



REF: HSL/SEC/2023/35

May 30, 2023

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

Sub: Outcome of Meeting of Board of Directors held on May 30, 2023

Ref: Regulation 30 and 33 of SEBI (Listing Obligations and Disclosures 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 Tuesday, May 30, 2023, inter alia:

- i. Approved the Audited Financial Results (Standalone and Consolidated) along with the Independent Auditor's Report issued by the Statutory Auditors of the Company for the Quarter and Year ended March 31, 2023.
- ii. The Company has refrained from recommending Final Dividend for the financial year ended March 31, 2023 with a view to conserve the resources of the Company.

The Audited Financial Results (Consolidated and Standalone) are enclosed pursuant to Regulation 33 of Listing Regulations along with Independent Auditor's Report thereon.

We further state that the report of the Auditors is with unmodified opinion with respect to the Audited Financial Results (Standalone and Consolidated) of the Company for the Quarter and Year ended March 31, 2023.

The meeting commenced at 2:30 p.m. and concluded at 5:25 p.m.

Thanking you,

Yours faithfully,
For Himatsingka Seide Limited

M. Sridhar
Company Secretary

Encl: As above

Himatsingka Seide Limited
Registered Office: 10/24 Kumara Krupa Road
High Grounds, Bangalore 560 001, India
T +91 80 2237 8000, F +91 80 4147 9384
E hslblr@himatsingka.com
CIN L17112KA1985PLC006647
www.himatsingka.com

STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2023

(₹ Lacs except per share data)

Sl. No.	Particulars	Quarter ended			Year ended	
		31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
		(Refer note 3)	(Unaudited)	(Refer note 3)	(Audited)	(Audited)
	Income					
I	Revenue from operations (refer note 6)	68,965	73,678	76,478	2,67,774	3,18,395
II	Other income	223	1,326	1,002	7,502	1,962
III	Total Income (I+II)	69,188	75,004	77,480	2,75,276	3,20,357
	IV Expenses					
	(a) Cost of raw materials and packing material consumed	30,663	26,442	45,272	1,28,291	1,75,271
	(b) Purchases of stock-in-trade	33	975	5,016	6,534	19,418
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	5,550	14,453	(9,565)	19,386	(30,276)
	(d) Employee benefits expenses	6,996	7,037	6,918	28,160	32,719
	(e) Finance costs (refer note 8)	4,843	7,233	5,002	25,723	18,117
	(f) Depreciation and amortisation expenses	4,000	4,146	3,997	16,403	15,843
	(g) Other expenses	13,516	14,393	18,793	58,301	68,233
	Total expenses (IV)	65,601	74,679	75,433	2,82,798	2,99,325
V	Profit / (loss) before tax (III-IV)	3,587	325	2,047	(7,522)	21,032
	VI Tax expense					
	-Current tax charge / (credit)	(4)	6	(142)	15	4,290
	-Deferred tax charge / (credit)	1,356	99	1,385	(1,130)	2,660
	Total tax expense (VI)	1,352	105	1,243	(1,115)	6,950
VII	Profit / (Loss) for the period / year (V-VI)	2,235	220	804	(6,407)	14,082
	VIII Other Comprehensive Income / (loss)					
i	Items that will not be reclassified to statement of profit or loss					
	- Remeasurements of employees defined benefit plan	135	85	236	387	23
	- Income tax on (i) above	(47)	(29)	(83)	(135)	(8)
ii	Items that may be reclassified to statement of profit or loss					
	- Exchange differences in translating the financial statements of foreign operations	(380)	1,424	1,074	5,592	1,715
	- Effective portion of gains and losses on designated portion of hedging instruments in cash flow hedge	2,435	1,927	(1,088)	(1,559)	200
	- Income tax on (ii) above	(851)	(673)	380	545	(70)
	Total other comprehensive income / (loss) for the period / year (VIII)	1,292	2,734	519	4,830	1,860
IX	Total comprehensive income / (loss) for the period / year (VII+VIII)	3,527	2,954	1,323	(1,577)	15,942
X	Paid up equity share capital (Face value of ₹ 5 per equity share)	4,923	4,923	4,923	4,923	4,923
XI	Reserves (Other equity)				1,39,979	1,42,048
XII	Earnings / (loss) per equity share of ₹ 5:	not annualised	not annualised	not annualised	annualised	annualised
	(a) Basic	2.27	0.22	0.82	(6.51)	14.30
	(b) Diluted	2.27	0.22	0.82	(6.51)	14.30

See accompanying notes to the consolidated audited financial results

Himatsingka Seide Limited

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STATEMENT OF AUDITED CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2023

		(₹ Laacs)	
Particulars		As at	
		31.03.2023 (Audited)	31.03.2022 (Audited)
ASSETS			
(1) Non-current assets			
(i) Property, plant and equipment		2,40,778	2,52,581
(ii) Capital work-in-progress		2,988	4,428
(iii) Goodwill		52,387	48,415
(iv) Intangible assets		5,807	6,485
(v) Right of use assets		9,430	10,096
(vi) Financial assets			
(a) Investments		24	22
(b) Loans		56	56
(c) Others		2,207	2,003
(vii) Deferred tax assets (net)		1,672	1,650
(viii) Income tax assets (net)		1,514	1,360
(ix) Other non-current assets		5,364	6,585
Sub-total		3,22,227	3,33,681
(2) Current assets			
(i) Inventories		88,485	1,13,125
(ii) Financial assets			
(a) Investments		965	1,309
(b) Trade receivables		67,002	39,946
(c) Cash and cash equivalents		5,875	11,549
(d) Bank balances other than (c) above		4,929	5,183
(e) Loans		85	88
(f) Other financial assets		20,866	19,532
(iii) Other current assets		34,551	32,056
(iv) Assets held for sale		8,434	7,894
Sub-total		2,31,192	2,30,682
TOTAL ASSETS		5,53,419	5,64,363
EQUITY AND LIABILITIES			
EQUITY			
(i) Equity share capital		4,923	4,923
(ii) Other equity		1,39,979	1,42,048
Total Equity		1,44,902	1,46,971
LIABILITIES			
(1) Non-current liabilities			
(i) Financial Liabilities			
(a) Borrowings		1,47,698	1,58,917
(b) Lease liabilities		9,830	10,139
(ii) Provisions		1,779	1,997
(iii) Deferred tax liabilities (net)		8,163	9,723
(iv) Other non-current liabilities		24,789	26,603
Sub-total		1,92,259	2,07,379
(2) Current liabilities			
(i) Financial liabilities			
(a) Borrowings		1,21,797	1,21,625
(b) Lease liabilities		1,278	1,490
(c) Trade payables			
(i) Dues of micro and small enterprises		8,122	10,015
(ii) Dues of creditors other than micro and small enterprises		73,329	60,810
(d) Other financial liabilities		7,537	6,469
(ii) Other current liabilities		3,107	3,614
(iii) Provisions		1,072	1,448
(iv) Current tax liabilities (net)		16	4,542
Sub-total		2,16,258	2,10,013
TOTAL EQUITY AND LIABILITIES		5,53,419	5,64,363

See accompanying notes to the consolidated audited financial results

Himatsingka Seide Limited

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 D. K. Humathre

STATEMENT OF AUDITED CONSOLIDATED CASHFLOW FOR THE YEAR ENDED 31 MARCH 2023

(₹ Laacs)

Consolidated statement of cash flows	Year ended	
	31.03.2023 (Audited)	31.03.2022 (Audited)
Cash flows from operating activities		
(Loss) / profit for the year	(6,407)	14,082
Adjustments for:		
Finance costs	25,723	18,117
Interest income	(373)	(276)
Net gain on sale of current investments	(9)	(60)
Loss/ (gain) on current investments carried at fair value through profit or loss	-	40
Net (profit) / loss on disposal of property, plant and equipment	(1,896)	146
Loss allowance on financial assets (net)	257	36
Amortized value of employee loans and security deposits	7	24
Depreciation and amortisation expense	16,403	15,843
Net unrealised foreign exchange loss on non operating activities	473	107
Income tax expense	(1,093)	6,950
Operating cash flows before working capital changes	33,085	55,009
Changes in operating assets and liabilities		
(Increase) / decrease in trade receivables	(25,156)	(6,234)
(Increase) / decrease in inventories	30,633	(31,820)
(Increase) / decrease in other assets	(503)	(16,653)
Increase / (decrease) in trade payables	3,173	7,939
Increase / (decrease) in provisions	(208)	496
Increase / (decrease) in other liabilities	(967)	235
Cash generated from operations	40,057	8,972
Income taxes paid (net)	(4,646)	(2,188)
Net cash generated from operating activities (A)	35,411	6,784
Cash flows from investing activities		
Proceeds of sale of current investments (net)	354	700
Interest received	540	285
Acquisition of property, plant and equipment and intangible assets (net)	(973)	(14,758)
Investment in fixed deposits	(16,901)	(42,138)
Proceeds from fixed deposits maturity	17,199	42,286
Net cash used in investing activities (B)	219	(13,625)
Cash flows from financing activities		
Proceeds from / (repayment of) current borrowings (net)	4,070	20,920
Proceeds from non-current borrowings	69,788	50,774
Repayment of non-current borrowings	(86,373)	(38,680)
Dividend paid on equity shares	(492)	(492)
Payment of lease liabilities	(2,249)	(1,942)
Proceeds from government subsidies	2,748	5,550
Interest paid	(27,582)	(23,997)
Net cash generated from / (used in) financing activities (C)	(40,090)	12,133
Net increase in cash and cash equivalents (A+B+C)	(4,460)	5,292
Cash and cash equivalents at the beginning of the year	11,549	6,719
Effects of exchange rate changes on cash and cash equivalents	(1,214)	(462)
Cash and cash equivalents at the end of the year**	5,875	11,549
**Components of cash and cash equivalents		
Cash and cash equivalents comprise of		
Cash in hand	7	8
Balance with banks		
- in current accounts	5,868	9,150
- in deposit accounts (with original maturity of period of less than three months)	-	2,391
Total cash and cash equivalents in balance sheet	5,875	11,549



D. K. Hemalata

Reconciliation between opening and closing balance sheet for liabilities arising from financing activities				
	Opening balance 01.04.2022	Cash flows	Non-cash movement	Closing balance 31.03.2023
Non-current borrowings (including current maturities)	1,75,935	(16,584)	1,075	1,60,426
Current borrowings (excluding current maturities of non-current borrowings)	1,04,607	4,070	393	1,09,070
Interest accrued but not due	1,782	(27,582)	28,163	2,363
Total liabilities from financing activities	2,82,324	(40,096)	29,631	2,71,859

Reconciliation between opening and closing balance sheet for liabilities arising from financing activities				
	Opening balance 01.04.2021	Cash flows	Non-cash movement	Closing balance 31.03.2022
Non-current borrowings (including current maturities)	1,63,071	12,094	770	1,75,935
Current borrowings (excluding current maturities of non-current borrowings)	83,580	20,920	107	1,04,607
Interest accrued but not due	1,407	(23,997)	24,372	1,782
Total liabilities from financing activities	2,48,058	9,017	25,249	2,82,324



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NOTES:

- 1 The above audited 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 including step subsidiaries presented below:
 - a. Himatsingka Wovens Private Limited (subsidiary)
 - b. Himatsingka Holdings NA Inc. (subsidiary)
 - c. Himatsingka America Inc. (step subsidiary)
 - d. Twill & Oxford LLC (subsidiary under liquidation)
- 2 The Statement of the Group for the quarter and year ended 31 March 2023 have been reviewed by the Audit committee and thereafter approved by the Board of Directors in the meeting held on 30 May 2023.
- 3 The above consolidated results of the Group for the year ended 31 March 2023 have been audited by the Statutory Auditors and have issued an unqualified audit opinion on the same. The figures for the quarters ended 31 March 2023 and 31 March 2022 are the balancing figures between the audited figures of the full financial year and unaudited year to date figure upto the third quarter of the respective financial years. Also, the figures upto the end of the third quarter were only reviewed and not subject to audit by the statutory auditors.
- 4 Pursuant to the provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company shall publish audited consolidated financial results in the newspapers. However, the audited standalone financial results will be made available on the stock exchanges websites of BSE (www.bseindia.com) and NSE (www.nseindia.com) and on Company's website 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 Pursuant to the approval granted by the Union Cabinet on 14 July 2021 for continuation of Rebate of State and Central Taxes and Levies (RoSCTL) with the same rates as notified by Ministry of Textiles vide notification dated 8 March 2019 on exports of Apparel /Garments and Made up, the Group during the quarter ended 30 June 2021 had recognised the benefit of RoSCTL of ₹ 3,532 lacs pertaining to eligible export sales for the period from 1 January 2021 to 31 March 2021 which had previously not been recognised as the rates were not notified as at 31 March 2021.
- 7 The Company has entered into a Debenture Trust Deed with Axis Trustee Services Limited acting as Debenture Trustee for International Financial Corporation ("IFC") on 21 December 2022 for the issue of Secured Redeemable, Non-convertible debentures(unlisted NCD) on a private placement basis, denominated in Indian Rupees for a principal amount up to ₹ 46,000 lacs, of which the Company on 31 March 2023 has allotted 3,420 NCD, of ₹ 10 lacs each amounting to ₹ 34,200 lacs. These NCDs are repayable in 16 equal semi-annual installments commencing 3 years from the date of first disbursement. Further, on 28 February 2023, the Company entered into an agreement with IFC for the issue of USD 125 lacs Foreign Currency Convertible Bond (FCCB), of which the Company has approved the allotment of 8,300 FCCBs of USD 1000 each, amounting to ₹ 6,773 lacs (approximately) on 27 April 2023.
- 8 The finance costs for the current quarter and year ended 31 March 2023 is net of government interest subsidy of ₹ 2,400 lacs.
- 9 Additional information on standalone financial results :

(₹ lacs)

Particulars	Quarter ended			Year ended	
	31.03.2023 (Refer note 3)	31.12.2022 (Unaudited)	31.03.2022 (Refer note 3)	31.03.2023 (Audited)	31.03.2022 (Audited)
a. Revenue from operations	55,909	54,819	74,958	2,05,274	2,85,898
b. Profit/(Loss) before tax	3,479	235	2,550	(4,234)	22,384
c. Profit/(Loss) after tax	2,123	135	1,305	(3,019)	15,433
d. Total comprehensive income/(Loss)	3,795	1,444	750	(3,781)	15,578

 Bengaluru
30 May 2023


Dinesh Himatsingka
 Executive Chairman


Shrikant Himatsingka
 Managing Director & CEO

Independent Auditor's Report on Consolidated Audited Annual Financial Results of the Group pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended

To the Board of Directors of Himatsingka Seide Limited

Report on the Audit of Consolidated Financial Results

Opinion

We have audited the accompanying statement of consolidated annual financial results of Himatsingka Seide Limited (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") for the year ended March 31, 2023, ('the Statement') attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate audited financial statements/financial information of the subsidiaries the aforesaid Statement:

(i) includes the annual financial results of Holding Company and the following entities

Sr. No	Name of the Entities	Relationship with the Holding Company
1	Himatsingka Wovens Private Limited	Subsidiary Company
2	Himatsingka Holdings North America Inc.	Subsidiary Company
3	Himatsingka America Inc.	Step Subsidiary Company
4	Twill & Oxford LLC	Subsidiary Company (under liquidation)

(ii) is presented in accordance with the requirements of the Listing Regulations in this regard; and

(iii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India, of net loss and other comprehensive income and other financial information of the Group for the year ended March 31, 2023.



Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the consolidated financial statements 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 Code of Ethics.

We believe that the audit evidence obtained by us and other auditor in terms of their reports referred to in "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Management and Board of Directors' Responsibilities for the Consolidated Financial Results

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 on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of this Statement that gives a true and fair view of the net loss and other comprehensive loss and other financial information of the Group in accordance with the recognition and measurement principles laid down in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India and in compliance with the Listing Regulations. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

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

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our



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opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.

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 Statement, 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 on whether the Holding Company has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement 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 auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial statements/financial information of the entities within the Group to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Statement of which we are the independent auditors. For the other entities included in the Statement, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Statement of which we are the independent auditors 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.



MSKA & Associates

Chartered Accountants

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.

We also performed procedures in accordance with the circular issued by SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

Other Matters

1. The Statement includes the audited Financial Results of one subsidiary, whose financial statements reflect Group's share of total assets of Rs. 1,692 lacs as at March 31, 2023, Group's share of total revenue of Rs. Nil, Group's share of total net loss after tax of Rs. 1 lac, and Group's share of total comprehensive loss of Rs. 1 lac, for the period from April 01, 2022 to March 31, 2023 and Group's net cash flow of Rs. Nil for the year ended as on date respectively, as considered in the Statement, which have been audited by the other auditor whose report on financial statements of this entity have been furnished to us and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditor and the procedures performed by us are as stated in paragraph above.

Our opinion is not modified in respect of the above matter with respect to our reliance on the work done and the reports of the other auditor.

2. The Statement for the year ended March 31, 2022, were audited by another auditor whose report dated May 30, 2022 expressed an unmodified opinion on those statements.

Our opinion is not modified in respect of the above matter.

3. The Statement include the results for the quarter ended March 31, 2023 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 the third quarter of the current financial year prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" which were subject to limited review by us.

Our opinion is not modified in respect of the above matter.

For M S K A & Associates

Chartered Accountants

ICAI Firm Registration No.105047W



Amit Kumar Jhunjunwala
Partner

Membership No.: 067183

UDIN: 23067183BGWNTQ4131



Place: Bengaluru

Date: May 30, 2023

STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2023

(₹ Lacs except per share data)

Sl. No.	Particulars	Quarter ended			Year ended	
		31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
		(Refer note 3)	(Unaudited)	(Refer note 3)	(Audited)	(Audited)
	Income					
I	Revenue from operations (refer note 6)	55,909	54,819	74,958	2,05,274	2,85,898
II	Other income	200	1,474	989	7,740	1,994
III	Total income (I+II)	56,109	56,293	75,947	2,13,014	2,87,892
IV	Expenses					
	(a) Cost of raw materials and packing material consumed	24,996	21,266	43,559	1,03,352	1,64,827
	(b) Changes in inventories of finished goods and work-in-progress	4,638	9,394	2,617	14,425	(4,998)
	(c) Employee benefits expenses	6,031	5,988	5,940	24,021	27,716
	(d) Finance costs (refer note 8)	3,654	6,072	4,197	21,458	14,686
	(e) Depreciation and amortisation expenses	2,885	2,967	2,894	11,804	11,385
	(f) Other expenses	10,426	10,371	14,190	42,188	51,892
	Total expenses (IV)	52,630	56,058	73,397	2,17,248	2,65,508
V	Profit / (loss) before tax (III-IV)	3,479	235	2,550	(4,234)	22,384
VI	Tax expense					
	-Current tax charge / (credit)	-	-	(158)	-	4,274
	-Deferred tax charge / (credit)	1,356	100	1,403	(1,215)	2,677
	Total tax expense (VI)	1,356	100	1,245	(1,215)	6,951
VII	Profit / (Loss) for the period / year (V - VI)	2,123	135	1,305	(3,019)	15,433
VIII	Other comprehensive income / (loss)					
i	Items that will not be reclassified to statement of profit or loss					
	- Remeasurements of employees defined benefit plan	135	84	236	387	23
	- Income tax on (i) above	(47)	(29)	(83)	(135)	(8)
ii	Items that may be reclassified to statement of profit or loss					
	- Effective portion of gain and losses on designated portion of hedging instruments in cash flow hedge	2,435	1,927	(1,088)	(1,559)	200
	- Income tax on (ii) above	(851)	(673)	380	545	(70)
	Total other comprehensive income / (loss) for the period / year (VIII)	1,672	1,309	(555)	(762)	145
IX	Total comprehensive income / (loss) for the period / year (VII+VIII)	3,795	1,444	750	(3,781)	15,578
X	Paid up equity share capital (Face value of ₹ 5 per equity share)	4,923	4,923	4,923	4,923	4,923
XI	Reserves (Other equity)				1,61,806	1,66,080
XII	Earnings / (loss) per equity share of ₹ 5:	not annualised	not annualised	not annualised	annualised	annualised
	(a) Basic	2.16	0.14	1.33	(3.07)	15.67
	(b) Diluted	2.16	0.14	1.33	(3.07)	15.67

See accompanying notes to the standalone audited financial results



D.K. Humalies


STATEMENT OF AUDITED STANDALONE BALANCE SHEET AS AT 31 MARCH 2023

		(₹ Laacs)	
Particulars	As at		
	31.03.2023	31.03.2022	
	(Audited)	(Audited)	
ASSETS			
(1) Non-current assets			
(i) Property, plant and equipment	2,31,533	2,42,397	
(ii) Capital work-in-progress	2,988	4,428	
(iii) Intangible assets	1,329	1,335	
(iv) Financial assets			
(a) Investments	95,644	95,577	
(b) Loans	56	56	
(c) Others	1,718	1,552	
(v) Income tax assets (net)	1,497	1,360	
(vi) Other non-current assets	3,806	4,589	
Sub-total	3,38,571	3,51,294	
(2) Current assets			
(i) Inventories	22,770	41,101	
(ii) Financial assets			
(a) Investments	965	1,309	
(b) Trade receivables	1,27,588	95,139	
(c) Cash and cash equivalents	5,193	11,091	
(d) Bank balances other than (c) above	4,929	5,183	
(e) Loans	87	89	
(f) Other financial assets	20,862	19,496	
(iii) Other current assets	15,282	29,635	
Sub-total	1,97,676	2,03,043	
TOTAL ASSETS	5,36,247	5,54,337	
EQUITY AND LIABILITIES			
EQUITY			
Equity share capital	4,923	4,923	
Other equity	1,61,806	1,66,080	
Total Equity	1,66,729	1,71,003	
LIABILITIES			
(1) Non-current liabilities			
(i) Financial liabilities			
Borrowings	1,42,995	1,51,692	
(ii) Provisions	1,779	1,997	
(iii) Deferred tax liabilities (net)	8,701	10,325	
(iv) Other non-current liabilities	24,788	26,603	
Sub-total	1,78,263	1,90,617	
(2) Current liabilities			
(i) Financial liabilities			
(a) Borrowings	1,18,037	1,12,504	
(b) Trade payables			
(i) Dues of micro and small enterprises	8,122	10,015	
(ii) Dues of creditors other than micro and small enterprises	54,150	54,870	
(c) Other financial liabilities	7,360	6,353	
(ii) Other current liabilities	2,514	3,040	
(iii) Provisions	1,072	1,448	
(iv) Current tax liabilities (net)	-	4,487	
Sub-total	1,91,255	1,92,717	
TOTAL EQUITY AND LIABILITIES	5,36,247	5,54,337	

See accompanying notes to the standalone audited financial results

Himatsingka Seide Limited

Registered Office: 10/24 Kumara Krupa Road

High Grounds, Bangalore 560 001, India

T +91 80 2237 8000, F +91 80 4147 9384

E hslblr@himatsingka.com

CIN L17112KA1985PLC006647

www.himatsingka.com


D.K. Humadhi

STATEMENT OF AUDITED STANDALONE CASH FLOW FOR THE YEAR ENDED 31 MARCH 2023
(₹ Lacs)

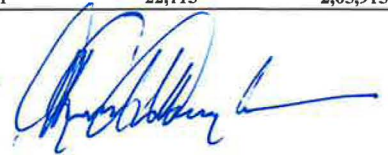
Statement of cash flows	Year ended	
	31.03.2023 (Audited)	31.03.2022 (Audited)
Cash flows from operating activities		
(Loss) / Profit for the year	(3,019)	15,433
Adjustments for:		
Finance costs	21,458	14,686
Interest income	(373)	(275)
Net gain on sale of current investments	(9)	(60)
Loss/ (gain) on current investments carried at fair value through profit or loss	-	40
Loss allowances on financial assets (net)	257	36
Net (profit) / loss on disposal of property, plant and equipment	(1,896)	146
Amortized value of employee loans and security deposits	7	24
Income on financial guarantee contracts	(67)	(73)
Depreciation and amortisation expense	11,804	11,385
Net unrealised foreign exchange loss on non operating activities	473	107
Income tax expense	(1,215)	6,951
Operating cash flows before working capital changes	27,420	48,400
Changes in operating assets and liabilities		
(Increase)/decrease in trade receivables	(32,706)	(28,863)
(Increase)/decrease in inventories	18,331	(7,778)
(Increase)/decrease in other assets	14,481	(17,023)
Increase/(decrease) in trade payables	(2,613)	10,646
Increase/(decrease) in provisions	(208)	496
Increase/(decrease) in other liabilities	(987)	206
Cash generated from operations	23,718	6,084
Income taxes paid (net)	(4,624)	(2,179)
Net cash generated from operating activities (A)	19,094	3,905
Cash flows from investing activities		
Proceeds of sale of current investments (net)	354	700
Interest received	540	8,088
Acquisition of property, plant and equipment and intangible assets (net)	(973)	(14,655)
Investment in subsidiaries	-	(8,441)
Investment in fixed deposits	(16,901)	(42,138)
Proceeds from fixed deposits maturity	17,199	42,286
Net cash used in investing activities (B)	219	(14,160)
Cash flows from financing activities		
Proceeds from / (repayment of) current borrowings (net)	10,068	16,064
Proceeds from non-current borrowings	69,788	50,774
Repayment of non-current borrowings	(83,319)	(35,868)
Dividend paid on equity shares	(492)	(492)
Proceeds from government subsidies	2,749	5,550
Interest paid	(24,005)	(21,189)
Net cash generated from / (used in) financing activities (C)	(25,211)	14,839
Net increase in cash and cash equivalents (A + B + C)	(5,898)	4,584
Cash and cash equivalents at the beginning of the year	11,091	6,507
Cash and cash equivalents at the end of the year**	5,193	11,091
**Components of cash and cash equivalents		
Cash and cash equivalents comprise of:		
Cash in hand	7	8
Balance with banks		
- in current accounts	5,186	8,692
- in deposit accounts (with original maturity period of less than three months)	-	2,391
Total cash and cash equivalents in balance sheet	5,193	11,091


D.K. Hemadri

Reconciliation between opening and closing balance sheet for liabilities arising from financing activities				
	Opening balance 01.04.2022	Net Cash flows	Non-cash movement	Closing balance 31.03.2023
Non- current borrowings (including current maturities)	1,65,795	(13,531)	299	1,52,563
Current borrowings (excluding current maturities of long term borrowings)	98,401	10,068	-	1,08,469
Interest accrued but not due	1,719	(24,005)	24,538	2,252
Total liabilities from financing activities	2,65,915	(27,468)	24,837	2,63,284

Reconciliation between opening and closing balance sheet for liabilities arising from financing activities				
	Opening balance 01.04.2021	Net Cash flows	Non-cash movement	Closing balance 31.03.2022
Non- current borrowings (including current maturities)	1,50,351	14,906	538	1,65,795
Current borrowings (excluding current maturities of long term borrowings)	82,337	16,064	-	98,401
Interest accrued but not due	1,331	(21,189)	21,577	1,719
Total liabilities from financing activities	2,34,019	9,781	22,115	2,65,915



D. K. Himatsingka 

NOTES:

- 1 The above audited 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 year ended 31 March 2023 have been reviewed by the Audit Committee and thereafter approved by the Board of Directors in the meeting held on 30 May 2023.
- 3 The above results of the Company for the year ended 31 March 2023 have been audited by the Statutory Auditors and have issued an unqualified audit opinion on the same. The figures for the quarters ended 31 March 2023 and 31 March 2022 are the balancing figure between the audited figures of the full financial year and unaudited year to date figure upto the third quarter of the respective financial years. Also, the figures upto the end of the third quarter were only reviewed and not subject to audit by the statutory auditors.
- 4 Pursuant to the provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company shall publish audited consolidated financial results in the newspapers. However, the audited standalone financial results will be made available on the stock exchanges websites of BSE (www.bseindia.com) and NSE (www.nseindia.com) and on Company's website 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 Pursuant to the approval granted by the Union Cabinet on 14 July 2021 for continuation of Rebate of State and Central Taxes and Levies (RoSCTL) with the same rates as notified by Ministry of Textiles vide notification dated 8 March 2019 on exports of Apparel /Garments and Made up, the Company during the quarter ended 30 June 2021 had recognised the benefit of RoSCTL of ₹ 3,532 lacs pertaining to eligible export sales for the period from 1 January 2021 to 31 March 2021 which had previously not been recognised as the rates were not notified as at 31 March 2021.
- 7 The Company has entered into a Debenture Trust Deed with Axis Trustee Services Limited acting as Debenture Trustee for International Financial Corporation ("IFC") on 21 December 2022 for the issue of Secured Redeemable, Non-convertible debentures(unlisted NCD) on a private placement basis, denominated in Indian Rupees for a principal amount up to ₹ 46,000 lacs, of which the Company on 31 March 2023 has allotted 3,420 NCD, of ₹ 10 lacs each amounting to ₹ 34,200 lacs. These NCDs are repayable in 16 equal semi-annual installments commencing 3 years from the date of first disbursement.
Further, on 28 February 2023, the Company entered into an agreement with IFC for the issue of USD 125 lacs Foreign Currency Convertible Bond (FCCB), of which the Company has approved the allotment of 8,300 FCCBs of USD 1000 each, amounting to ₹ 6,773 lacs (approximately) on 27 April 2023.
- 8 The finance costs for the current quarter and year ended 31 March 2023 is net of government interest subsidy of ₹ 2,400 lacs.

Bengaluru
30 May 2023



D. K. Himatsingka *Shrikant Himatsingka*

Dinesh Himatsingka
Executive Chairman

Shrikant Himatsingka
Managing Director & CEO

Himatsingka Seide Limited

Registered Office: 10/24 Kumara Krupa Road
High Grounds, Bangalore 560 001, India
T +91 80 2237 8000, F +91 80 4147 9384
E hslblr@himatsingka.com
CIN L17112KA1985PLC006647
www.himatsingka.com

Independent Auditor's Report on Standalone Audited Annual Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended

To the Board of Directors of Himatsingka Seide Limited

Report on the Audit of Standalone Financial Results

Opinion

We have audited the accompanying statement of standalone annual financial results of Himatsingka Seide Limited (hereinafter referred to as 'the Company') for the year ended March 31, 2023 ('the Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Statement:

- (i) is presented in accordance with the requirements of the Listing Regulations in this regard; and
- (ii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India, of net loss and other comprehensive income and other financial information of the Company for the year ended March 31, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the standalone financial results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial statements 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 Code of Ethics.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.



Management and Board of Directors' Responsibilities for the Standalone Financial Results

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of this Statement that gives a true and fair view of the net loss and other comprehensive loss and other financial information in accordance with the recognition and measurement principles laid down in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended issued thereunder and other accounting principles generally accepted in India and in compliance with 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors of the Company 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 Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Standalone Financial Results

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

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 Statement, 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 on whether the Company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.



MSKA & Associates

Chartered Accountants

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 auditor's report to the related disclosures in the Statement 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 auditor's 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 Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance of the Company of which we are the independent auditors 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.



MSKA & Associates

Chartered Accountants

Other Matters

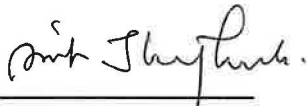
1. The Statement of the Company for the year ended March 31, 2022, were audited by another auditor whose report dated May 30, 2022 expressed an unmodified opinion on those statements.

Our opinion is not modified in respect of the above matter.

2. The Statement include the results for the quarter ended March 31, 2023 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 the third quarter of the current financial year prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" which were subject to limited review by us.

Our opinion is not modified in respect of the above matter.

For M S K A & Associates
Chartered Accountants
ICAI Firm Registration No.105047W



Amit Kumar Jhunjhunwala
Partner
Membership No. 067183
UDIN: 23067183BGWNTTP7341



Place: Bengaluru
Date: May 30, 2023