



**HINDOOSTAN  
MILLS**

November 12, 2022

The General Manager,  
Department of Corporate Services – Listing,  
BSE Limited,  
Phiroze Jeejeebhoy Towers, Dalal Street,  
Mumbai – 400 001

**Scrip Code: 509895**

Dear Sir,

**Re: Outcome of Board Meeting held on November 12, 2022**

**Un-Audited Financial Results and “Limited Review” for the Quarter/half year ended September 30, 2022:**

In terms of Regulation 33 of SEBI (Listing Obligation And Disclosure Requirement) Regulations, 2015 and modifications, if any, we are enclosing herewith Un-audited Financial Results for the Quarter/half year ended September 30, 2022 together with “Limited Review” report by the Auditors, as reviewed by the Audit Committee and approved by the Board of Directors at its Meeting held on November 12, 2022 for your information and record.

The Meeting of the Board of Directors commenced at 12.00 noon and concluded at 2.45 p.m.  
Kindly take the matter on record.

Thanking you,

Yours faithfully,  
For **HINDOOSTAN MILLS LIMITED,**

  
**KAUSHIK N KAPASI**  
Company Secretary & Compliance Officer  
FCS 1479

**Hindustan Mills Ltd.**

**Registered Office :** Shivsagar Estate, "D" Block, 8th Floor, Dr. Annie Besant Road, Worli, Mumbai - 400 018, India

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CIN : L17121MH1904PLC000195

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*S H R & Co.*  
*Chartered Accountants*

*212A-203, Kewa Chambers  
Sir Vitthal Das Thackersey Marg  
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Independent Auditor's Review Report on Unaudited Quarterly and Year to Date Financial Results of **Hindoostan Mills Limited** pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To,  
The Board of Directors  
**Hindoostan Mills Limited**  
Mumbai

**1. Introduction**

We have reviewed the accompanying statement of unaudited Financial Results of **Hindoostan Mills Limited** (the Company") for the quarter ended **September 30, 2022** and year to date from April 1, 2022 to September 30, 2022, attached herewith, (the "Statement"), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the listing regulations").

This statement, which is the responsibility of the Company's Management and approved by the Company'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 (the "Act") as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing regulation. Our responsibility is to express a conclusion on the Statement based on our review.

**2. Scope of Review**

We conducted our review of the Statement in accordance with the Standard on Review Engagement (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 of the interim financial information consists of making inquiries, primarily of company personnel responsible for the financial and accounting matters, and applying analytical and other review procedure. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under section 143 (10) of the Companies Act, 2013 and consequently does not enable us to obtain assurances that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.





**HINDOOSTAN MILLS LIMITED**  
Unaudited Segment information for the Quarter ended 30th September 2022

₹ in lakhs

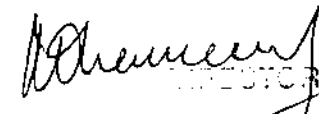
Sr.No.	Particulars	Quarter Ended			Year To Date		Year Ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
		30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
<b>1</b>	<b>Segment Revenue</b>						
	a) Textile	1,748.77	2,558.60	2,087.75	4,307.37	3,838.86	8,932.18
	b) Engineering	374.09	240.60	492.33	614.69	672.79	1,442.25
	<b>Gross Sales/Income from Operations</b>	<b>2,122.86</b>	<b>2,799.20</b>	<b>2,520.08</b>	<b>4,922.06</b>	<b>4,511.65</b>	<b>10,374.43</b>
<b>2</b>	<b>Segment Results - Loss before Tax, Interest &amp; Unallocable overheads</b>						
	a) Textile	(296.10)	(120.83)	(71.30)	(416.63)	(195.48)	(202.57)
	b) Engineering	39.47	2.04	40.08	41.51	52.47	152.34
	<b>Total</b>	<b>(256.63)</b>	<b>(118.49)</b>	<b>(31.22)</b>	<b>(375.12)</b>	<b>(143.01)</b>	<b>(50.23)</b>
	d) Interest Expenses	(8.78)	(7.00)	(2.58)	(15.78)	(5.51)	(14.97)
	e) Unallocable Income net of unallocable overheads	44.14	9.23	36.55	53.37	45.48	(1.26)
	<b>f) Profit / (Loss) before Exceptional Items and Tax</b>	<b>(221.27)</b>	<b>(116.26)</b>	<b>2.75</b>	<b>(337.53)</b>	<b>(103.04)</b>	<b>(66.46)</b>
<b>3</b>	<b>Segment Assets</b>						
	a) Textile	4,704.52	4,994.63	4,776.88	4,704.52	4,776.88	5,334.28
	b) Engineering	1,068.03	896.08	995.28	1,068.03	995.28	1,068.44
	c) Unallocable	2,094.74	2,155.95	2,241.13	2,094.74	2,241.13	1,980.31
	<b>Total Assets</b>	<b>7,867.29</b>	<b>8,046.66</b>	<b>8,013.29</b>	<b>7,867.29</b>	<b>8,013.29</b>	<b>8,383.03</b>
<b>4</b>	<b>Segment Liabilities</b>						
	a) Textile	1,816.18	1,874.16	1,770.18	1,816.18	1,770.18	2,123.78
	b) Engineering	474.21	318.57	339.43	474.21	339.43	294.07
	c) Unallocable	349.18	407.47	136.92	349.18	136.92	404.98
	<b>Total Liabilities</b>	<b>2,639.57</b>	<b>2,600.20</b>	<b>2,246.53</b>	<b>2,639.57</b>	<b>2,246.53</b>	<b>2,822.83</b>
<b>5</b>	<b>Capital Employed</b>						
	(Segment Assets - Segment Liabilities)						
	a) Textile	2,888.34	3,120.47	3,006.70	2,888.34	3,006.70	3,210.50
	b) Engineering	593.82	577.51	655.85	593.82	655.85	774.37
	c) Unallocable	1,745.56	1,748.48	2,104.21	1,745.56	2,104.21	1,575.33
	<b>Total Capital Employed in the Company</b>	<b>5,227.72</b>	<b>5,446.46</b>	<b>5,766.76</b>	<b>5,227.72</b>	<b>5,766.76</b>	<b>5,560.20</b>

**Notes:**

- The above unaudited financial results, as reviewed by the Audit Committee, have been approved and taken on record at the meeting of the Board of Directors held on 12th November, 2022. The results are as per regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations, 2015 as amended.
- During lock down due to Covid-19, the textile factory was closed for the period April 1 to May 8 2020. The Company has paid on account advances (subject to adjustment against wages) to workers for this closure period, which is equivalent to about 50% of their wages. A final decision will be taken in this matter depending upon the negotiations with the Union. In view of management no further liability is estimated.
- The company initiated disciplinary action against certain employees out of which some of the employees have been terminated after following certain formal inquiries and procedures under the Industrial Dispute Act and some matters are still under inquiry. The company will make necessary provision for the liabilities if any, that may arise on account of the action initiated by it upon the outcome and completion of such inquiries and procedures. In view of management no liability is estimated.
- The Memorandum of Settlement between Hindoostan Mills Limited and the Karad Taluka Girani Karnagar Sangh, Karad (Sangh) expired on December 31, 2019. The "Charter of Demands" has been submitted by the Sangh to the Management. The negotiations between the Management and the Sangh are in progress and accordingly, the Company has made a provision on an estimated basis pending such negotiations.
- Interest Subsidy:**
  - Recognition of interest subsidy: Company has been recognising interest subsidy in terms of its eligibility under the New Textile Policy 2012 as Other Income from May, 2014 to September, 2019.
  - Recovery of subsidy from Government: The aggregate revenue recognised by the Company for the period from October, 2016 to 30th September, 2019 aggregating to ₹ 127.73 lakhs is outstanding as on date which is considered good and recoverable by the Management.
- As reported earlier, in connection with the joint property development transaction entered into by the Company with Caprihans India Limited (Caprihans), the Company had provided ₹ 63.98 lakhs in the Financial Statements for the year ended 31st March, 2017 as the sum payable to Caprihans in terms of the Arbitration Award dated 20th October, 2016. Thereafter, the said Caprihans challenged the said Arbitration Award before the Hon. High Court at Mumbai. Since then, the Single Judge of the Hon. High Court at Mumbai decided the challenge filed by the said Caprihans vide its judgment dated 3rd June, 2019 inter alia holding that:
  - the majority award rejecting Caprihans claim for cost of construction at ₹ 3,100 per sq. ft. is set aside;
  - the liability of the Company to pay interest on the unpaid cost of construction is subject matter of fresh Arbitration;
  - the cost of litigation claimed by the said Caprihans being discretionary, the decision of the Arbitrators rejecting the same is not required to be interfered.
 Against the said judgment of the Learned Single Judge of the Hon. High Court at Mumbai, the Company has filed an appeal before the Division Bench of the Hon. High Court. The said Caprihans has also filed an appeal before the Division Bench of the Hon. High Court challenging the judgment of the Learned Single Judge. The Appeals will come up for hearing in due course. The Company is of the view that, at this juncture, since the matter is sub judice, the provision of ₹ 63.98 lakhs will be adjusted in the year in which finality is reached.
- The Code on Social Security 2020 has been notified in the Official Gazette on September 29, 2020. The effective date from which the changes are applicable is yet to be notified and the rules are yet to be framed. Impact if any, of the change will be assessed and accounted in the period in which said Code becomes effective and the rules framed thereunder are published.
- Current Tax:** In view of the management, no provision for income tax is required considering the accumulated loss of the earlier years. Company has not created any Deferred Tax Assets in respect of past accumulated losses on account of uncertainty of future taxable profit.
- There was no investor complaint pending at the beginning of the quarter. During the quarter ended 30th September 2022, the Company has received no complaints and hence no complaint is pending as at 30th September 2022.
- Figures for the earlier periods have been regrouped / reclassified wherever necessary.

Mumbai  
Dated : 12th November 2022

FOR HINDOOSTAN MILLS LTD.

  
 Anurag K. Thackersey  
 Director

**Hindustan Mills Limited**  
**Unaudited Balance Sheet as on 30th September 2022**

₹ in lakhs

Sr. No.	Particulars	30.09.2022 (Unaudited)	31.03.2022 (Audited)
<b>I.</b>	<b>Assets</b>		
<b>1</b>	<b>Non-Current Assets</b>		
	a. Property, Plant and Equipment	1,614.04	1,803.40
	b. Capital Work in Progress	16.08	4.65
	c. Right to Use Assets	206.33	231.91
	d. <u>Financial Assets</u>		
	i) Investments	1,034.39	850.17
	ii) Other Financial Assets	103.15	104.93
	e. Income Tax Assets (Net)	36.86	58.40
	f. Other Non-Current Assets	1.72	6.19
		<b>3,012.57</b>	<b>3,059.65</b>
<b>2</b>	<b>Current Assets</b>		
	a. Inventories	2,324.59	2,365.98
	b. <u>Financial Assets</u>		
	i) Investment	432.27	424.21
	ii) Trade Receivables	1,310.40	1,242.27
	iii) Cash and Cash Equivalents	144.81	615.20
	iv) Other Bank Balances (Other than (iii) above)	281.50	255.30
	c. v) Other Financial Assets	134.58	144.14
	d. Other Current Assets	221.38	245.71
	e. Assets held for Sale	5.19	30.57
		<b>4,854.72</b>	<b>5,323.38</b>
	<b>Total</b>	<b>7,867.29</b>	<b>8,383.03</b>
<b>II.</b>	<b>Equity and Liabilities</b>		
<b>1</b>	<b>Equity</b>		
	a. Equity Share Capital	166.45	166.45
	b. Other Equity	5,061.27	5,393.76
		<b>5,227.72</b>	<b>5,560.21</b>
<b>2</b>	<b>Liabilities</b>		
	<b>Non-Current Liabilities</b>		
	a. <u>Financial Liabilities</u>		
	i) Lease Liabilities	172.97	194.86
	ii) Other Financial Liabilities	4.57	5.24
	b. Provisions	755.50	729.85
		<b>933.04</b>	<b>929.95</b>
	<b>Current Liabilities</b>		
	a. <u>Financial Liabilities</u>		
	i) Lease Liabilities	42.71	40.51
	ii) Trade Payables	1,062.05	1,183.34
	iii) Other Financial Liabilities	3.58	2.76
	b. Other Current Liabilities	574.14	642.21
	c. Provisions	24.05	24.05
		<b>1,706.53</b>	<b>1,892.87</b>
	<b>Total</b>	<b>7,867.29</b>	<b>8,383.03</b>

**Hindustan Mills Limited**  
**Statement of Cash Flow for the Half Year Ended 30th September 2022**

₹ in lakhs

Sr. No.	Particulars	Half Year Ended 30th September 2022	Year Ended 31st March 2022
		(Unaudited)	(Audited)
<b>A.</b>	<b>CASHFLOW FROM OPERATING ACTIVITIES</b>		
	Profit / (Loss) before tax from continuing operations	(337.53)	(66.46)
	Adjustment for :		
	Depreciation and Amortisation expenses	217.03	535.30
	Finance Cost	15.78	14.97
	Property, Plant and Equipments Written off	0.06	0.09
	Bad Debts, Provision for Doubtful Debts and Advance Written Off	1.31	40.12
	Provision for Doubtful Debts & Advances	3.67	27.57
	Profit on Sale of Property, Plant and Equipments (Net)	(138.86)	(6.53)
	Profit on Sale of Investments (Net)	(1.85)	(1.39)
	Fair Value Gain on MF Valued as FVTPL	6.54	(122.61)
	Provision for Doubtful Debts/Advances no longer required written back	(4.50)	(6.79)
	Excess provision no longer required written back	(2.48)	(6.13)
	Sundry Credit Balance Written Back	(1.39)	(15.63)
	Interest and Dividend Income	(9.76)	(43.06)
	Interest on Income Tax Refund	(2.03)	-
	Unrealized exchange (gain) / loss	-	(4.72)
		<b>83.52</b>	<b>411.19</b>
	Operating Profit before Working Capital Changes	(254.01)	344.73
	Changes in :		
	Inventories	41.38	(617.31)
	Trade Receivables	(17.15)	164.28
	Other Financial Assets	1.90	69.18
	Other Non- Financial Assets	28.46	(56.70)
	Trade Payables	(133.41)	(55.84)
	Other Financial Liabilities	0.15	(2.46)
	Other Current Liabilities	(68.07)	369.34
	Provisions	(6.37)	(37.34)
		<b>(153.11)</b>	<b>(166.85)</b>
	Cash Generated from Operations	(407.12)	177.88
	Direct Taxes paid (Net of Refunds)	23.57	(1.54)
	Net Cash Generated From Operating Activities	<b>(383.55)</b>	<b>176.34</b>
<b>B.</b>	<b>CASHFLOW FROM INVESTING ACTIVITIES</b>		
	Purchase of Property, Plant and Equipments	(15.86)	(117.46)
	Sale of Property, Plant and Equipments	168.72	9.99
	Interest and Dividend Received	18.94	55.30
	Movement in other bank balance	(26.20)	853.87
	Investments Purchased	(509.97)	(1,004.94)
	Investments Sold	313.00	421.22
	Net Cash used in Investing Activities	<b>(51.37)</b>	<b>217.98</b>
<b>C.</b>	<b>CASHFLOW FROM FINANCING ACTIVITIES</b>		
	Interest Paid	(5.82)	(9.29)
	Payment for Lease Liabilities	(19.69)	(10.91)
	Payment of interest on Lease liability	(9.96)	(5.68)
	Net Cash used in Financing Activities	<b>(35.47)</b>	<b>(25.88)</b>
	Net Increase in Cash and Cash Equivalents (A+B+C)	<b>(470.39)</b>	<b>368.44</b>
	Cash and Cash Equivalents at the beginning of the year	615.20	246.76
	Cash and Cash Equivalents at the end of the Year	<b>144.81</b>	<b>615.20</b>