



HFCL Limited

(formerly Himachal Futuristic Communications Ltd.)

8, Commercial Complex, Masjid Moth, Greater Kailash - II,
New Delhi - 110048, India

Tel : (+91 11) 3520 9400, 3520 9500, Fax : (+91 11) 35209525

Web : www.hfcl.com

Email :

secretarial@hfcl.com

HFCL/SEC/21-22

October 11, 2021

The BSE Ltd. 1 st Floor, New Trading Wing, Rotunda Building Phiroze Jeejeebhoy Towers, Dalal Street, Fort Mumbai – 400001 corp.relations@bseindia.com Security Code No.: 500183	The National Stock Exchange of India Ltd. Exchange Plaza, 5 th Floor, C – 1, Block G Bandra – Kurla Complex, Bandra (E) Mumbai – 400051 cmlist@nse.co.in Security Code No.: HFCL
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RE: Disclosures under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”).

Subject: Outcome of the meeting of the Board of Directors held on October 11, 2021.

Time of Commencement: 04:00 P.M.

Time of Conclusion: 05:15 P.M.

Dear Sir(s)/ Madam,

This is in continuation to our earlier intimation dated September 30, 2021, with respect to the meeting of the Board of Directors of the Company, scheduled on October 11, 2021.

In terms of Regulation 30 read with Para A of Part A of Schedule III to the SEBI Listing Regulations, we wish to inform you that the **Board of Directors** of the Company has, at its meeting held today, **inter-alia, considered and approved the Un-audited Financial Results of the Company for the 2nd Quarter and Half Year ended September 30, 2021, of the Financial Year 2021-22**, both on Standalone and Consolidated basis, in accordance with the provisions of Regulation 33 of the SEBI Listing Regulations, along with the Limited Review Report of the Auditors' thereon.

The aforesaid Financial Results have also been duly reviewed by the Audit Committee of the Company at its meeting held on October 11, 2021.

The copies of the aforesaid Financial Results along with the Limited Review Report thereon issued by M/s S. Bhandari & Co., Chartered Accountants and M/s Oswal Sunil & Company, Chartered Accountants, Statutory Auditors of the Company, are enclosed herewith.

The Statement of Assets & Liabilities and the Statement Cash Flow, for the half year ended September 30, 2021, are also enclosed herewith.

Arrangements have also been made for publication of the aforesaid Financial Results in Newspapers, as per the requirements of Regulation 47 of the SEBI Listing Regulations.



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Please note that aforesaid Financial Results will also be available on the Company's website at www.hfcl.com.

We hereby submit a copy of Press Release on the Un-audited Financial Results of the Company for the 2nd Quarter and Half Year ended September 30, 2021, of the Financial Year 2021-22, both on Standalone and Consolidated basis.

You are requested to take the above information on records and upload the same on your respective websites.

Thanking you,

Yours faithfully,

For HFCL Limited

(Manoj Baid)

Senior Vice-President (Corporate) &
Company Secretary



Encl.: Limited Review Report
Un-audited Financial Results
Statement of Assets & Liabilities
Cash Flow Statement
Press Release

Independent Auditors' Review Report on Standalone Unaudited Quarterly and Year to date Financial Results of HFCL Limited ('the Company') pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

**To the Board of Directors of
HFCL Limited**

1. We have reviewed the accompanying Statement of the Unaudited Standalone Financial Results ('the Statement') of **HFCL Limited** ('the Company') for the quarter ended September 30, 2021 and for the period from April 01, 2021 to September 30, 2021, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations'), including relevant circulars issued by the SEBI from time to time. The Statement is the responsibility of the Company's Management and has been approved by the Company's Board of Directors. Our responsibility is to issue a report on the Statement based on our review of the Statement, which has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), specified under Section 133 of the Companies Act, 2013 read with relevant rules issues thereunder, and other accounting principles generally accepted in India and in Compliance with Regulation 33 of the Listing Regulations.

2. 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 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.

3. 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 the recognition and measurement principles laid down in the applicable Indian accounting standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued there under and other recognised accounting practices and policies 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.

For S. BHANDARI & CO.
Chartered Accountants
Firm Registration No. 000560C


(P.D. Baird)
Partner

Membership No. 072625
UDIN: 21072625AAAACI2748
Place: New Delhi
Date: October 11, 2021



For OSWAL SUNIL & COMPANY
Chartered Accountants
Firm Registration No. 016520N


(Sunil Bhansali)
Partner

Membership No. 054645
UDIN: 21054645AAAABG8109
Place: New Delhi
Date: October 11, 2021



Independent Auditors' Review Report on Consolidated Unaudited Quarterly and Year to date Financial Results of HFCL Limited (the "Parent") pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

**To the Board of Directors of
HFCL Limited (Formerly Himachal Futuristic Communications Limited)**

1. We have reviewed the accompanying Statement of the Unaudited Consolidated Financial Results ("the Statement") of **HFCL Limited** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net profit after tax and total comprehensive profit of its jointly controlled entity, for the quarter ended September 30, 2021 and for the period from April 01, 2021 to September 30, 2021, being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the 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 read with relevant rules issued thereunder, 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 of the Statement.

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 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, as amended, to the extent applicable.

4. The Statement includes the results of following Subsidiaries and Jointly Controlled Entity:

i. Subsidiaries:

- a. HTL Ltd.,
- b. Polixel Security Systems Pvt. Ltd.,
- c. Raddef Private Limited,
- d. Moneta Finance Pvt. Ltd.,
- e. HFCL Advance Systems Pvt. Ltd. and
- f. Dragon Wave HFCL India Pvt. Ltd.
- g. HFCL Technologies Pvt. Ltd. (w.e.f. June 26, 2021)

ii. Jointly Controlled Entity:

- a. Nimpaa Telecommunications Pvt. Ltd. (w.e.f. June 14, 2021)

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6 and 7 below, 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 did not review the interim financial information / financial results of two subsidiaries included in the Statement, whose interim financial information / financial results reflect total assets of Rs. 10.43 Crore as at September 30, 2021 and total revenues of Rs. Nil and Rs. Nil, total net profit / (loss) after tax of Rs. 0.07 Crore and Rs. 0.11 Crore and total comprehensive income / (loss) of Rs. 0.07 Crore and Rs. 0.11 Crore for the quarter ended September 30, 2021 and for the period from April 01, 2021 to September 30, 2021 respectively, and cash flows (net) of Rs. (0.03) Crore for the period from April 01, 2021 to September 30, 2021, as considered in the Statement. The Statement also includes the Group's share of net profit/ (loss) after tax of Rs. 1.21 Crore and Rs. 0.29 Crore and total comprehensive Income/(loss) of Rs. 1.21 Crore and Rs. 0.29 Crore, for the quarter ended September 30, 2021 and for the period from April 01, 2021 to September 30, 2021 respectively, as considered in the Statement, in respect of one jointly controlled entity, whose interim financial results have not been reviewed by us. These interim financial information/ financial results have been reviewed by other respective auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these two subsidiaries and jointly controlled entity, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

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

7. The interim financial information / financial results of five subsidiaries included in the Statement, whose interim financial information / financial results reflect total assets of Rs. 513.50 Crore as at September 30, 2021 and total revenues of Rs. 264.35 Crore and Rs. 484.94 Crore, total net profit / (loss) after tax of Rs. 15.57 Crore and Rs. 25.91 Crore and total comprehensive income / (loss) of Rs. 15.46 Crore and Rs. 25.87 Crore for the quarter ended September 30, 2021 and for the period from April 01, 2021 to September 30, 2021 respectively, and cash flows (net) of Rs. (3.69) Crore for the period from April 01, 2021 to September 30, 2021, as considered in the Statement, have been reviewed by one of the joint auditors of the Parent and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of such joint auditor.

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

For S. BHANDARI & CO.

Chartered Accountants
Firm Registration No. 000560C




(P.D. Baid)
Partner
Membership No. 072625
UDIN: 21072625AAAACJ5956

Place: New Delhi
Date: October 11, 2021

For OSWAL SUNIL & COMPANY

Chartered Accountants
Firm Registration No. 016520N




(Sunil Bhansali)
Partner
Membership No. 054645
UDIN: 21054645AAAABH2958

Place: New Delhi
Date: October 11, 2021

STATEMENT OF UNAUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE SECOND QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2021.

(Rs. in Crore unless otherwise stated)

Sl. No.	Particulars	Standalone						Consolidated					
		Three months ended	Preceding three months ended	Corresponding three months ended in the previous year	Year to date figures for the current period ended	Year to date figures for the previous period ended	Previous Financial Year ended	Three months ended	Preceding three months ended	Corresponding three months ended in the previous year	Year to date figures for the current period ended	Year to date figures for the previous period ended	Previous Financial Year ended
		September 30th 2021	June 30th 2021	September 30th 2020	September 30th 2021	September 30th 2020	March 31st 2021	September 30th 2021	June 30th 2021	September 30th 2020	September 30th 2021	September 30th 2020	March 31st 2021
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
I	INCOME												
	Revenue from Operations	1,004.92	1,108.20	983.80	2,113.12	1,640.04	4,105.87	1,122.05	1,206.87	1,054.32	2,328.92	1,754.08	4,422.96
	Other Income	3.33	4.70	11.22	8.03	15.29	33.22	4.05	5.29	11.99	9.34	16.29	34.76
	Total Income	1,008.25	1,112.90	995.02	2,121.15	1,655.33	4,139.09	1,126.10	1,212.16	1,066.31	2,338.26	1,770.37	4,457.72
II	EXPENSES												
	Cost of materials/services consumed	521.24	367.18	365.90	888.42	671.82	1,462.22	572.96	417.90	388.38	990.86	720.44	1,617.45
	Purchases of stock-in-trade	214.62	470.04	417.97	684.66	609.65	1,744.89	227.88	475.28	426.26	703.16	624.36	1,778.40
	Change in inventories of finished goods, work-in progress and stock-in trade	19.03	(7.80)	(8.06)	11.23	(8.99)	27.95	15.61	(11.78)	(3.70)	3.83	(14.73)	8.07
	Employee benefits expenses	60.98	71.49	54.16	132.47	102.49	215.69	73.92	83.28	61.85	157.20	117.24	252.85
	Finance costs	31.96	42.01	36.58	73.97	68.12	148.25	40.04	49.49	42.49	89.53	79.65	174.72
	Depreciation, Impairment and Amortisation expenses	13.18	12.99	13.47	26.17	26.56	53.59	18.07	17.76	16.59	35.83	32.69	68.63
	Other expenses	53.41	46.94	50.25	100.35	92.96	186.50	62.53	55.94	56.05	118.47	102.67	216.61
	Total Expenses	914.42	1,002.85	930.27	1,917.27	1,562.61	3,839.09	1,011.01	1,087.87	987.92	2,098.88	1,662.32	4,116.73
III	Profit / (loss) before, exceptional items and tax (I-II)	93.83	110.05	64.75	203.88	92.72	300.00	115.09	124.29	78.39	239.38	108.05	340.99
IV	Share of net profits / (loss) of jointly control entity accounted for using equity method	-	-	-	-	-	-	0.15	(0.24)	-	(0.09)	-	-
V	Profit / (loss) before exceptional items and tax (III+IV)	93.83	110.05	64.75	203.88	92.72	300.00	115.24	124.05	78.39	239.29	108.05	340.99
VI	Exceptional item	-	-	2.90	-	3.39	4.13	-	-	2.90	-	3.39	4.13
VII	Profit / (Loss) before tax (V-VI)	93.83	110.05	61.85	203.88	89.33	295.87	115.24	124.05	75.49	239.29	104.66	336.86
VIII	Tax expense												
	Current Tax	22.62	29.41	15.32	52.03	21.65	75.70	28.54	33.46	17.91	62.00	24.78	86.13
	Deferred Tax	1.03	0.10	1.82	1.13	2.36	(2.69)	0.76	(0.10)	4.26	0.66	5.22	4.49
IX	Profit / (Loss) after tax for the period from continuing operations (VII- VIII)	70.18	80.54	44.71	150.72	65.32	222.86	85.94	90.69	53.32	176.63	74.66	246.24
X	Other Comprehensive Income												
	Items that will not be reclassified to profit or loss	0.80	(0.71)	1.19	0.09	3.02	5.99	0.66	(0.62)	1.46	0.04	3.23	6.36
	Income tax on above item	(0.09)	0.30	(0.24)	0.21	(0.64)	(0.86)	(0.06)	0.28	(0.24)	0.22	(0.63)	(0.95)
	Items that will be reclassified to profit or loss	0.01	(0.22)	(0.12)	(0.21)	(0.29)	(0.45)	0.01	(0.22)	(0.12)	(0.21)	(0.29)	(0.45)
	Other comprehensive income for the period after tax	0.72	(0.63)	0.83	0.09	2.09	4.68	0.61	(0.56)	1.10	0.05	2.31	4.96
XI	Total comprehensive income for the period (IX+X)	70.90	79.91	45.54	150.81	67.41	227.54	86.55	90.13	54.42	176.68	76.97	251.20
XII	Profit attributable to:												
	Owners of the Parent	-	-	-	-	-	-	81.61	87.83	51.00	169.44	72.09	239.00
	Non-controlling interests	-	-	-	-	-	-	4.35	2.87	2.29	7.22	2.54	7.24
XIII	Total comprehensive income attributable to:												
	Owners of the Parent	-	-	-	-	-	-	82.24	87.25	52.07	169.49	74.38	243.89
	Non-controlling interests	-	-	-	-	-	-	4.33	2.88	2.33	7.21	2.57	7.31
XIV	Paid-up Equity Share Capital (Face value of Re.1/- each)	128.65	128.44	128.44	128.65	128.44	128.44	128.65	128.44	128.44	128.65	128.44	128.44
XV	Other Equity	-	-	-	-	-	1,748.05	-	-	-	-	-	1,795.03
XVI	Earnings per Share (face value of Re 1/- each) -												
	Basic (Rs.)	0.54	0.63	0.35	1.17	0.51	1.74	0.64	0.68	0.40	1.32	0.56	1.86
	Diluted (Rs.)	0.55	0.63	0.35	1.18	0.51	1.74	0.64	0.68	0.39	1.32	0.57	1.87

Cont...

Unaudited Standalone & Consolidated segment wise revenue, results, assets and liabilities for the second quarter and half year ended 30th September, 2021.

(Rs. in Crore unless otherwise stated)

Sl. No.	Particulars	Standalone						Consolidated					
		Three months ended	Preceding three months ended	Corresponding three months ended in the previous year	Year to date figures for the current period ended	Year to date figures for the previous period ended	Previous Financial Year ended	Three months ended	Preceding three months ended	Corresponding three months ended in the previous year	Year to date figures for the current period ended	Year to date figures for the previous period ended	Previous Financial Year ended
		September 30th 2021	June 30th 2021	September 30th 2020	September 30th 2021	September 30th 2020	March 31st 2021	September 30th 2021	June 30th 2021	September 30th 2020	September 30th 2021	September 30th 2020	March 31st 2021
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
1	Segment Revenue												
	a. Telecom Products	356.99	340.27	208.58	697.26	370.59	889.23	503.92	454.10	278.86	958.02	484.27	1,205.46
	b. Turnkey Contracts and Services	647.93	767.93	775.22	1,415.86	1,269.45	3,216.64	618.13	752.77	775.46	1,370.90	1,269.81	3,217.50
	c. Others	-	-	-	-	-	-	-	-	-	-	-	-
	Revenue from Operations	1,004.92	1,108.20	983.80	2,113.12	1,640.04	4,105.87	1,122.05	1,206.87	1,054.32	2,328.92	1,754.08	4,422.96
2	Segment Results Profit / (Loss) before tax and interest from each segment												
	a. Telecom Products	41.88	36.56	11.83	78.44	15.08	84.78	72.77	58.94	32.48	131.71	43.31	154.67
	b. Turnkey Contracts and Services	81.39	117.06	86.24	198.45	139.53	353.11	80.71	116.52	86.09	197.23	139.90	351.78
	c. Others	-	-	-	-	-	-	(0.85)	(0.13)	(0.94)	(0.98)	(1.73)	(1.10)
	Total	123.27	153.62	98.07	276.89	154.61	437.89	152.63	175.33	117.63	327.96	181.48	505.35
	Less: i. Interest	31.96	42.01	36.58	73.97	68.12	148.25	40.04	49.49	42.49	89.53	79.65	174.72
	ii. Other un-allocable expenditure net off	0.51	5.84	2.50	6.35	3.02	10.38	0.36	6.08	2.51	6.44	3.03	10.38
	iii. Un-allocable income	(3.03)	(4.28)	(2.86)	(7.31)	(5.86)	(16.61)	(3.01)	(4.29)	(2.86)	(7.30)	(5.86)	(16.61)
	Total Profit before Tax	93.83	110.05	61.85	203.88	89.33	295.87	115.24	124.05	75.49	239.29	104.66	336.86
3	Segment Assets												
	a. Telecom Products	1,094.74	1,128.72	927.22	1,094.74	927.22	1,035.99	1,413.35	1,400.93	1,100.14	1,413.35	1,100.14	1,304.84
	b. Turnkey Contracts and Services	2,892.13	3,301.24	2,585.79	2,892.13	2,585.79	3,391.05	2,901.56	3,310.66	2,595.36	2,901.56	2,595.36	3,400.47
	c. Others	-	-	-	-	-	-	4.69	0.11	0.34	4.69	0.34	0.30
	d. Un-allocated	549.78	532.33	520.85	549.78	520.85	510.17	547.78	532.33	520.85	547.78	520.85	510.17
	Total	4,536.65	4,962.29	4,033.86	4,536.65	4,033.86	4,937.21	4,867.38	5,244.03	4,216.69	4,867.38	4,216.69	5,215.78
4	Segment Liabilities												
	a. Telecom Products	467.17	580.99	426.00	467.17	426.00	461.58	719.24	800.00	572.14	719.24	572.14	688.02
	b. Turnkey Contracts and Services	1,590.94	1,738.18	1,232.59	1,590.94	1,232.59	1,916.67	1,595.73	1,742.46	1,235.01	1,595.73	1,235.01	1,920.43
	c. Others	-	-	-	-	-	-	1.01	1.24	1.37	1.01	1.37	1.40
	d. Un-allocated	463.95	685.63	660.84	463.95	660.84	682.47	463.95	685.63	660.84	463.95	660.84	682.47
	Total	2,522.06	3,004.80	2,319.43	2,522.06	2,319.43	3,060.72	2,779.93	3,229.33	2,469.36	2,779.93	2,469.36	3,292.32

- Notes:
- The above Un-Audited Standalone & Consolidated Financial Results of the Company for the second quarter and half year ended 30th September, 2021 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 11th October, 2021.
 - The above Results are in compliance with the Indian Accounting Standards (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time.
 - The Company has considered the possible effects that may result from the pandemic relating to COVID-19 in the preparation of the financial results including their coverability of carrying amounts of financial and non financial assets. Further the impact assessment does not indicate any adverse impact on the ability of the Company to continue as a going concern. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has, at the date of approval of the financial results, used internal and external sources of information including credit reports and related information and economic forecasts and expects that the carrying amount of the assets will be recovered. The impact of COVID-19 on the Company's financial results may differ from that estimated as at the date of approval of these financial results.
 - On 15th July, 2021 the Board of Directors has approved allotment of 49,34,300 equity shares of face value of Re.1/- each at applicable grant price to HFCL Employee's Trust under HFCL Employee's Long Term Incentive Plan 2017.
 - The Consolidated financial results for the quarter ended 30th September, 2021 includes the results of the following entities:
 - HFCL Limited. (HFCL) (Holding Company)
 - HTL Limited. (Subsidiary)
 - Moneta Finance Pvt. Limited (Wholly owned Subsidiary)
 - Polixel Security Systems Pvt. Limited (Wholly owned Subsidiary)
 - HFCL Advance Systems Pvt. Limited (Wholly owned Subsidiary)
 - DragonWave HFCL India Pvt. Limited (Wholly owned Subsidiary)
 - Raddef Pvt. Limited (Subsidiary)
 - Nimppa Telecommunications Private Limited (Jointly Controlled Entity w.e.f. 14th June, 2021)
 - HFCL Technologies Pvt. Limited (Wholly owned Subsidiary w.e.f. 26th June, 2021)
 - The figures of the previous periods have been re-grouped/ re-arranged wherever considered necessary.

HFCL LIMITED
Statement of Assets and Liabilities as at September 30, 2021.

(All amounts are in Rs.crore)

Particulars	Standalone		Consolidated	
	As at Sep. 30, 2021	As at March 31, 2021	As at Sep 30, 2021	As at March 31, 2021
	Un-Audited	Audited	Un-Audited	Audited
ASSETS				
(1) Non-current Assets				
(a) Property, Plant and Equipment	329.18	331.04	441.58	443.35
(b) Capital work-in-progress	34.39	3.73	53.04	11.82
(c) Right-of-use-assets	25.06	20.13	25.06	20.32
(d) Goodwill	-	-	26.17	26.17
(e) Other Intangible assets	13.78	16.41	15.06	17.97
(f) Intangible assets under development	34.68	23.34	35.54	24.20
(g) Investment in associates/ joint venture accounted for using the equity method	28.80	26.70	0.91	-
(h) Financial Assets				
(i) Investments	32.88	32.88	34.82	34.82
(ii) Trade receivables	436.30	444.78	436.35	444.83
(iii) Loans	26.50	26.50	6.50	6.50
(iv) Others	97.24	80.33	28.70	11.03
(i) Deferred tax assets (net)	9.65	10.57	6.26	6.70
(j) Other non-current assets	9.91	15.89	14.09	18.26
Sub-total	1,078.37	1,032.30	1,124.08	1,065.97
(2) Current Assets				
(a) Inventories	273.56	306.24	426.74	435.26
(b) Financial Assets				
(i) Investments	7.05	5.62	7.23	5.79
(ii) Trade receivables	2,138.33	2,528.03	2,227.69	2,610.99
(iii) Cash and cash equivalents	52.72	19.79	55.35	21.30
(iv) Bank balances other than (iii) above	276.17	273.95	296.03	285.14
(v) Loans	4.00	3.00	13.24	11.87
(vi) Others - advances	343.93	457.26	348.79	461.81
(c) Current Tax Assets (Net)	4.51	74.91	5.36	75.56
(d) Contract Assets	112.74	20.63	112.82	20.70
(e) Other current assets	245.26	215.48	250.03	221.41
Sub-total	3,458.27	3,904.91	3,743.28	4,149.83
Total Assets	4,536.64	4,937.21	4,867.36	5,215.80
EQUITY AND LIABILITIES				
(1) Equity				
(a) Equity Share capital	128.65	128.44	128.65	128.44
(b) Other Equity	1,885.93	1,748.05	1,944.32	1,787.77
(c) Non-Controlling interest	-	-	14.47	7.26
Sub-total	2,014.58	1,876.49	2,087.44	1,923.47
(2) Liabilities				
Non-current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	110.26	197.43	171.93	250.78
(ii) Lease liabilities	20.31	18.43	20.31	18.47
(b) Provisions	30.90	32.19	34.96	36.50
Sub-total	161.47	248.05	227.20	305.75
Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	439.27	605.39	511.73	587.64
(ii) Lease liabilities	6.44	3.58	6.44	3.75
(iii) Trade Payable	1,316.85	1,651.76	1,403.73	1,747.96
(iv) Other financial liabilities	409.87	399.62	420.40	487.41
(b) Current Tax liabilities (Net)	10.27	42.33	16.52	46.37
(c) Other current liabilities	135.96	68.13	151.54	71.22
(d) Contract liabilities	27.09	30.11	27.09	30.11
(e) Provisions	14.84	11.75	15.27	12.12
Sub-total	2,360.59	2,812.67	2,552.72	2,986.58
Total Equity and Liabilities	4,536.64	4,937.21	4,867.36	5,215.80



HFCL LIMITED
Statement of Cash Flow for the period ended September 30, 2021
(All amounts are in Rs.crore)

Particulars	Standalone		Consolidated	
	For the period ended	For the year ended	For the period ended	For the year ended
	Sep. 30, 2021	March 31, 2021	Sep. 30, 2021	March 31, 2021
	Un-Audited	Audited	Un-Audited	Audited
I. Cash flow from Operating Activities :				
Net Profit before taxes and Exceptional items	203.88	295.87	239.29	336.86
Adjustments for :				
Depreciation, Impairment and Amortization expenses	26.17	53.59	35.83	68.63
(Gain)/Loss on disposal of property, plant and equipment	(0.08)	0.03	(0.08)	0.03
Financial Guarantee impairment	-	(2.89)	-	(0.40)
Impairment loss, Bad Debts, advances and miscellaneous balances written off	(0.42)	3.98	(0.42)	4.66
Employee Share based payments expenses	2.11	3.69	2.22	3.89
Share of profit of joint ventures	-	-	0.09	-
Dividend and interest income classified as investing cash flows	(1.59)	(2.33)	(1.65)	(3.77)
Finance costs (net)	73.97	148.25	90.21	176.09
	100.16	204.32	126.20	249.13
Change in operating assets and liabilities :				
(Increase)/ Decrease in Trade and other receivables	398.60	(1,311.20)	392.20	(1,330.79)
(Increase)/ Decrease in Inventories	32.67	(33.86)	8.52	(91.59)
Increase/ (Decrease) in Trade payables	(334.91)	869.75	(344.24)	932.72
(Increase)/ Decrease in other financial assets	111.62	(11.27)	102.56	(14.00)
(Increase)/ Decrease in other non-current assets	(12.97)	17.36	(13.73)	20.91
(Increase)/ Decrease in other current assets	(121.89)	3.91	(120.79)	1.17
Increase / (Decrease) in provisions	3.09	1.46	3.15	1.43
Increase in other non-current liabilities	(2.13)	7.97	(2.64)	7.89
Increase/(Decrease) in other current liabilities	56.74	(36.69)	71.31	(39.12)
	130.82	(492.57)	96.34	(511.38)
Cash generated from operations	434.86	7.62	461.83	74.61
Income taxes paid/refund (net)	(13.69)	(12.63)	(21.66)	(17.79)
Net cash inflow from / (used in) operating activities	421.17	(5.01)	440.17	56.82
II Cash flow from Investing activities				
Payment for acquisition of subsidiary, net of cash acquired	(2.50)	(12.96)	(1.50)	(13.03)
Payments for property, plant and equipment including CWIP	(44.99)	(56.91)	(65.55)	(97.37)
Payments for Intangible Assets	(11.54)	(7.73)	(11.54)	(8.70)
Payment for loan to related party	(1.00)	3.75	0.52	3.11
Proceeds from sale of property, plant and equipment	0.29	2.14	(1.36)	2.15
Proceeds from sale of Investment	0.01	33.13	-	33.13
Interest received	-	-	1.22	3.77
Net Cash flow from / (used in) investing activities	(59.73)	(38.58)	(78.21)	(76.94)
III Cash flow from Financing Activities				
Proceeds from issues of ESOP	4.35	-	4.35	-
Proceeds from borrowings	31.57	262.98	51.25	280.95
(Repayment) of borrowings	(284.89)	(70.42)	(287.76)	(73.83)
(Repayment) of lease liabilities	(7.63)	(7.59)	(7.73)	(7.76)
	(256.60)	184.97	(239.89)	199.36
Finance Costs paid	(71.91)	(134.31)	(88.02)	(174.38)
Dividend & tax thereon paid	-	-	-	-
Net Cash flow from/ (used in) financing activities	(328.51)	50.66	(327.91)	24.98
IV Net increase/(decrease) in cash & cash equivalents (I + II + III)	32.93	7.07	34.05	4.86
V Cash and cash equivalents at the beginning of the financial year	19.79	12.72	21.30	16.44
VI Cash and cash equivalents at end of the year	52.72	19.79	55.35	21.30





Press Release
For immediate Release

HFCL delivers another quarter of healthy performance

Strategic highlights

- Twin focus on execution and innovation fortifies current performance and future prospects
- Capex projects across optical fibre, optical fibre cable and FTTH cable are headed towards on time commissioning, current capacity utilisations at optimal levels
- Enquiry and order pipeline witnesses an uptick, outstanding order book of ₹ 5821.75 crore ensures sustainable revenue visibility

Financial highlights

- Q2FY22 Consolidated Revenue jumped 6.42% YoY and stood at ₹ 1122.05 crore as compared to ₹ 1054.32 crore in Q2FY21
- Consolidated EBIDTA stood at ₹ 173.20 crore in Q2FY22 as compared to ₹ 137.47 crore in Q2FY21; EBIDTA margin improved from 13.04 % to 15.44 %YoY
- Consolidated PAT grew to ₹ 85.94 crore as compared to ₹ 53.32 crore for Q2FY21, PAT margin improved to 7.66 % in Q2FY22 as compared to 5.06% in Q1FY22

New Delhi, 11th October, 2021: HFCL Limited, India's leading technology enterprise engaged in manufacturing high end transmission and access equipment, optical fibre and optical fibre cables and creating communication networks for telecom service providers, Railways, Defence and Smart City & Surveillance Projects, has announced its unaudited financial results for the second quarter ended September 30, 2021 of FY22.

Consolidated Financial Highlights

Particulars	Q2 FY22 Rs. in Crore	Q1 FY22 Rs. in Crore	Change Q-o-Q%	Q2 FY21 Rs. in Crore	Change Y-o-Y%
Revenue	1122.05	1206.87	-7.03%	1054.32	6.42%
EBIDTA	173.20	191.54	-9.58%	137.47	25.99%
EBIDTA Margin (%)	15.44%	15.87%	-43Bps	13.04%	240Bps
PAT	85.94	90.69	-5.23%	53.32	61.18%
PAT Margin (%)	7.66%	7.51%	15Bps	5.06%	260Bps

On a standalone basis, for the second quarter ended 30th September, 2021, the Company reported a Revenue of ₹ 1004.92 crore, EBIDTA of ₹ 138.97 crore, PBT of ₹ 93.83 crore and PAT of ₹ 70.18 crore.

For the half year ended 30th September, 2021, the Company reported consolidated revenue of ₹ 2328.92 crore, EBIDTA of ₹ 364.74 crore, PBT of ₹ 239.29 crore and PAT of ₹ 176.63 crore.

For the half year ended 30th September, 2021, the Company reported standalone revenue of ₹ 2113.12 crore, EBIDTA of ₹ 304.02 crore, PBT of ₹ 203.88 crore and PAT of ₹ 150.72 crore.

Commenting on the Company's performance, Mr. Mahendra Nahata, the Managing Director said, "We had a strong quarter with growth in revenues, expansion in margins and robust cash generation as compared to Q2 FY 21. Our capacity utilisation remained at optimum level across all



the manufacturing facilities. The opportunity landscape is poised to get better and HFCL continues to strengthen its customer value proposition with ever expanding bouquet of products and solutions and riding high on innovation and economies of scale with expanded capacities. ” Commenting further , he added, *“Our conscious shift towards margin and cash flow accretive components of telecom products and capital efficient projects would continue to strengthen our profitability ratio while our holistic R&D focus would keep us ahead of the curve of technological advancements. The resilience and competitiveness of our teams, sustained strengthening of our organisational capabilities further fortifies the HFCL story ahead. ”*

About HFCL

HFCL Limited (formerly Himachal Futuristic Communications Limited) is a leading technology enterprise engaged in manufacturing of high end Transmission and Access Equipment, Optical Fiber, Optical Fiber Cables (OFC) and is specialized in setting up modern communication network for Telecom Service Providers, Railways, Defence, Smart City and Surveillance projects.

The Company has state-of-the-art Optical Fiber and Optical Fiber Cable manufacturing facilities at Hyderabad, Optical Fiber Cable manufacturing plant in Goa and in its subsidiary i.e. HTL Limited at Chennai along with FRP Rod manufacturing facility in its subsidiary at Hosur. It also has a telecom equipment manufacturing facility at Solan.

The Company’s in-house Centre for Excellence in Research located at Gurgaon & Bengaluru along with invested R&D Houses and other collaborators at different locations in India and abroad, innovate futuristic range of technology products and solutions. Some of the newly developed products through R&D are Wi-Fi Systems, Unlicensed Band Radios, Switches, Electronic Fuses, Electro optic devices, Cloud Management Systems and Video Management Systems. There is a suite of products under development, which include Software Defined Radios, Routers, PON, Small cell and Macro cell for 5G, Intelligent Antenna Systems and Ground Surveillance Radars among others.

Visit www.hfcl.com for more information.

For further details please contact:

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Date: 11th October, 2021

Place : New Delhi

