current Assets/Current Liabilities) | 0.36 | 0.34 | 0.29 | 0.36 | 0.29 |
| Long Term Debt to Working Capital | - | - | - | - | - |
| Bad Debts to Account Receivable Ratio (Bad Debts/Trade Receivable) | - | - | - | - | - |
| Current Liability Ratio (Current Liabilities/ Total Liabilities) | 1.00 | 1.00 | 0.99 | 1.00 | 0.99 |
| Total Debts to Total Assets (Borrowings/Total Assets) | 0.78 | 0.76 | 0.80 | 0.78 | 0.80 |
| Debtors Turnover (Sale of Finished Goods/Average Debtors) | 1.89 | 1.85 | 2.13 | 8.43 | 7.59 |
| Inventory Turnover (Sale of Finished Goods/Average Inventory) | 1.17 | 1.16 | 1.55 | 5.49 | 5.77 |
| Operating Margin (%) ((EBIT and exceptional item less other income)/revenue from operations) | 0.09 | 0.06 | 0.05 | 0.08 | (0.09) |
| Net Profit Margin (%) (Net Profit for the period/Revenue from Operations) | 0.21 | 0.07 | 0.03 | 0.06 | (0.09) |

Formula:

Debt Equity Ratio = Debt/ Equity (* The Debt Equity Ratio has been shown as negative as the denominator is in negative.)

DSCR = Profit before Depreciation, Interest and Tax (PBDIT)/(Interest Expense on Long Term Debt + Principal Repayment pertaining to Long Term Debt)

ISCR = PBDIT/Interest Expense

Debt = Long Term Borrowings + Short Term Borrowings + Current Maturities of Long Term Borrowings + Lease Liabilities

Networth = Total Equity - Revaluation Reserve (Net of Depreciation) - Capital Reserve

- 2 The Hon'ble National Company Law Tribunal (NCLT), Kolkata Bench, vide its order dated October 21, 2021 had admitted the Company for initiation of Corporate Insolvency Resolution Process (CIRP) under the Insolvency and Bankruptcy Code, 2016 (IBC) ("the Code") and appointed Mr. Girish Siriram Juneja having Registration no IBBI/IPA-001/IP-P00999/2017-18/11646 as the Interim Resolution Professional. In an appeal filed by the promoters with the Hon'ble National Company Law Appellate Tribunal (NCLAT), New Delhi opposing the admission of the Company to Insolvency, the Hon'ble NCLAT New Delhi stayed the Constitution of the Committee of Creditors of the Company (CoC) by its order dated October 28, 2021. Subsequently, NCLAT vide its order dated January 18, 2022, vacated the stay on the formation of CoC. Thereafter at the 1st Meeting of the CoC held on January 28, 2022, the voting results of which concluded on February 9, 2022, the Interim Resolution Professional Mr. Girish Siriram Juneja was appointed as the Resolution Professional (RP) and he is being supported in the CIRP by EY Restructuring LLP as the Insolvency Professional Entity.

As per the provision of the Code, the RP had initiated the resolution process for the Company. On October 28, 2022, the resolution plan submitted by AGI Greenpac Limited (AGI) have been approved by the CoC and accordingly, the RP had filed the plan for approval with the Hon'ble NCLT, Kolkata Bench on November 05, 2022 which is pending as on date. Pending this, related applications were filed before NCLAT, New Delhi which have been dismissed. Consequent to this, applications were filed before the Hon'ble Supreme Court of India and the matter is still pending before the apex court. The next date of hearing before Supreme Court of India is July 23, 2024 and next date of hearing at NCLT, Kolkata Bench is July 03, 2024.

- 3 The above financials results of the Company for the quarter and year ended March 31, 2024 have been extracted from the audited financial statements and prepared in accordance with Indian Accounting Standards (Ind-AS) as notified under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time. These financial results have been prepared by the management and reviewed by the Audit Committee and approved in the meeting of Directors chaired by RP on May 28, 2024. The RP has relied upon the assistance provided by the members of the Audit Committee in review of the financial results and also relied upon certifications, representations and statements made by Directors of the Company in relation to these financial results. As authorised, one of the Directors have signed the financial results and the RP has taken on record the said statement of financial results only to the limited extent of discharging the powers of the Board of Directors of the Company which has been conferred upon him in terms of provisions of Section 17 of the Code. The Statutory Auditors of the company have carried out the audit of the aforesaid results in accordance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with circular dated July 05, 2016, (hereinafter referred as "the Regulation"). These financial results are available on the website of Stock Exchanges, i.e. www.bseindia.com, www.nseindia.com, www.cse-india.com and is also available on Company's website i.e. www.hngl.com

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CIN: L26109WB1946PLC013294

- 4 Exceptional item during the year includes loss recognised related to items affected during fire at the manufacturing facility of the company at Sinner, Malegaon, Maharashtra on December 29, 2023. The fire caused severe damages to various property, plant and equipment and work in progress, resulting in disruptions in the day-to-day operations and suspension of the manufacturing process. The Company is adequately covered with an Industrial All Risk Insurance Policy, which includes coverage on reinstatement value of the damage and also includes Business Interruption Loss. The Company has sent the intimation to the insurance company which has appointed a surveyor to assess the extent of loss incurred. Pending final estimate of the loss by the Surveyor a provision amounting to ₹ 10,158.23 Lakhs including Rs 9,969.57 lakhs, Rs 152.96 lakhs, Rs 35.70 lakhs on account of property, plant and equipment, molten glass as work in progress and some spares respectively damaged in fire has been made based on the estimates made by the Company in the books and disclosed as exceptional item. Any further adjustment with respect to loss in this regard will be given effect to on determination of amount thereof. Amount of claim made in this respect will be accounted on ascertainment and acceptance by the Insurance Company.
- 5 The Company has one operating business segment viz. Manufacturing and Selling of Container Glass Bottles and all other activities are incidental to the same.
- 6 During March 2019 to September 2021, State Bank of India, the lead banker, had appropriated a sum of ₹ 55,002 lakhs out of promoter contribution, internal accruals and the cut back for repayment to the lenders of the consortium. The Company has adjusted the same with the principal obligation of the debt.
- 7 During the previous years, some of the lender had sold the pledged equity shares of the company held by M/s ACE Trust & M/s HNG Trust in which the Company have sole beneficial interest and the same has been adjusted towards the principal obligation of the debt. As on date an aggregate amount of ₹ 1,716.89 lakhs has been adjusted against principal obligation of debt with credit to corresponding credit to Capital Reserve.
- 8 As per the IBC, the RP received, collated, verified the claims submitted by the creditors of the Company till October 03, 2022. The RP received claims amounting to ₹ 3,54,347 lakhs from financial creditors (including ₹ 20,838 lakhs from unsecured financial creditors) and after verification admitted a sum of ₹ 3,54,331 lakhs (including ₹ 20,838 lakhs from unsecured financial creditors) as claims of financial creditors against the book balance of ₹ 3,10,012 lakhs and remaining amount of ₹ 16 lakhs had been rejected. Further, RP had received claims from the various classes of operational/ other creditors totalling to ₹ 29,551 lakhs out of which claims amounting to ₹ 5,327 lakhs was rejected and claims of ₹ 24,224 lakhs were admitted against the company as per the provisions of the Code. Pending reconciliation of the claims admitted with the books of accounts, the impact of such claims, if any, that may arise has not been considered in the preparation of the aforesaid financial results as on March 31, 2024. Subsequently, few more claims/demands have been received from operational creditors upto March 31, 2024. Pending the outcome of various judicial applications at different forums, the same has not been accounted for in the books of accounts.
- 9 The finance cost on borrowing (including Non - Convertible Debenture issued by Company) has been calculated and accounted only till October 21, 2021 (CIRP Date) and accordingly no further provision including for the quarter & year ended March 31, 2024 has been done.
- 10 Outstanding ECB borrowing (as per books) of USD 641.27 lakhs as on March 31, 2024 has been reinstated at an exchange rate of ₹ 74.7635 per USD being rate as prescribed in www.fbiil.org.in as on October 21, 2021 being CIRP Date.
- 11 In consonance with the stipulations contained in Section 14 of the Code, a moratorium has been declared vide the Order dated October 21, 2021 passed by the Hon'ble NCLT, Kolkata Bench, inter alia, prohibiting the following:
 - a. The institution of suits or continuation of pending suits or proceedings against the Corporate Debtor including execution of any judgement, decree or order in any court of law, tribunal, arbitration panel or other authority;
 - b. Transferring, encumbering, alienating or disposing of by the Corporate Debtor any of its assets or any legal right or beneficial interest therein;
 - c. Any action to foreclose, recover or enforce any security interest created by the Corporate Debtor in respect of its property including any action under the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002;
 - d. The recovery of any property by an owner or lessor where such property is occupied by or in the possession of the Corporate Debtor.
- 12 The Company has been legally advised that interest on overdue outstanding balances of Micro and Small Enterprises (MSE) as on October 21, 2021 (CIRP Date) is not payable. Accordingly, ₹ 1,825.52 lakhs provided in this respect till March 31, 2023 has been written back and included under other income. Further no such interest has been recognized on aforementioned overdue outstanding balances during the quarter & year ended March 31, 2024. The amount payable to the MSE for the above period shall be dealt in terms of Resolution Plan pending approval as on this date with Hon'ble NCLT, Kolkata Bench.
- 13 The Company has been admitted for initiation of CIRP process under the IBC code and accordingly the Company has been granted a moratorium from paying off the debts till the approval of resolution plan. Debentures being part of the same, is no more payable separately.
- 14 In terms of the provisions of regulations 54(2) of SEBI (LODR) Regulation, Non-Convertible Debentures issued to LIC of India are secured by first charge ranking pari-passu on all immovable properties by way of equitable mortgage and hypothecation of all moveable properties both present and future of the Company.

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REGISTERED OFFICE: 2 RED CROSS PLACE, KOLKATA - 700001
CIN: L26109WB1946PLC013294

- 15 The Company had reported losses in earlier years. Hence, the net worth of the Company has been eroded. There is strain on the working capital and operations of the Company and it is undergoing significant financial stress. As stated in Note No. 2, CIRP process was initiated in respect of the Company w.e.f October 21, 2021. The Company has assessed that the use of the going concern assumption is appropriate in the circumstances, pending the CIRP process and these financial results have therefore been prepared on a going concern assumption considering the following :
- a) The Code requires the RP to, among other things, run the Company as a going concern during CIRP.
 - b) The RP, in consultation with the CoC, in accordance with the provisions of the Code, is making all endeavors to run the Company as a going concern along with the assistance of the management of the company considering the future business outlook and the continuity in the operations of the company.
 - c) A resolution plan submitted by AGI, one of the bidders, has been accepted by CoC and the same has been submitted to Hon'ble NCLT, Kolkata Bench for its approval.
- 16 As a part of the CIRP, the RP had appointed BDO India LLP for conducting transaction audit as per section 43, 45, 50 and 66 of the Code. The RP has filed an application under section 66 of the code with the Hon'ble NCLT, Kolkata Bench and the matter is pending for decision till this date.
- 17.1 The amount repaid to lenders (as mentioned in note no. 6) and/ or recovered by them including executing securities etc. (as mentioned in note no. 7), have been adjusted against principal amount outstanding. The amount payable to the lenders in respect of outstanding amount including interest thereagainst is subject to confirmation and determination and consequential reconciliation thereof pending approval of resolution plan by the Hon'ble NCLT, Kolkata Bench as on this date.
- 17.2 Certain debit and credit balances including borrowings and interest thereupon, clearing account (other than inter-unit balances), trade and other receivables and payables, advance from customers, loans and advances, other current assets and certain other liabilities are subject to reconciliation with individual details and balances and confirmation thereof in line with the CIRP as mentioned in note no. 8 above.
- 18 Adjustments/ impact if any, in respect of 17.1 & 17.2 above will be recognized along with other impacts of the resolution plan on approval by the Hon'ble NCLT and determination of the amount thereof and will then be given effect to in the books of accounts.
- 19 There are indicators present in the company both internal and external for impairment testing. During the current year, company has appointed an external agency for impairment and based on the outcome of the report of the external agency, there is no impairment in value of property, plant and equipment and as such no adjustment in this respect has been done in the books of account.
- 20 Figures of the previous period/ year have been regrouped/ re-arranged wherever considered necessary to make them comparable with those of current periods' figures.

For HINDUSTHAN NATIONAL GLASS & INDUSTRIES LIMITED

MUKUL SOMANY
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MUKUL SOMANY
Date: 2024.05.28
18:08:04 +05'30'


Mukul Somany
(Director)
DIN: 00124625
Date : May 28, 2024
Place : Kolkata

(Power of the Board are suspended from the Insolvency Commencement date)


Bimal Kumar Garodia
President and Chief Financial Officer



For HINDUSTHAN NATIONAL GLASS & INDUSTRIES LIMITED
TAKEN ON RECORDS


Girish Siriram Juneja
(Resolution Professional)
Date : May 28, 2024
Place : Mumbai



Independent Auditors' Report

The Resolution Professional
Hindusthan National Glass & Industries Limited
(A Company under Corporate Insolvency Resolution Process vide NCLT Order)
IP Registration No.: IBBI/IPA-001/IP-P00999/2017-18/11646

Report on the Audit of the Annual Financial Results

Qualified Opinion

We have audited the accompanying statement of financial results of **HINDUSTHAN NATIONAL GLASS & INDUSTRIES LIMITED** (hereinafter referred to as "the Company") for the quarter and year ended March 31, 2024 (hereinafter referred to as "the Financial Results"), 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 from time to time (hereinafter referred to as "the Listing Regulations"). The Financial Results have been initialled 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 Financial Results:

- i. except for the matters dealt in "Basis for Qualified Opinion" paragraph below, have been presented in accordance with the requirements of Regulations 33 of the Listing Regulations in this regard; and
- ii. except for the possible effects of the matter described in "Basis for Qualified Opinion" paragraph below, gives a true and fair view in conformity with the applicable Indian Accounting Standards (hereinafter referred to as "the Ind AS") and other accounting principles generally accepted in India, of the net profit for the year ended March 31, 2024 and other comprehensive income and other financial information of the Company for the year ended on that date.

Basis for Qualified Opinion

Attention is drawn to the followings:

- a) Note No. 12 of the Financial Results, during the year the Company has written back interest amounting to Rs. 1,825.52 lakhs on the principal overdue outstanding balance of Micro and Small Enterprises as on October 21, 2021 (CIRP Date) for the period up to March 31, 2023 provided as per the requirements of Micro, Small and Medium Enterprises Development Act, 2006. Also, such interest for the quarter and year has neither been ascertained nor provided for in the financial results. Impacts on account of such non provision of interest (including legal implications if any) has not been ascertained by the management, therefore we are not able to comment about the impact on profit before tax for the quarter and year ended March 31, 2024.
- b) Note No. 15 of the Financial Results, which states that the company has accumulated losses, and its net worth has been eroded. The company has incurred net losses in the earlier year(s), the company's current liabilities exceed its current assets, and the company has a high debt-equity ratio (Debt being Rs. 2,26,369.01 lakhs and Equity being Rs. (83,229.31) lakhs) as at March 31, 2024. In our opinion, based on the above, the company does not appear to be a going concern. Pending approval of the Resolution Plan as stated in Note No. 2 of the Financial Results, the status of the Company being Going Concern and impact arising therefrom as such cannot be commented upon by us.
- c) Pursuant to the initiation of Corporate Insolvency Resolution Process ("CIRP"), Resolution Professional (hereinafter referred to as "the RP") had appointed transactional auditors for conducting the transaction audit as per section 43 to 50 and 66 of the Insolvency and Bankruptcy Code, 2016 (hereinafter referred to as "the Code"). The transaction auditor vide their report dated September 09, 2022 has identified certain transactions to be classified under section 66 of the Code and accordingly the RP has filed an application under section 66 of the Code with the NCLT, the final decision and outcome thereof as such is pending as on the date. Thereby, future course of action and impact on this being dependent on the decision of the NCLT presently cannot be commented upon by us.



- d) Note no. 6 of the Financial Results, regarding appropriation of payments made by the Company during the period March, 2019 to September, 2021 by the Lead Banker against outstanding loans and adjustments by the management and interest calculations thereon. In the absence of any balance confirmation from the lenders and consequent reconciliation with the outstanding balances, impact thereof, if any, on the reported figures, cannot be ascertained. Also, Refer Note No. 8 of the Financial Results regarding the pending reconciliations of admitted claims of financial creditors, operational creditors and others with the books of accounts, impact if any that may arise has not been ascertained and/ or considered in the preparation of the Financial Results for the quarter and year ended March 31, 2024.
- e) Note no. 9 of the Financial Results, regarding the non-accounting of interest of Rs. 48,773.78 lakhs (Rs. 5,003.54 lakhs for current quarter) as calculated by the company on outstanding borrowings (including Non-Convertible Debentures) post initiation of Corporate Insolvency Resolution Process ('CIRP') with effect from October 21, 2021 under Section 14 of the Code.
- f) Note no. 10 of the Financial Results, the company has restated the ECB borrowings of USD 641.27 lakhs at foreign currency exchange rate of Rs. 74.7635 per USD as on October 21, 2021 (date of initiation of CIRP) as against exchange rate of Rs. 83.3739 per USD as on March 31, 2024 and thereby the exchange loss of Rs. 5,521.57 lakhs (including Rs. 113.12 lakhs and Rs. 741.93 lakhs for the current quarter and year) has not been recognized in the books of accounts. Interest outstanding on the said ECB borrowings amounting to USD 120.30 lakhs has also not been restated, and the impact of the same is currently not ascertainable.
- g) Rs. 1,238.42 lakhs were set aside in FY 2019-20 by the Members of the Lenders' Consortium towards corpus fund for meeting legal expenses, out of which, claim amounting to Rs. 131.24 lakhs have been accounted for based on the details submitted by the lead bank in earlier year, however proper supporting, documents etc. from the bank are not available. The remaining amount of Rs. 1,107.18 lakhs is lying unadjusted in the books of accounts as on March 31, 2024, which is subject to confirmation from the bank.
- h) Note No. 17.1 & 17.2 of the Financial Results, regarding non-reconciliation of certain debit and credit balances with individual details and confirmations etc. Adjustments/ impact if any, as stated in the said note including those arising on approval of the resolution plan pending ascertainment thereof has not been given effect to in the financial results.
- i) Impact with respect to point no. (c) to (h) are currently not ascertainable pending approval of resolution plan and completion of CIRP Process.

We conducted our audit in accordance with the Standards on Auditing (hereinafter referred to as "the SAs") notified under section 143(10) of the Companies Act, 2013 as amended (hereinafter referred to as "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 (hereinafter referred to as "the ICAI") together with the ethical requirements that are relevant to our audit of the Financial Results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our qualified opinion on the Financial Results.

Emphasis of Matter

We draw attention to Note no. 4 to the Financial Results, Which describes the impact of fire in the Company's Sinner Unit and the impact of the same as estimated by the management on the Company's financial results. Our opinion is not modified in respect of this matter.



Responsibilities of the Management and Those Charged with Governance for the Financial Results

The Financial Results of the Company for the year ended March 31, 2024 have been taken on record by the RP while discharging the power of the Directors of the Company which were conferred on him in terms of the provision of section 17 of the Code. For the said purpose as explained in Note no. 2 of the financial results, the RP has relied upon the certification, representations, statements and other relevant information provided by the Directors and other Officers of the Company in relation to the Financial Results.

The Financial Results have been prepared on the basis of the Financial Statements. The RP along with the Directors of the Company are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of the financial Results that gives a true and fair view of the net profit for the year ended March 31, 2024 and other comprehensive income and other financial information of the Company in accordance with the recognition and measurement principles laid down in Ind AS notified under section 133 of the Act read with the 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 gives a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The RP along with the Directors are also responsible for overseeing the financial reporting process of the Company.

Auditors' Responsibilities for the Audit of the 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 based on these 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 our opinion through a separate report on the complete set of the Financial Statements on whether the company has adequate internal financial controls with reference to the 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 Management, the RP and the Directors.
- Conclude on the appropriateness of the Management, the RP 's and the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related



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West Bengal

to events or conditions that may cast significant doubt on the ability of the Company 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 represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance of the Company 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

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

For Lodha & Co LLP
Chartered Accountants
Firm Registration No.: 301051E/ E300284



Indranil Chaudhuri
Partner
Membership No.: 058940
UDIN: 24058940BKHBUZ3709

Place: Kolkata
Date: May 28, 2024



For J K V S & CO
Chartered Accountants
Firm Registration No.: 318086E



Ajay Kumar
Partner
Membership No.: 068756
UDIN: 24068756BKHBVG5721

Place: Kolkata
Date: May 28, 2024



Statement on impact of Audit Qualifications for the Financial Year ended March 31, 2024

Rs in Lakhs

| Particulars | Audited Figures (as reported before adjusting for qualifications) | Audited Figures (audited figures after adjusting for qualifications) |
|--|---|--|
| Turnover/ Total Income | 2,61,858.90 | Not Applicable |
| Total Expenditure | 2,35,452.08 | |
| Net Profit/ (Loss) before Tax | 16,248.59 | |
| Earnings Per Share | 18.24 | |
| Total Assets | 2,89,161.40 | |
| Total Liabilities | 3,72,390.71 | |
| Net Worth | (83,229.31) | |
| Any other financial item (as felt appropriate by the management) | Nil | |

a. Details of Audit Qualification:

- (i) Qualification regarding Going Concern.
- (ii) Qualification regarding adjustment against outstanding loan balances.
- (iii) Qualification regarding non accounting of interest post initiation of CIRP.
- (iv) Qualification regarding reinstatement of ECB Borrowing and related interest.
- (v) Qualification regarding set aside corpus fund by consortium lenders for meeting legal expenses.
- (vi) Qualification regarding non-reconciliation of certain debit and credit balances.
- (vii) Qualification regarding final decision and outcome of Corporate Insolvency Resolution Process (CIRP).
- (viii) Qualification regarding written back interest on MSME Vendors on PRE ICD Balance.

b. Type of Audit Qualification: Qualified Opinion.

c. Frequency of qualification:

- (i) Qualification (i) is continuing since March'18.
- (ii) Qualification (ii) is continuing since March'19.
- (iii) Qualification (iii) is continuing since March'22.
- (iv) Qualification (iv) is continuing since March'22.
- (v) Qualification (v) is continuing since March'22.
- (vi) Qualification (vi) is continuing since March'22.
- (vii) Qualification (vii) is continuing since March'23.
- (viii) Qualification (viii) is from March'24.

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable

- (a) Management's estimation on the impact of audit qualification: Not Applicable in all the above cases.
- (b) If management is unable to estimate the impact, reasons for the same:
 - (i) As per rules and regulations of the Corporate Insolvency Resolution Process (CIRP)

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stipulated under the Insolvency and Bankruptcy Code, 2016, RP had invited Resolution Plans from the eligible Prospective Resolution Applicants (PRA). RP received various Expression of Interests from different applicants, and he received resolution plans on July 25, 2022. On October 28, 2022, the resolution plan submitted by AGI Greenpac Limited (AGI) has been approved by the CoC and accordingly, the RP filed the plan for approval with the Hon'ble NCLT, Kolkata bench on November 05, 2022 which is pending as on date.

- (ii) During the interim period, the RP, in consultation with the Committee of Creditors, in accordance with the provisions of the Code, is making all endeavors to run the Company as a going concern along with the assistance of the management of the company considering the future business outlook and the continuity in the operations of the company. Thus, in view of the Management and the RP, the going concern assumption considered for the preparation of financial results has not been vitiated.
- (iii) The ultimate outcome of the CIRP can only be ascertained after approval & implementation of resolution plan.

e. Auditors' Comments on (a) or (b) above:

- (i) The final outcome of the Resolution Plan submitted by RP is pending.

| | |
|---|---|
| Girish Siriram Juneja (Resolution Professional) Taken on Records |  |
| Mukul Somany Director | MUKUL Somany Digitally signed by MUKUL SOMANY Date: 2024.05.28 18:10:26 +05'30' |
| Amal Chandra Saha Chairman – Audit Committee Independent Director |  |
| Bimal Kumar Garodia President & CFO |  |
| For Lodha & Co LLP Chartered Accountants FRN :301051E/E300284 Indranil Chaudhuri Partner Membership No. 058940 |  |
| For JKVS & CO Chartered Accountants FRN : 318086E Ajay Kumar Partner Membership No. 068756 |  |



Place: Kolkata
Date: 28th May, 2024