

November 10, 2020

The BSE Limited,  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai - 400 001.

The National Stock Exchange of India Limited  
Exchange Plaza, Bandra Kurla Complex,  
Bandra (E), Mumbai - 400 051.

**Scrip Code: 526217**

**Scrip Symbol: HITEHCORP**

Dear Sir/ Madam,

**Sub: Outcome of the Board Meeting held on November 10, 2020.**

The Board of Directors of the Company at its Meeting held today on 10<sup>th</sup> November, 2020, *inter-alia*, approved the Audited Financial Results of the Company for the quarter and half year ended September 30, 2020.

The Board Meeting commenced at 5.00 p.m. and concluded at 7.10 p.m.

Pursuant to Regulation 30 & 33 of the Listing Regulations, please find enclosed the following:

1. Audited Financial Results of the Company for the quarter and half year ended September 30, 2020;
2. Statement of Assets and Liabilities of the Company for the half year ended September 30, 2020;
3. Cash Flow Statement of the Company for the half year ended September 30, 2020;
4. Auditors' Report in respect of the aforesaid Results.

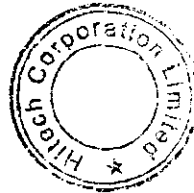
In compliance with the Regulation 47 of the Listing Regulations, the Company would arrange to publish in the newspapers, the above said Results in the prescribed format.

This is for your information and record.

Thanking you,

Yours faithfully,  
**For Hitech Corporation Limited**

  
**Namita Tiwari**  
**Company Secretary**  
**& Compliance Officer**



**Encl: As Above**

**Independent Auditor's Report on Audited Quarterly Financial Results and Year to Date Results of Hitech Corporation Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**INDEPENDENT AUDITOR'S REPORT  
TO THE BOARD OF DIRECTORS OF HITECH CORPORATION LIMITED**

**Report on the audit of the Financial Results**

**Opinion**

We have audited the accompanying financial results of **Hitech Corporation Limited** ("the Company") for the quarter ended September 30, 2020 and year to date results for the period from April 1, 2020 to September 30, 2020 ("the financial results"), 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 these financial results:

- i. are presented in accordance with the requirements of Regulation 33 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 Indian Accounting Standard 34, 'Interim Financial Reporting' and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter ended September 30, 2020 and for the period ended April 1, 2020 to September 30, 2020.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Results* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Management's Responsibilities for the Financial Results**

These financial results have been prepared on the basis of the interim condensed financial statements. The Company's management and Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other

irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the management and Board of Directors are responsible for assessing the Company's ability 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 also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Results**

Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management and the Board of Directors.
- Conclude on the appropriateness of the management's and 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 Company's ability 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 financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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 financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**Other Matters**

Due to the COVID-19 related lockdown we were unable to travel to the planned plant locations at the quarter end and reliance has been placed on inventory counts conducted by management, internal auditors and local chartered accountancy firms appointed by us / internal auditors for the physical verification of inventory as at September 30, 2020.

Our report on the Financial Results is not modified in respect of this matter.

**For KALYANIWALLA & MISTRY LLP**  
**CHARTERED ACCOUNTANTS**  
Firm Reg. No.: 104607W/W100166

**Roshni R. Marfatia**  
Partner  
M. No.: 106548  
UDIN: 20106548AAAAFU4454  
Mumbai, November 10, 2020.

**HITECH CORPORATION LIMITED**

Regd. Office: 201,2nd Floor, Welspun House, Kamala City, Senapati Bapat Marg, Lower Parel (W), Mumbai-400 013.

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CIN No. L28992MH1991PLC168235

**STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2020**

₹ in lakhs

Sr. No.	Particulars	Quarter ended			Half year ended		Year Ended
		Audited	Audited	Audited	Audited	Audited	Audited
		30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
I	Revenue from Operations	12,331.77	5,737.31	12,203.89	18,069.08	24,348.87	46,008.71
II	Other Income	47.52	15.43	20.88	62.95	33.95	54.83
III	<b>Total Income (I + II)</b>	<b>12,379.29</b>	<b>5,752.74</b>	<b>12,224.77</b>	<b>18,132.03</b>	<b>24,382.82</b>	<b>46,063.54</b>
IV	<b>Expenses :</b>						
	Cost of materials consumed	7,154.16	3,307.50	7,680.03	10,461.66	14,979.30	27,297.21
	Changes in inventories of finished goods and work-in-progress	(50.10)	31.16	(341.37)	(18.94)	(281.26)	167.06
	Employee benefits expense	737.95	681.52	779.89	1,419.47	1,636.92	3,080.70
	Finance costs	504.50	462.99	638.36	967.49	1,226.63	2,356.41
	Depreciation and amortisation expense	761.82	688.94	756.71	1,450.76	1,427.56	2,996.79
	Other expenses	2,574.28	1,215.96	2,575.75	3,790.24	4,938.88	9,484.76
	<b>Total Expenses</b>	<b>11,682.61</b>	<b>6,388.07</b>	<b>12,089.37</b>	<b>18,070.68</b>	<b>23,928.03</b>	<b>45,382.93</b>
V	<b>Profit / (Loss) before exceptional items and tax (III -IV)</b>	<b>696.68</b>	<b>(635.33)</b>	<b>135.40</b>	<b>61.35</b>	<b>454.79</b>	<b>680.61</b>
VI	<b>Exceptional Items   (Charge) / Credit  </b>						
							(322.15)
VII	<b>Profit / (Loss) before tax (V + VI)</b>	<b>696.68</b>	<b>(635.33)</b>	<b>135.40</b>	<b>61.35</b>	<b>454.79</b>	<b>358.46</b>
VIII	<b>Tax Expenses :</b>						
	1) Current Tax	126.97	-	39.29	126.97	125.76	68.88
	2) Deferred Tax	(69.95)	-	28.06	(69.95)	64.08	138.04
	3) Minimum Alternative Tax Credit Entitlement	-	-	-	-	-	(57.74)
	4) Prior Year Tax Adjustments / Minimum Alternative Tax Credit Entitlement	-	-	(26.65)	-	(26.65)	(26.65)
	<b>Tax Expense</b>	<b>57.02</b>	<b>-</b>	<b>40.70</b>	<b>57.02</b>	<b>163.19</b>	<b>122.53</b>
IX	<b>Profit / (Loss) for the period (VII -VIII)</b>	<b>639.66</b>	<b>(635.33)</b>	<b>94.70</b>	<b>4.33</b>	<b>291.60</b>	<b>235.93</b>
X	<b>Other Comprehensive Income</b>						
	A (i) Items that will not be reclassified to profit or loss						
	-Remeasurement of defined benefit plans	5.57	(2.70)	2.14	2.87	5.50	57.48
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(1.03)	-	(0.71)	(1.03)	(1.83)	(17.08)
	<b>Other Comprehensive Income</b>	<b>4.54</b>	<b>(2.70)</b>	<b>1.43</b>	<b>1.84</b>	<b>3.67</b>	<b>40.40</b>
XI	<b>Total Comprehensive Income (IX+X)</b>	<b>644.20</b>	<b>(638.03)</b>	<b>96.13</b>	<b>6.17</b>	<b>295.27</b>	<b>276.33</b>
XII	Paid-up Equity Share Capital (Face Value of ₹ 10 per Share)	1,717.57	1,717.57	1,717.57	1,717.57	1,717.57	1,717.57
XIII	Reserve (excluding Revaluation Reserve) as at Balance Sheet Date						14,815.40
XIV	<b>Earnings per share (of ₹ 10/- each) (not annualised):</b>						
	Basic	3.72	(3.70)	0.55	0.03	1.70	1.37
	Diluted	3.72	(3.70)	0.55	0.03	1.70	1.37

*[Handwritten Signature]*




## Notes:

1. The above audited financial results which are published in accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements), 2015, as amended have been reviewed and recommended by the Audit Committee, and approved by the Board of Directors of the Company at their meeting held on November 10, 2020.
2. The above financial results are in accordance with the Indian Accounting Standards, the (Ind-AS) as prescribed under section 133 of the Companies Act, 2013, read with Companies (Indian Accounting Standards) Rules, 2015 (as amended).
3. The Company has identified Plastic Containers as its single primary reportable segment in accordance with the requirements of Ind AS 108 - Operating Segments. Accordingly, no separate segment information has been provided.
4. Pursuant to the lockdowns announced by the government authorities to contain the spread of COVID-19 outbreak, the Company's operations and financial results for the quarter ended June 30, 2020 and half year ended September 30, 2020 have been impacted and are therefore not comparable with those for the previous periods. The operations gradually resumed in a phased manner with requisite precautions. The Company has taken into account both the internal and external information for arriving at the possible impact of the pandemic in preparation of the financial results (including but not limited to its assessment of liquidity and going concern assumption), recoverable values of its financial and non-financial assets.
5. The Code on Social Security, 2020 ('the Code') relating to employee benefits during employment and post-employment received Presidential assent in September 2020. The Code has been published in the Gazette of India however, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
6. As part of the strategy to rationalise production facilities towards profitable products and optimise the cost, the operations at the manufacturing facility of the Company situated at Sitarganj (Uttarakhand) has been discontinued with effect from October 16, 2020. The plant and machinery have been shifted to other manufacturing units of the Company and most of the employees have been relocated to other plants.
7. Previous period figures have been regrouped and reclassified wherever necessary.

By Order of the Board of Directors

For HITECH CORPORATION LIMITED

  
Malav Dani  
Managing Director  
Mumbai  
November 10, 2020







**HITECH CORPORATION LIMITED**  
BALANCE SHEET AS AT SEPTEMBER 30, 2020

₹ in lakhs

	Audited	
	As at September 30, 2020	As at March 31, 2020
<b>ASSETS</b>		
<b>1 Non-current assets</b>		
(a) Property, Plant and Equipment	24,212.57	24,944.60
(b) Right of use Assets	2,479.29	2,531.69
(c) Capital work-in-progress	146.38	165.03
(d) Investment Property	110.58	112.70
(e) Other Intangible Assets	9.98	13.94
(f) Financial Assets		
(i) Investments	-	-
(ii) Loans	536.72	534.25
(iii) Other financial assets	207.12	132.32
(g) Current Tax Assets (Net)	629.40	671.34
(h) Other non-current assets	688.06	641.17
<b>Total Non-current assets</b>	<b>29,020.10</b>	<b>29,747.04</b>
<b>2 Current assets</b>		
(a) Inventories	4,094.27	3,481.97
(b) Financial Assets		
(i) Trade Receivables	4,232.63	4,321.32
(ii) Cash and Cash Equivalents	55.85	51.77
(iii) Bank balances other than (ii) above	32.46	32.47
(iv) Other financial assets	104.45	420.55
(c) Other Current Assets	446.39	571.04
<b>Total Current assets</b>	<b>8,966.05</b>	<b>8,879.12</b>
<b>Total Assets</b>	<b>37,986.15</b>	<b>38,626.16</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity Share Capital	1,717.57	1,717.57
(b) Other Equity	14,821.58	14,815.40
<b>Total Equity</b>	<b>16,539.15</b>	<b>16,532.97</b>
<b>Liabilities</b>		
<b>1 Non-current liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	8,983.56	9,360.72
(ii) Lease Liabilities	351.01	381.95
(iii) Other Financial Liabilities	6.43	6.14
(b) Provisions	271.10	222.49
(c) Deferred tax liabilities (Net)	543.73	613.68
<b>Total Non-current liabilities</b>	<b>10,155.83</b>	<b>10,584.98</b>
<b>2 Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	4,996.74	6,306.55
(ii) Lease Liabilities	111.67	113.39
(iii) Trade Payables		
Total outstanding dues of Micro and Small Enterprise	225.97	178.64
Total outstanding dues of creditors other than Micro and Small Enterprise	1,805.90	1,454.41
(iv) Other financial liabilities	3,492.10	3,067.50
(b) Other Current liabilities	343.07	80.86
(c) Provisions	297.88	289.02
(d) Current Tax Liabilities (Net)	17.84	17.84
<b>Total Current liabilities</b>	<b>11,291.17</b>	<b>11,508.21</b>
<b>Total Equity and Liabilities</b>	<b>37,986.15</b>	<b>38,626.16</b>





## HITECH Corporation Limited

## Statement of Cash Flow for the Half year ended September 30, 2020

	Half year ended September 30, 2020	Half year ended September 30, 2019
<b>(A) CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	61.35	454.79
<b>Adjustments for :</b>		
Depreciation and amortization expense	1,450.76	1,427.56
Loss on Sale of Property, Plant and Equipment	(16.74)	(4.28)
Unrealised Foreign Exchange Loss	1.26	(1.04)
Bad Debts written off	41.14	27.87
Provision for doubtful debts	(6.09)	6.07
Provision for doubtful advances	-	(28.87)
Loans and Advances written off	-	-
Finance costs	866.60	1,105.01
Dividend on preference shares and tax thereon	100.88	121.62
Rental Income from Investment Property	(13.90)	(13.50)
Interest Income	(14.63)	(9.57)
Gain on Lease Rent Wavier	(14.73)	-
<b>Operating Profit before working capital changes</b>	<b>2,455.90</b>	<b>3,085.66</b>
<b>Adjustments for :</b>		
Inventories	(612.30)	(198.48)
Trade Receivables	53.64	157.62
Loans	(0.92)	(52.83)
Financial Assets	232.71	171.47
Other assets	171.23	(151.56)
Insurance claim received (net)	-	-
Trade Payables	398.82	673.20
Financial liabilities	75.50	(1,113.45)
Other liabilities	262.23	124.43
Provisions	60.34	44.01
<b>Cash Generated from Operations</b>	<b>3,097.15</b>	<b>2,740.07</b>
Income Tax paid (Net of Refund)	(86.06)	(163.10)
<b>Net Cash generated from operating activities</b>	<b>3,011.09</b>	<b>2,576.97</b>
<b>(B) CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Property, Plant & Equipment	(718.00)	(2,177.24)
Sale of Property, Plant & Equipment	24.59	6.05
(Decrease) / Increase in fixed deposits	(0.77)	55.13
Rent Received	13.90	13.50
Interest Received	21.52	11.71
<b>Net Cash (used in) investing activities</b>	<b>(658.76)</b>	<b>(2,090.85)</b>
<b>(C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds of Long Term Borrowings	560.34	500.00
Repayments from Long Term Borrowings	(687.50)	(500.00)
Proceeds / (Repayments) from Short Term Borrowings (Net)	(1,102.01)	(149.02)
Finance costs paid	(848.09)	(1,109.53)
Interest paid on lease payments	(21.19)	(20.02)
Principle payment of Lease Liability	(42.00)	(51.52)
<b>Net Cash (used in) from financing activities</b>	<b>(2,140.45)</b>	<b>(1,330.09)</b>
<b>(D) Net Increase/ (Decrease) in Cash and Cash Equivalents</b>	<b>211.88</b>	<b>(843.97)</b>
<b>Cash and Cash Equivalents at the beginning of the year</b>	<b>(512.29)</b>	<b>(572.47)</b>
<b>Cash and Cash Equivalents at the end of the period</b>	<b>(300.41)</b>	<b>(1,416.44)</b>

## Notes :

(a) The above Statement of Cash Flow has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard (Ind / Statement of Cash Flow.

(b) Cash and Cash Equivalents comprises of

	As at September 30, 2020	As at September 30, 2019
Cash on hand	3.63	3.42
Balances with bank		
- Current Accounts	52.22	125.82
- Cash credit accounts		
Less: Loan repayable on demand (Cash Credit / Overdraft Account)	(356.26)	(1,545.68)
	<b>(300.41)</b>	<b>(1,416.44)</b>

