



आई एस ओ 9001 आई एस ओ 14001 यूनिट
AN ISO 9001 ISO 14001 UNIT



हिन्दुस्तान ऑर्गेनिक केमिकल्स लिमिटेड
(भारत सरकार का उद्यम)
HINDUSTAN ORGANIC CHEMICALS LIMITED
(A Govt. of India Enterprise)

HOC/SEC/BSE/389BM/2020/08/13

Date: 13th August, 2020

To,
Bombay Stock Exchange Ltd.,
24th Floor, DCS-CRD,
Pheroze Jeejeebhoy Towers,
Mumbai – 400001

Dear Sirs,

Sub: Filing of Un-audited Quarterly Financial Results (Standalone and Consolidated) of the Company for the 1st Quarter ended 30-06-2020 in compliance with Regulation 33 and other applicable Regulations of LODRRs.
Ref: Regulation 30, 33 and other applicable Regulations of the LODRRs, 2015.

Further to our letter No.HOC/SEC/BSE/389BM/2020/07.30 dated 31stJuly,2020, (intimating the date of Board Meeting under Reg. 29) and in Compliance with Regulation 33 of the Listing Regulations, please find enclosed herewith the Un-audited Quarterly Financial Results (Standalone & Consolidated) of the Company, viz. Hindustan Organic Chemicals Ltd., (HOCL) for the 1st Quarter ended 30-06-2020 along with Limited Review Reports thereon (for both Standalone & Consolidated) as given by the Statutory Auditors of our Company (for the year 2019-20 i.e. M/s. BSJ & Associates, CAs) for records of the Exchange.

It is hereby declared and confirmed that the said Statutory Auditors have given their Un-modified Opinion in their Limited Review Reports in respect of the Un-audited Financial Results of the company as on 30-06-2020.

Please note that the said financial results are recommended by the Sub-Committee of the Board and are approved by the Board of Directors at their Board Meeting held today, on 13thAugust, 2020.

This information has also been filed herewith on line at BSE e-filing portal today, on 13th August, 2020 and also disseminated on the website of the Company.

Kindly take the same on your records.

Thanking you,

Yours faithfully,

For Hindustan Organic Chemicals Ltd.

(Mrs. Susheela S. Kulkarni)

Company Secretary

Encl.: as above.



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(भारत सरकार का उद्यम)
HINDUSTAN ORGANIC CHEMICALS LIMITED
(A Govt. of India Enterprise)

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2020

[See Regulation 47(1) (b) of the SEBI (LODR) Regulations, 2015]

(₹ in lakhs)

	PARTICULARS	STANDALONE			
		Quarter ended			Year Ended
		30.06.2020 (Unaudited)	31.03.2020 (Audited)	30.06.2019 (Unaudited)	31.03.2020 (Audited)
1	Revenue from Operations	7920.98	8674.02	6522.93	30001.23
2	Other Income	192.73	1189.33	458.34	2194.64
3	Total Revenue (I + II)	8113.71	9863.35	6981.27	32195.87
4	Expenses:				
a	Cost of materials consumed	3699.46	6230.48	3714.32	19681.86
b	(Increase) / Decrease in work-in-progress	784.88	(808.35)	849.19	(24.92)
c	Employees benefits expense	1188.57	1602.30	1379.70	5265.97
d	Finance Cost	1341.42	1367.39	1431.95	5626.34
e	Depreciation and amortisation expense	33.23	36.52	30.49	128.76
f	Utilities (Power, Fuel & Water)	1403.17	1760.98	1332.50	6293.70
g	Other expenses	864.02	1321.04	894.48	4692.54
	Total Expenses	9314.75	11510.36	9632.63	41664.25
5	Profit / (Loss) before Exceptional items (3-4)	(1201.04)	(1647.01)	(2651.36)	(9468.38)
6	Exceptional Items	0.00	0.00	0.00	0.00
7	Profit(+)/Loss(-) before tax (5+6)	(1201.04)	(1647.01)	(2651.36)	(9468.38)
8	Tax expenses:				
	(1) Current tax	0.00	0.00	200.00	0.00
	(2) Deferred tax	0.00	0.00	0.00	0.00
9	Profit(+)/Loss(-) for the period from continuing operations (7-8)	(1201.04)	(1647.01)	(2851.36)	(9468.38)
10	Profit/(loss) from discontinued operations	0.00	0.00	0.00	0.00
	Tax expenses of discontinued operations	0.00	0.00	0.00	0.00
	Profit/(loss) from discontinued operations (after tax)	0.00	0.00	0.00	0.00
11	Net Profit/ (Loss) for the period (9+10)	(1201.04)	(1647.01)	(2851.36)	(9468.38)
12	Other Comprehensive Income				
(i)	Items that will not be reclassified to profit or loss				
a	Revaluation of Plant, property & equipments	0.00	(2916.56)	0.00	(2916.56)
	Deferred Tax expenses	0.00	556.00	2853.00	3409.00
b	Provision for Duties & Taxes Receivable	0.00	0.00	0.00	0.00
c	Provision for diminution of investment in HFL	0.00	(781.94)	0.00	(781.94)
	Deferred Tax expenses	0.00	228.00	0.00	228.00
d	Changes in defined benefit plan	0.00	(182.55)	0.00	(182.55)
(ii)	Income tax relating to items that will not be reclassified to P&L	0.00	0.00	0.00	0.00
	Other Comprehensive Income-Total	0.00	(3097.05)	2853.00	(244.05)
13	Total Comprehensive Income (comprising profit/(loss) for the period (after tax) and other comprehensive income (after tax) (11+12)	(1201.04)	(4744.06)	1.64	(9712.43)
14	Paid-up equity share capital (Face value of Rs.10 each)	6727.00	6727.00	6727.00	6727.00
15	Reserve excluding Revaluation Reserve as per the balance sheet of previous accounting year				(96258.08)

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	PARTICULARS	STANDALONE			
		Quarter ended			Year Ended 31.03.2020
		30.06.2020	31.03.2020	30.06.2019	
16	Earnings per share (Face value of Rs.10 each) for the continuing and discontinuing operations)				
	a) Basic and diluted EPS before and after exceptional items				
	- Basic	(1.79)	(2.45)	(4.24)	(14.10)
	- Diluted	(1.79)	(2.45)	(4.24)	(14.10)

NOTE :

- As the Company has only one segment i.e. Chemicals, segment break-up is not required.
- Post applicability of Goods and Services Tax (GST) with effect from 01.07.2017, Revenue from operations are disclosed net of GST.
- The Company adopted Indian Accounting Standards ("Ind AS") from 1st April 2017 and accordingly these results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34, Interim Financial Reporting prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting pronouncements generally accepted in India. Financial results for all the periods presented have been prepared in accordance with the recognition and measurement principles of Ind AS 34.
- The above results are recommended by the ^{Sub-}Audit Committee and approved by the Board of Directors at its meeting held on 13th August 20.
- Impact on account of Covid-19 during the 1st Quarter of 2020-21: The financial impact on account of Covid 19 pandemic and consequent loss of production is given below.
 - Reduction in Turnover: Rs.44.58 crore and b) consequent loss: Rs.14.71 crore.
- The company is in the process of implementation of the Govt. Approved restructuring plan. Sale of unencumbered land in Rasayani through NBCC and Panvel land through e-auction are in progress. The Phenol plant at Kochi is in operation. In view of this the financial statement have been prepared on going concern basis.
- In view of the MCA Circular dt.21st April,2011, the Shareholders, who wish to have the service of document by the Company, can be made through electronic mode by registering their email ID's with corporate.cs@hoclindia.com, cs@hoclindia.com and also with of the Company's R&T Agents viz. Bigshare Services Pvt. Ltd. Andheri, Mumbai at their email id, viz. investor@bigshareonline.com.

Place: Navi Mumbai
Date : 13th August 2020


S.B. Bhide
Chairman & Managing Director





Review Report on Unaudited Standalone Quarterly and year to Financial Results pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

The Board of Directors,
Hindustan Organic Chemicals Limited
4th Floor, V Times Square, Sector 15,
CBD Belapur, Navi Mumbai - 400 614

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **Hindustan Organic Chemicals Limited** ("the company") for the quarter ended June 30, 2020 ("the statement") attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended read. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on this financial statement based on our review.
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 (ICAI). This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. The company does not have required number of Independent Directors on its Board due to vacancy arising out of end of the term of existing independent directors from February 21, 2020 onwards and consequently the Audit Committee, Stakeholders Relationship Committee and Nomination and Remunerations Committee are not comprised of Independent Directors in compliance with relevant Regulations of SEBI Listing Obligation and Disclosure Requirements (LODR) Regulations, 2015.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Indian Accounting Standards and other recognised accounting practices and polices has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.



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5. Emphasis of Matter

We draw attention to the following notes to the standalone financial results:

We draw attention to Note 5, which describes the impact of the outbreak of corona virus (COVID-19) on the business operations of the company. In view of highly uncertain economic environment, a definitive assessment of the impact on the subsequent periods is highly dependent upon circumstances as to evolve.

Our opinion is not modified in respect of this matter.



For *BSJ & Associates*

Chartered Accountants

FRN. 010560S

CA. Dojo Augustine

Partner (M.No.214088)

UDIN: 20214088AAAABR2423

Place: Ernakulam

Date: 13/08/2020



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हिन्दुस्तान ऑर्गेनिक केमिकल्स लिमिटेड
(भारत सरकार का उद्यम)
HINDUSTAN ORGANIC CHEMICALS LIMITED
(A Govt. of India Enterprise)

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2020

[See Regulation 47(1) (b) of the SEBI (LODR) Regulations, 2015]

(₹ in lakhs)

	PARTICULARS	CONSOLIDATED			
		Quarter ended			Year Ended
		30.06.2020	31.03.2020	30.06.2019	31.03.2020
	(Unaudited)	(Audited)	(Unaudited)	(Audited)	
1	Revenue from Operations	8214.73	9275.83	7456.28	33133.69
2	Other Income	178.83	1177.28	442.49	2135.31
3	Total Revenue (I + II)	8393.56	10453.11	7898.77	35269.00
4	Expenses:				
a	Cost of materials consumed	3820.53	6377.53	4162.42	20984.88
b	(Increase) / Decrease in work-in-progress	817.21	(682.03)	813.62	95.80
c	Employees benefits expense	2545.91	2084.38	1629.40	6476.41
d	Finance Cost	1351.95	1320.08	1492.64	5762.70
e	Depreciation and amortisation expense	69.95	73.61	67.39	277.07
f	Utilities (Power, Fuel & Water)	1438.62	1760.98	1426.00	6497.07
g	Other expenses	953.13	1551.76	912.26	4949.42
	Total Expenses	10997.30	12486.31	10503.73	45043.35
5	Profit / (Loss) before Exceptional items (3-4)	(2603.74)	(2033.20)	(2604.96)	(9774.35)
6	Exceptional Items	0.00	0.00	0.00	0.00
7	Profit(+)/Loss(-) before tax (5+6)	(2603.74)	(2033.20)	(2604.96)	(9774.35)
8	Tax expenses:				
(1)	Current tax	0.00	0.00	200.00	0.00
(2)	Deferred tax	0.00	0.00	0.00	0.00
9	Profit(+)/Loss(-) for the period from continuing operations (7-8)	(2603.74)	(2033.20)	(2804.96)	(9774.35)
10	Profit/(loss) from discontinued operations	0.00	0.00	0.00	0.00
	Tax expenses of discontinued operations	0.00	0.00	0.00	0.00
	Profit/(loss) from discontinued operations (after tax)	0.00	0.00	0.00	0.00
11	Net Profit/ (Loss) for the period (9+10)	(2603.74)	(2033.20)	(2804.96)	(9774.35)
12	Other Comprehensive Income				
	Items that will not be reclassified to profit or loss				
a)	Revaluation of Plant, property & equipments	0.00	(2916.56)	0.00	(2916.56)
	Deferred Tax expenses	0.00	784.00	2853.00	3409.00
b)	Provision for Duties & Taxes Receivable	0.00	0.00	0.00	0.00
c)	Provision for diminution of investment in HFL	0.00	0.00	0.00	(781.94)
	Deferred Tax expenses	0.00	(237.02)	0.00	173.53
d)	Changes in defined benefit plan				
f)	Financial instruments through OCI at amortised cost □	0.00	1.43	1.43	(176.84)
(ii)	Income tax relating to items that will not be reclassified to profit or loss	0.00	0.00	0.00	0.00
	Other Comprehensive Income-Total	0.00	(2368.15)	2854.43	(292.81)
13	Total Comprehensive Income (comprising profit/(loss) for the period (after tax) and other comprehensive income (after tax) (11+12)	(2603.74)	(4401.35)	49.47	(10067.16)
	Net profit attributable to				
a)	Owners of the Company	-1992.58	-1864.94	-2818.24	-9616.09
b)	Non controlling interest	-611.16	-168.26	13.28	-158.26
	Other Comprehensive income attributable to				
a)	Owners of the Company	0.00	-2345.04	2853.81	-271.57
b)	Non controlling interest	0.00	-23.11	0.62	-21.24
	Total Comprehensive income attributable to				
a)	Owners of the Company	-1992.58	-4209.98	35.57	-9887.65
b)	Non controlling interest	-611.16	-191.37	13.90	-179.51
14	Paid-up equity share capital (Face value of Rs.10 each)	6726.96	6726.96	6726.96	6726.96
15	Reserve excluding Revaluation Reserve as per the balance sheet of previous accounting year				(98892.48)

(Contd..2)



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	PARTICULARS	CONSOLIDATED			
		Quarter ended			Year Ended
		30.06.2020	31.03.2020	30.06.2019	31.03.2020
16	Earnings per share (Face value of Rs.10 each) for the continuing and discontinuing operations)				
	a) Basic and diluted EPS before and after exceptional items				
	- Basic	(3.88)	(3.03)	(4.18)	(14.55)
	- Diluted	(3.88)	(3.03)	(4.18)	(14.55)

NOTE :

- As the Company has only one segment i.e. Chemicals, segment break-up is not required.
- Post applicability of Goods and Services Tax (GST) with effect from 01.07.2017, Revenue from operations are disclosed net of GST.
- The Company adopted Indian Accounting Standards ("Ind AS") from 1st April 2017 and accordingly these results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34, Interim Financial Reporting prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting pronouncements generally accepted in India. Financial results for all the periods presented have been prepared in accordance with the recognition and measurement principles of Ind AS 34.
- The above results are recommended by the ^{Sub-}Audit Committee and approved by the Board of Directors at its meeting held on 13th August 20.
- Impact on account of Covid-19 during the 1st Quarter of 2020-21: The financial impact on account of Covid 19 pandemic and consequent loss of production is given below.
 - Reduction in Turnover: Rs.44.58 crore and b) consequent loss: Rs.14.71 crore.
- The Holding company is in the process of implementation of the Govt. Approved restructuring plan. Sale of unencumbered land in Rasayani through NBCC and Panvel land through e-auction are in progress. The Phenol plant at Kochi is in operation. In view of this the financial statement have been prepared on going concern basis.
- As per the letter received from Ministry of Chemicals & Fertilizers, Department of Chemicals and Petrochemicals vide File No. 9-5101506/2019-Ch.III dated 29.01.2020, the subsidiary company (HFL) was directed to be closed as per the decision of Cabinet Committee on Economic Affairs (CCEA) with timelines for implementation of this closure. Accordingly, Board has initiated the process for implementing the said direction and taking steps in this regard.
- The subsidiary company (HFL) had received an amount of Rs.73.70 Cr. from Gol as Interest free loan on 26.5.2020. In compliance to the guidelines given by Ministry, HFL had given VRS to 64 employees as on this reporting date with Rs.13.11 Crore, paid Statutory dues viz. Gratuity, EL and other payables of Rs.15.71 Crore, Wage revision arrear of (1997 & 2007) of Rs.14.08 Crore and also repaid working capital / Cash Credit loan of Rs.4.54 Crore was paid to SBI.
- The subsidiary company (HFL) is in the process of disposal of various assets viz. Movable assets and Plant and Machinery through MSTC as directed by CCEA their vide order dated 29-Jan-2020. HFL is seeking extension of time since disposal of assets need to be completed within 6 months from the order date.
- In view of the MCA Circular dt.21st April,2011, the Shareholders, who wish to have the service of document by the Company, can be made through electronic mode by registering their email ID's with corporate.cs@hoclindia.com, cs@hoclindia.com and also with of the Company's R&T Agents viz. Bigshare Services Pvt. Ltd. Andheri, Mumbai at their email id, viz. investor@bigshareonline.com.

Place: Navi Mumbai
Date : 13th August 2020


S.B. Bhide
Chairman & Managing Director





Independent Auditors Review Report on Consolidated Unaudited Quarterly and year to date financial results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

The Board of Directors,
Hindustan Organic Chemicals Limited
4th Floor, V Times Square, Sector 15,
CBD Belapur, Navi Mumbai - 400 614

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **Hindustan Organic Chemicals Limited** ("the Parent") and its subsidiary (the Parent and its subsidiary together to as "the Group") for the quarter ended June 30, 2020 ("the statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended June 30, 2019, as reported in these financial results have been approved by the Parent's Board of Directors, but have not been subjected to review.
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') specified under section 133 of the Companies Act, 2013, and other accounting principal generally accepted in India . Our responsibility is to express a conclusion on this Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India (ICAI). 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 the 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, we do not express an audit opinion.

We also performed procedures in accordance with circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended to the extent applicable.



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4. The company does not have required number of Independent Directors on its Board due to vacancy arising out of end of the term of existing independent directors from February 21, 2020 onwards and consequently the Audit Committee, Stakeholders Relationship Committee and Nomination and Remunerations Committee are not comprised of Independent Directors in compliance with relevant Regulations of SEBI Listing Obligation and Disclosure Requirements (LODR) Regulations, 2015
5. The Statement includes the results of subsidiary, M/s Hindustan Fluorocarbons Limited.
6. Based on our review conducted and procedures performed as stated in paragraph 3 above, and based on the consideration of review report of other Auditors referred to in paragraph 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 of principals laid down in the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. We did not review the unaudited financial result of one subsidiary included in the consolidated unaudited financial result, whose financial result reflect total revenue of Rs.346.62 lakhs, total net profit/(loss) after tax of Rs.(1402.70) lakhs and total comprehensive income /loss of Rs.(1402.70) lakhs for the quarter ended June 30, 2020 as considered in the consolidated unaudited financial results. These interim financial results have been reviewed by other 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 the subsidiary is based solely on the reports of the other Auditors and the procedures performed by us as stated in paragraph 3 above.
8. **Emphasis of Matter**
 - (i) We draw attention to Note 5 to the consolidated financial result, which describes the impact of the outbreak of corona virus (COVID-19) on the business operations of the company. In view of highly uncertain economic environment, a definitive assessment of the impact on the subsequent periods is highly dependent upon circumstances as to evolve.






- (i) We draw attention to Note 7, 8 and 9 to the consolidated financial result, which describe the decision of the Cabinet Committee on Economic Affairs to close the company with timelines for implementation of the closure and step already taken in this regard, progress made and plan of action of the subsidiary company for implementing these directions. Based on the direction given by the Ministry and the steps initiated by the subsidiary company, the subsidiary company hence forth would not come as a going concern entity.

Our conclusion on the statement is not modified in respect of these matters.



For *BSJ & Associates*
Chartered Accountants
FRN. 010560S


CA. Jojo Augustine
Partner (M.No.214088)
UDIN: 20214088AAAABS736

Place: Ernakulam
Date: 13/08/2020