



REF: HSL/SEC/2021/6

February 5, 2021

To The Deputy Manager Department of Corporate Services BSE Ltd. PJ Towers, Dalal Street Mumbai -400001 <b>Script Code: 514043</b>	To The Manager National Stock Exchange of India Ltd. Exchange Plaza, Plot No. C/1, G Block Bandra-Kurla Complex, Bandra (E), Mumbai 400051 <b>Symbol: HIMATSEIDE</b>
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Dear Sir/Madam,

**Sub: Outcome of Meeting of the Board of Directors held on February 5, 2021**

**Ref: Regulation 30, 33 and other applicable provisions of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015**

Pursuant to Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") read with Schedule III to the said Regulations, we wish to inform you that the Board of Directors of the Company at the Meeting held today, i.e., on Friday, February 5, 2021, inter alia, approved the Unaudited Consolidated and Standalone Financial Results for the quarter ended December 31, 2020 along with the respective Limited Review Reports issued by the Statutory Auditors of the Company.

The Unaudited Financial Results (Consolidated and Standalone) are enclosed pursuant to Regulation 33 of Listing Regulations along with Limited Review reports thereon.

The meeting commenced at 2:00 PM and concluded at 3:30 PM.

Please take the same on record.

Thanking you,

Yours faithfully,  
For Himatsingka Seide Limited

Sridhar Muthukrishnan  
Company Secretary



Encl: As above

Himatsingka Seide Limited  
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**STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2020**

Part I		(₹ laacs except per share data)					
		Quarter ended			Nine Months ended		Year ended
Sl. No.	Particulars	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	<b>Income</b>						
I	Revenue from operations	67,939	65,346	66,557	1,51,228	1,94,897	2,35,793
II	Other income	226	609	1,028	1,221	2,492	6,172
III	<b>Total Income (I+II)</b>	<b>68,165</b>	<b>65,955</b>	<b>67,585</b>	<b>1,52,449</b>	<b>1,97,389</b>	<b>2,41,965</b>
	<b>IV Expenses</b>						
	(a) Cost of raw materials consumed	22,699	12,702	17,309	40,242	53,468	68,996
	(b) Purchases of stock-in-trade	7,869	3,770	8,635	13,651	30,465	42,175
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	451	21,681	7,358	28,577	11,218	2,009
	(d) Employee benefit expenses	7,885	6,151	7,094	19,326	20,826	28,012
	(e) Finance costs	4,489	4,742	5,039	13,765	14,121	19,472
	(f) Depreciation and amortisation expenses	3,780	3,928	3,497	11,502	8,782	12,621
	(g) Other expenses	13,528	11,961	14,718	33,302	40,576	52,842
	<b>Total expenses (IV)</b>	<b>60,701</b>	<b>64,935</b>	<b>63,650</b>	<b>1,60,365</b>	<b>1,79,456</b>	<b>2,26,127</b>
V	<b>Profit/(Loss) before exceptional items and tax (III-IV)</b>	<b>7,464</b>	<b>1,020</b>	<b>3,935</b>	<b>(7,916)</b>	<b>17,933</b>	<b>15,838</b>
VI	Exceptional items (refer note 6)	-	-	(3,403)	-	(4,067)	(7,321)
VII	<b>Profit/(Loss) before tax (V+VI)</b>	<b>7,464</b>	<b>1,020</b>	<b>532</b>	<b>(7,916)</b>	<b>13,866</b>	<b>8,517</b>
VIII	<b>Tax expense</b>						
	-Current tax charge / (credit)	668	-	852	668	4,611	3,929
	-Deferred tax charge/ (credit)	2,290	639	(598)	508	1,046	3,263
	<b>Total tax expense (VIII)</b>	<b>2,958</b>	<b>639</b>	<b>254</b>	<b>1,176</b>	<b>5,657</b>	<b>7,192</b>
IX	<b>Profit/(Loss) for the period/year (VII-VIII)</b>	<b>4,506</b>	<b>381</b>	<b>278</b>	<b>(9,092)</b>	<b>8,209</b>	<b>1,325</b>
X	<b>Other Comprehensive Income</b>						
i	Items that will not be reclassified to statement of profit or loss						
	- Remeasurement of employees defined benefit plan	(45)	(107)	43	(136)	(43)	64
	- Income tax on (i) above	16	35	(15)	45	15	(24)
ii	Items that may be reclassified to statement of profit or loss						
	-Exchange differences in translating the financial statements of foreign operations	(352)	(714)	708	(892)	4,505	3,370
	-Effective portion of gains and loss on designated portion of hedging instruments in a cash flow hedge	718	1,841	(1,047)	3,799	(3,413)	(6,305)
	- Income tax on (ii) above	(251)	(643)	366	(1,327)	1,193	2,203
	<b>Total other comprehensive income/(loss) for the period/year</b>	<b>86</b>	<b>412</b>	<b>55</b>	<b>1,489</b>	<b>2,257</b>	<b>(692)</b>
XI	<b>Total comprehensive income/(loss) for the period/ year</b>	<b>4,592</b>	<b>793</b>	<b>333</b>	<b>(7,603)</b>	<b>10,466</b>	<b>633</b>
XII	<b>Paid up equity share capital (Face value of ₹ 5 per equity share)</b>	<b>4,923</b>	<b>4,923</b>	<b>4,923</b>	<b>4,923</b>	<b>4,923</b>	<b>4,923</b>
XIII	Reserves (Other equity)	-	-	-	-	-	1,31,078
XIV	<b>Earnings/(Loss) per equity share of ₹ 5:</b>	not annualised	not annualised	not annualised	not annualised	not annualised	annualised
	(a) Basic	4.58	0.39	0.28	(9.23)	8.34	1.35
	(b) Diluted	4.58	0.39	0.28	(9.23)	8.34	1.35

See accompanying notes to the consolidated unaudited financial results



**Himatsingka Seide Limited**

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**NOTES:**

1 The above unaudited consolidated financial results ("the Statement") of Himatsingka Seide Limited ("the Company") including its subsidiaries and step subsidiaries (collectively known as "Group") are prepared in accordance with applicable accounting standards i.e., Ind AS prescribed under Section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The consolidated figures above includes figures of subsidiary companies presented below:

Subsidiaries (including step subsidiaries) :

- Himatsingka Wovens Private Limited (subsidiary)
  - Twill and Oxford LLC (subsidiary), (read along with note 10)
  - Himatsingka Holdings NA Inc. (subsidiary)
  - Himatsingka America Inc. (step subsidiary)
  - Himatsingka Europe Limited (step subsidiary) liquidated with effect from 22 September 2020.
- 2 The Statement of the Group for the quarter and nine months ended 31 December 2020 have been reviewed by the Audit committee and thereafter approved by the Board of Directors in the meeting held on 5 February 2021.
- 3 The figures for the quarter and nine months ended 31 December 2020 was subjected to limited review by the Statutory Auditors of the Company. The review report of the Statutory Auditor is being filed with Bombay Stock Exchange(BSE) and National Stock Exchange (NSE) and is also available on the Company's website at [www.himatsingka.com](http://www.himatsingka.com).
- 4 Pursuant to the provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company shall publish unaudited consolidated financial results in the newspapers. However, the unaudited standalone financial results will be made available on the stock exchanges websites of BSE ([www.bseindia.com](http://www.bseindia.com)) and NSE ([www.nseindia.com](http://www.nseindia.com)) and on Company's website [www.himatsingka.com](http://www.himatsingka.com).
- 5 The Group has evaluated its operating segments in accordance with Ind AS 108, and has concluded that it is engaged in a single operating segment viz. Textiles on the basis of decisions taken for allocation of resources by the Chief Operating Decision Makers (CODM) and the internal business reporting system for evaluation of operational results.
- 6 Exceptional items for the year ended 31 March 2020 aggregating ₹ 7,321 lacs comprise of the following:
- Write down of inventory to the net realizable value aggregating ₹ 4,305 lacs as a result of adverse impact on sales and profitability due to Covid-19 outbreak.
  - Hedge ineffectiveness of ₹ 1,142 lacs as the forecasted sales are not expected to occur due to the lockdown restrictions imposed on account of Covid-19 outbreak.
  - Expenses incurred on account of restructuring activities for the European business aggregating ₹ 1,210 lacs.
  - Impairment of investment in equity shares of ₹ 664 lacs.

Exceptional items for the quarter ended 31 December 2019 includes :

- Reversal of MEIS benefit of ₹ 2,565 lacs for the period from 7 March 2019 to 30 September 2019 due to withdrawal of Merchandise Export from India Scheme (MEIS) for Chapters 61, 62 and 63 with retrospective effect from 7 March 2019. For the purpose of preparing the annual financial results for the year ended 31 March 2020, the Company had reduced the MEIS benefits aggregating ₹ 2,565 lacs from the revenue from operations.
- As a part of the restructuring activity of the European business, the Company had in the quarter ended 31 December 2019, incurred a non recurring cost of ₹ 838 lacs which was considered as an exceptional item.

In addition to above, exceptional items for nine months ended 31 December 2019 includes an amount of ₹ 664 lacs towards impairment of investment in equity shares.

7 Material costs for the nine months ended 31 December 2020 includes a charge of ₹ 2,199 lacs towards write down of inventories to net realisable value on account of changes in the product portfolio.

8 Additional information on standalone financial results :

( ₹ lacs )

Particulars	Quarter ended			Nine Months ended		Year ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
a. Revenue from operations	55,929	39,142	43,122	1,09,232	1,32,517	1,60,076
b. Profit before exceptional items and tax	8,718	2,676	5,797	3,713	22,983	22,987
c. Profit before tax	8,718	2,676	3,232	3,713	20,418	21,845
d. Profit after tax	5,760	2,037	2,115	2,537	13,602	14,664
e. Total comprehensive income	6,198	3,163	1,499	4,918	11,354	10,602



D.K. Himatsingka 

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- 9 The Group has adopted measures to curb the spread of infection of Covid-19 in order to protect the health of its employees and ensure business continuity with minimal disruption including remote working, maintaining social distancing, sanitization of work spaces etc. The Group's operations, revenue and consequently profit/loss during the nine month ended 31 December 2020 were impacted due to Covid-19. The Group has considered the possible effects that may result from outbreak of COVID-19 in the preparation of this financial results including the recoverability of carrying amounts of financial and non-financial assets, assessment of bank covenants and liquidity assessment based on future cash flow projections. In building the assumptions relating to the possible uncertainties in the global economic conditions as at the date of approval of this financial results, the Group has used internal and external sources of information and expects that the carrying amount of the assets will be recovered. The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial results. The Group will continue to monitor any material changes to future economic conditions and consequential impact on its consolidated financial results.
- 10 During the quarter ended 30 September 2020, the Group as a measure to restructure its luxury retail business had closed its retail store in Dubai and accordingly had recorded the net asset of its subsidiary at its fair value. Consequently, the Group had recorded a provision of ₹ 748 lacs in the standalone financial statements of the Company as these amounts were not considered recoverable. However, there was no impact on the consolidated financial results of the Group.

Bengaluru  
5 February 2021



*D. K. Himatsingka*  
**Dinesh Himatsingka**  
Executive Chairman

*Shrikant Himatsingka*  
**Shrikant Himatsingka**  
Managing Director & CEO

**Himatsingka Seide Limited**

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# B S R & Co. LLP

Chartered Accountants

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## Limited Review Report on unaudited quarterly and year to date consolidated financial results of Himatsingka Seide Limited Under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”)

### To Board of Directors of Himatsingka Seide Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Himatsingka Seide Limited (“the Parent”) and its subsidiaries (the Parent and its subsidiaries together referred to as “the Group”), for the quarter ended 31 December 2020 and year to date results for the period from 1 April 2020 to 31 December 2020 (“the Statement”), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“Listing Regulations”).
2. This Statement, which is the responsibility of the Parent’s management and approved by the Parent’s Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 “Interim Financial Reporting” (“Ind AS 34”), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”, issued by the Institute of Chartered Accountants of India. A review of interim financial information 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 Listing Regulations, to the extent applicable.

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

Entity	Country of Incorporation	Relationship	% Holding
Himatsingka Seide Limited	India	Parent Company	
Himatsingka Wovens Private Limited	India	Subsidiary	100
Himatsingka Holdings North America Inc	United States of America	Subsidiary	100
Himatsingka America Inc	United States of America	Subsidiary of Himatsingka Holdings North America Inc	100
Himatsingka Europe Limited*	United Kingdom	Subsidiary of Himatsingka Holdings North America Inc	100
Twill & Oxford LLC**	United Arab Emirates	Subsidiary	49

\*liquidated with effect from 22 September 2020

\*\*under liquidation.

**Limited Review Report on unaudited quarterly and year to date consolidated financial results of Himatsingka Seide Under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) (continued)**

5. Based on our review conducted and procedures performed as stated in paragraph 3, 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 the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw your attention to Note 9 to the Statement, which describes the Management's assessment and the effects of COVID -19 pandemic on the significant estimates and judgements involved in preparation of the unaudited quarterly consolidated financial results. In view of the highly uncertain economic environment impacting the textile industry, a definitive assessment of the impact is highly dependent upon circumstances as they evolve in future and the actual results may differ from those estimated as at the date of approval of these unaudited quarterly consolidated financial results. Based on information available as of this date, Management believes that no further adjustments are required to the unaudited quarterly consolidated financial results.

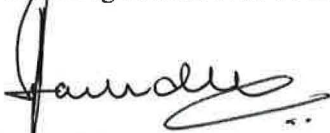
Our opinion is not modified in respect of this matter.

7. The Statement includes the interim financial information of a subsidiary which have not been reviewed/audited, whose interim financial information reflect total revenue of Rs. Nil and Rs. 32 lakhs, total net loss after tax of Rs. 0.10 lakhs and Rs. 64 lakhs and total comprehensive income of Rs. Nil for the quarter ended 31 December 2020 and for the period from 1 April 2020 to 31 December 2020, respectively, as considered in the Statement. According to the information and explanations given to us by the management, these interim financial information are not material to the Group.

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

*for B S R & Co. LLP*  
*Chartered Accountants*

Firm's Registration No.: 101248W/W-100022



**Supreet Sachdev**

*Partner*

Membership No: 205385

ICAI UDIN: 21205385AAAAAB7842

Place: Bengaluru

Date: 5 February 2021

**STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2020**

Part I		(₹ lacs except per share data)					
Sl. No.	Particulars	Quarter ended			Nine months ended		Year ended
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	<b>Income</b>						
I	Revenue from operations	55,929	39,142	43,122	1,09,232	1,32,517	1,60,076
II	Other income	491	1,177	1,733	2,608	4,403	8,725
III	<b>Total income (I+II)</b>	<b>56,420</b>	<b>40,319</b>	<b>44,855</b>	<b>1,11,840</b>	<b>1,36,920</b>	<b>1,68,801</b>
	<b>IV Expenses</b>						
	(a) Cost of raw materials consumed	22,699	12,702	19,566	40,242	53,468	69,001
	(b) Purchases of stock-in-trade	-	-	35	-	1,350	1,378
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	2,856	5,035	(2,409)	10,683	(960)	(5,658)
	(d) Employee benefit expenses	6,625	4,891	5,175	15,283	15,202	20,404
	(e) Finance costs	3,601	3,804	4,057	11,196	10,695	15,165
	(f) Depreciation and amortisation expenses	2,721	2,825	2,651	8,188	6,253	9,112
	(g) Other expenses	9,200	8,386	9,983	22,535	27,929	36,412
	<b>Total expenses (IV)</b>	<b>47,702</b>	<b>37,643</b>	<b>39,058</b>	<b>1,08,127</b>	<b>1,13,937</b>	<b>1,45,814</b>
V	<b>Profit before exceptional items and tax (III-IV)</b>	<b>8,718</b>	<b>2,676</b>	<b>5,797</b>	<b>3,713</b>	<b>22,983</b>	<b>22,987</b>
VI	Exceptional items (refer note 6)	-	-	(2,565)	-	(2,565)	(1,142)
VII	<b>Profit before tax (V+VI)</b>	<b>8,718</b>	<b>2,676</b>	<b>3,232</b>	<b>3,713</b>	<b>20,418</b>	<b>21,845</b>
VIII	<b>Tax expense</b>						
	-Current tax charge / (credit)	668	-	852	668	4,611	3,901
	-Deferred tax charge / (credit)	2,290	639	265	508	2,205	3,280
	<b>Total tax expense (VIII)</b>	<b>2,958</b>	<b>639</b>	<b>1,117</b>	<b>1,176</b>	<b>6,816</b>	<b>7,181</b>
IX	<b>Profit for the period/year (VII -VIII)</b>	<b>5,760</b>	<b>2,037</b>	<b>2,115</b>	<b>2,537</b>	<b>13,602</b>	<b>14,664</b>
X	<b>Other comprehensive income</b>						
i	Items that will not be reclassified to statement of profit or loss						
	- Remeasurement of employees defined benefit plan	(45)	(107)	43	(136)	(43)	64
	- Income tax on (i) above	16	35	(15)	45	15	(24)
ii	Items that may be reclassified to statement of profit or loss						
	-Effective portion of gains/(loss) on designated portion of hedging instruments in a cash flow hedge	718	1,841	(989)	3,799	(3,413)	(6,305)
	- Income tax on (ii) above	(251)	(643)	345	(1,327)	1,193	2,203
	<b>Total other comprehensive income / (loss) for the period/year</b>	<b>438</b>	<b>1,126</b>	<b>(616)</b>	<b>2,381</b>	<b>(2,248)</b>	<b>(4,062)</b>
XI	<b>Total comprehensive income for the period/year (IX+X)</b>	<b>6,198</b>	<b>3,163</b>	<b>1,499</b>	<b>4,918</b>	<b>11,354</b>	<b>10,602</b>
XII	<b>Paid up equity share capital (Face value of ₹ 5 per equity share)</b>	<b>4,923</b>	<b>4,923</b>	<b>4,923</b>	<b>4,923</b>	<b>4,923</b>	<b>4,923</b>
XIII	Reserves (Other equity)	-	-	-	-	-	1,44,029
XIV	<b>Earnings per equity share of ₹ 5:</b>	not annualised	not annualised	not annualised	not annualised	not annualised	annualised
	(a) Basic	5.85	2.07	2.15	2.58	13.82	14.89
	(b) Diluted	5.85	2.07	2.15	2.58	13.82	14.89

See accompanying notes to the standalone unaudited financial results



# Himatsingka

## NOTES:

- 1 The above unaudited standalone financial results ('the Statement') of Himatsingka Seide Limited ("the Company") have been prepared in accordance with applicable accounting standards i.e., Ind AS prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 2 The Statement of the Company for the quarter and nine months ended 31 December 2020 have been reviewed by the Audit Committee and thereafter approved by the Board of Directors in the meeting held on 5 February 2021. The Statutory Auditors have expressed unmodified review opinion on the standalone financial results.
- 3 The figures for the quarter and nine months ended 31 December 2020 was subjected to limited review by the Statutory Auditors of the Company. The review report of the Statutory Auditor is being filed with Bombay Stock Exchange (BSE) and National Stock Exchange (NSE) and is also available on the Company's website at [www.himatsingka.com](http://www.himatsingka.com).
- 4 Pursuant to the provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company shall publish unaudited consolidated financial results in the newspapers. However, the unaudited standalone financial results will be made available on the stock exchanges websites of BSE ([www.bseindia.com](http://www.bseindia.com)) and NSE ([www.nseindia.com](http://www.nseindia.com)) and on Company's website [www.himatsingka.com](http://www.himatsingka.com).
- 5 The Company has evaluated its operating segments in accordance with Ind AS 108, and has concluded that it is engaged in a single operating segment viz. Textiles on the basis of decisions taken for allocation of resources by the Chief Operating Decision Makers (CODM) and the internal business reporting system for evaluation of operational results.
- 6 Exceptional item for the year ended 31 March 2020 represents Hedge ineffectiveness of ₹ 1,142 lacs as the forecasted sales were not expected to occur due to the lockdown restrictions imposed on account of Covid-19 outbreak.  
Exceptional items for the quarter and nine months ended 31 December 2019 represents reversal of MEIS benefit of ₹ 2,565 lacs for the period from 7 March 2019 to 30 September 2019 due to withdrawal of Merchandise Export from India Scheme (MEIS) for Chapters 61, 62 and 63 with retrospective effect from 7 March 2019. For the purpose of preparing the annual financial results for the year ended 31 March 2020, the Company had reduced the MEIS benefits aggregating ₹ 2,565 lacs from the revenue from operations.
- 7 The Company has adopted measures to curb the spread of infection of Covid-19 in order to protect the health of its employees and ensure business continuity with minimal disruption including remote working, maintaining social distancing, sanitization of work spaces etc. The Company's operations, revenue and consequently profit / (loss) during the nine months ended 31 December 2020 were impacted due to Covid-19. The Company has considered the possible effects that may result from outbreak of COVID-19 in the preparation of this financial results including the recoverability of carrying amounts of financial and non-financial assets, assessment of bank covenants and liquidity assessment based on future cash flow projections. In building the assumptions relating to the possible uncertainties in the global economic conditions as at the date of approval of this financial results, the Company has used internal and external sources of information and expects that the carrying amount of the assets will be recovered. The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial results. The Company will continue to monitor any material changes to future economic conditions and consequential impact on its standalone financial results.
- 8 During the quarter ended 30 September 2020, the Company as a measure to restructure its luxury retail business had closed its retail store in Dubai and accordingly had recorded the net asset of its subsidiary at its fair value. Consequently, the Company had recorded a provision of ₹ 748 lacs in the standalone financial statements of the Company as these amounts were not considered recoverable.



Bengaluru  
5 February 2021

D. C. Himatsingka

Dinesh Himatsingka  
Executive Chairman

Shrikant Himatsingka  
Managing Director & CEO

## Himatsingka Seide Limited

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# B S R & Co. LLP

Chartered Accountants

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## Limited Review Report on unaudited quarterly and year to date standalone financial results of Himatsingka Seide Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations")

### To Board of Directors of Himatsingka Seide Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Himatsingka Seide Limited ("the Company") for the quarter ended 31 December 2020 and year to date results for the period from 1 April 2020 to 31 December 2020 ("the Statement").
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 Indian Accounting Standard 34 "*Interim Financial Reporting*" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

**Limited Review Report on unaudited quarterly and year to date standalone financial results of Himatsingka Seide Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) (continued)**

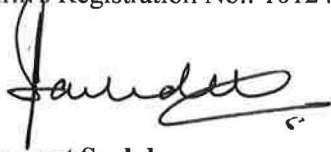
5. We draw your attention to Note 7 to the Statement, which describes the Management's assessment and the effects of COVID -19 pandemic on the significant estimates and judgements involved in preparation of the unaudited quarterly standalone financial results. In view of the highly uncertain economic environment impacting the textile industry, a definitive assessment of the impact is highly dependent upon circumstances as they evolve in future and the actual results may differ from those estimated as at the date of approval of these unaudited quarterly standalone financial results. Based on information available as of this date, Management believes that no further adjustments are required to the unaudited quarterly standalone financial results.

Our conclusion is not modified in respect of this matter.

for **B S R & Co. LLP**

*Chartered Accountants*

Firm's Registration No.: 101248W/W-100022



**Supreet Sachdev**

*Partner*

Membership No: 205385

ICAI UDIN: 21205385AAAAAA3789

Place: Bengaluru

Date: 5 February 2021