

NEAPS/BSE ONLINE

28th October, 2020

The Corporate Relationship Dept.,
BSE Ltd.,
Phiroze Jeejeebhoy Towers,
1st Floor, New Trading Ring
Rotunda, Dalal Street,
Mumbai - 400 001

The Secretary,
National Stock Exchange of India Ltd.,
Exchange Plaza, 5th Floor,
Plot No. C/1, G-Block
Bandra-Kurla Complex,
Bandra (E), Mumbai - 400 051

Dear Sir/Madam,

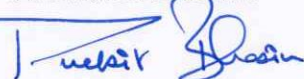
Sub: Un-audited Financial Results and Limited Review Report for the second quarter and half year ended 30th September, 2020

In compliance with the requirements of Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we have enclosed herewith Un-audited Financial Results together with Segment wise Revenue, Results, Assets and Liabilities for the second quarter and half year ended 30th September, 2020 including Statement of Assets and Liabilities and Cash Flow Statement for the half year ended 30th September, 2020, duly recommended by the Audit Committee and subsequently considered and approved by the Board of Directors in their meeting held on Wednesday, 28th October, 2020 along with the Limited Review Report of the Statutory Auditors thereon.

The Meeting of Board of Directors commenced at 3:00 p.m. and concluded at 5:30 p.m.

This is for your reference and record.

For HSIL Limited



(Pulkit Bhasin)
Company Secretary

Name: Pulkit Bhasin
Address: 301-302, 3rd Floor, Park Centra, Sector-30, Gurugram-122001
Membership No.: 27686

Encl: As above

HSIL Limited

Corporate Office: 301-302, 3rd Floor, Park Centra, Sector-30, NH 8, Gurugram, Haryana-122 001, India. T. +91 124 477 9200

Registered Office: 2, Red Cross Place, Kolkata-700001, West Bengal, India. T. +91 33-22487407/5668

hsilinvestors@hsilgroup.com | www.hsilgroup.com | CIN: L51433WB1960PLC024539



Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

Review Report to

The Board of Directors

HSIL Limited

1. We have reviewed the accompanying statement of unaudited financial results of HSIL Limited (the "Company") for the quarter ended 30th September, 2020 and year to date from 1st April, 2020 to 30th September, 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 (the "Listing Regulations").
2. 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, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the 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. 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.

4. 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 aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant Rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Other matters

5. We draw attention to Note 2 to the Statement which explains the impact of COVID-19 (Coronavirus Pandemic) on the operations of the Company and the management assessment thereon.

Our conclusion in respect of matter stated above is not modified.

For LODHA & CO,
Chartered Accountants
Firm Registration No: 301051E


(Gaurav Lodha)

Partner

Membership No. 507462

UDIN: 20507462AAAAAYU7940

Place: Delhi

Date: 28th October 2020



HSIL LIMITED

REGD. OFFICE: 2, RED CROSS PLACE, KOLKATA-700 001

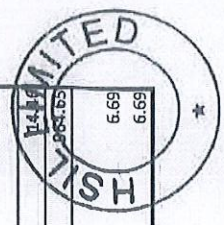
Website: www.hsilgroup.com Email: hsilinvestors@hsilgroup.com

CIN : L51433WB1960PLC024539

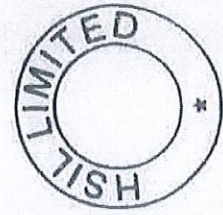
TEL: 033-22487407/5668

PART I
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2020

S.No.	Particulars	3 months ended 30th September 2020		3 months ended 30th June 2020		Corresponding 3 months ended 30th September 2019		Year to date figures for current period ended 30th September 2020		Year to date figures for the corresponding period ended 30th September 2019		Year ended 31st March 2020	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)	(Audited)
I	Revenue from operations	426.35	251.55	469.93	677.90	908.93	1,859.07						
II	Other income	12.90	3.94	4.12	16.84	8.12	20.30						
III	Total income (I+II)	439.25	255.49	474.05	694.74	917.05	1,879.37						
IV	Expenses												
	a) Cost of materials consumed	176.15	97.30	187.47	273.45	363.00	725.67						
	b) Purchases of stock-in-trade	-	0.01	-	0.01	0.34	46.03						
	c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(10.09)	(17.71)	(18.75)	(27.80)	(43.52)	(81.90)						
	d) Employee benefits expense	53.85	39.91	60.08	93.76	119.91	227.43						
	e) Finance cost	19.11	19.23	18.76	38.34	37.55	73.43						
	f) Depreciation and amortization expense	24.80	35.49	38.25	60.29	75.12	142.83						
	g) Power and fuel	70.13	55.29	89.56	125.42	179.95	352.23						
	h) Other expenses	71.95	52.27	78.02	124.22	141.81	318.45						
	Total expenses (IV)	405.90	281.79	453.39	687.69	874.16	1,804.37						
V	Profit/(Loss) before exceptional items and tax (III-IV)	33.35	(26.30)	20.66	7.05	42.89	75.00						
VI	Exceptional item	-	-	-	-	-	(14.00)						
VII	Less: Transfer from business reconstruction reserve	-	-	-	-	-	14.00						
VIII	Profit/(Loss) before tax	33.35	(26.30)	20.66	7.05	42.89	75.00						
	Tax expense												
	a) Current tax	1.61	-	0.37	1.61	7.68	12.94						
	b) Minimum alternative tax	(1.61)	-	(7.68)	(1.61)	(7.68)	(12.94)						
	c) Earlier year income tax	(14.71)	-	-	(14.71)	-	-						
	d) Deferred tax charge/(benefit)	11.59	(8.95)	12.99	2.64	13.57	26.58						
	Tax expenses (VIII)	[3.12]	(8.95)	5.68	(12.07)	13.57	26.58						
IX	Profit/(Loss) for the period (VII - VIII)	36.47	(17.35)	14.98	19.12	29.32	48.42						
X	Other comprehensive income (net of tax)												
	(A)(i) Items that will not be reclassified to profit or loss	(0.24)	(0.23)	(0.43)	(0.47)	(0.46)	(11.51)						
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.08	0.08	0.15	0.16	0.16	4.02						
	Total other comprehensive income (X)	(0.16)	(0.15)	(0.28)	(0.31)	(0.30)	(7.49)						
XI	Total comprehensive income for the period (IX+X)	36.31	(17.50)	14.70	18.81	29.02	40.93						
XII	Earnings before interest, tax, depreciation and amortization (EBITDA) [V+IV (e)+IV(f)]	77.26	28.42	77.67	105.68	155.56	291.36						
XIII	Paid-up equity share capital (face value ₹ 2/- per share)	14.46	14.46	14.46	14.46	14.46	14.46						
XIV	Other equity (excluding revaluation reserve)	-	-	-	-	-	-						
XV	Earnings per share : [of ₹ 2/- each] (not annualized)												
	(a) Basic (₹)	5.04	(2.40)	2.07	2.64	4.06	6.69						
	(b) Diluted (₹)	5.04	(2.40)	2.07	2.64	4.06	6.69						



PART II							(₹ in crore)	
Segment wise revenue, results, assets and liabilities								
Particulars	3 months ended 30th September 2020	3 months ended 30th June 2020	Corresponding 3 months ended 30th September 2019	Year to date figures for current period ended 30th September 2020	Year to date figures for the corresponding period ended 30th September 2019	Year ended 31st March 2020		
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)		
1								
Segment revenue from operation:								
a) Packaging products	288.60	190.86	309.93	479.46	609.94	1,241.51		
b) Building products	137.47	59.91	153.11	197.38	291.01	610.16		
c) Others	1.99	0.78	6.89	2.77	7.98	12.79		
Total	428.06	251.55	469.93	679.61	908.93	1,864.46		
Less: Inter segment revenue	1.71	-	-	1.71	-	5.39		
Total income from operations	426.35	251.55	469.93	677.90	908.93	1,859.07		
2								
Segment results: Profit(+) / loss(-) (before tax and interest from each segment)								
a) Packaging products	41.12	17.00	37.68	58.12	79.39	153.46		
b) Building products	6.73	(22.29)	10.23	(15.56)	18.90	19.86		
c) Others	(0.01)	0.02	1.29	0.01	1.50	1.18		
Total profit before unallocable expenditure	47.84	(5.27)	49.20	42.57	99.79	174.50		
Less: i) Finance costs	19.11	19.23	18.76	38.34	37.55	73.48		
ii) Other un-allocable expenditure/(Income) net off un-allocable income	(4.62)	1.80	9.78	(2.82)	19.35	26.02		
Total Profit/(Loss) before tax	33.35	(26.30)	20.66	7.05	42.89	75.00		
3								
Segment assets								
a) Packaging products	1,656.28	1,645.67	1,632.52	1,656.28	1,632.52	1,655.77		
b) Building products	1,055.24	1,029.56	1,196.74	1,055.24	1,196.74	1,087.52		
c) Others	22.39	22.84	25.09	22.39	25.09	21.42		
d) Unallocated	120.94	71.55	145.06	120.94	145.06	103.68		
Total	2,854.85	2,769.62	2,999.41	2,854.85	2,999.41	2,868.39		
Segment liabilities								
a) Packaging products	931.57	946.45	989.28	931.57	989.28	961.61		
b) Building products	655.42	578.94	750.61	655.42	750.61	634.16		
c) Others	5.74	7.65	8.34	5.74	8.34	6.97		
d) Unallocated	8.38	(2.79)	(7.79)	8.38	(7.79)	8.77		
Total	1,601.11	1,530.25	1,740.44	1,601.11	1,740.44	1,611.51		



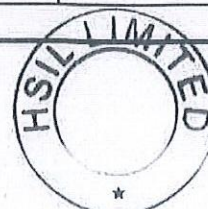
HSIL Limited		(₹ in crore)	
STATEMENT OF ASSETS AND LIABILITIES			
Particulars		As at	As at
		30th September 2020	31st March 2020
		(Unaudited)	(Audited)
A	ASSETS		
1	Non-current assets		
	a) Property, plant and equipments	1,765.12	1,806.69
	b) Capital work in progress	72.05	33.00
	c) Goodwill	10.73	10.73
	d) Other intangible assets	2.21	2.27
	e) Financial assets		
	i) Investments	11.73	11.73
	ii) Loans	16.90	16.78
	iii) Other financial assets	0.84	0.84
	f) Income tax asset (net)	22.82	60.12
	g) Other non-current assets	31.35	32.07
	Total non-current assets	1,933.75	1,974.23
2	Current assets		
	a) Inventories	414.17	407.98
	b) Financial assets		
	i) Investments	-	-
	ii) Trade receivables	292.37	293.04
	iii) Cash and cash equivalents	5.11	24.94
	iv) Bank balance other than (iii) above	93.71	22.56
	v) Loans	0.01	0.02
	vi) Other financial assets	35.63	22.44
	c) Other current assets	72.45	76.64
	d) Assets held for sale	7.65	46.54
	Total current assets	921.10	894.16
	TOTAL ASSETS (A=1+2)	2,854.85	2,868.39
B	EQUITY AND LIABILITIES		
1	Equity		
	a) Equity share capital	14.46	14.46
	b) Other equity	1,239.28	1,242.42
	Total equity	1,253.74	1,256.88
2	Non-current liabilities		
	a) Financial liabilities		
	i) Borrowings	727.83	728.70
	ii) Other financial liabilities	18.82	18.75
	b) Provisions	8.39	8.02
	c) Deferred tax liabilities (net)	237.22	236.35
	d) Other non-current liabilities	1.73	1.81
	Total non-current liabilities	993.99	993.63
3	Current liabilities		
	a) Financial liabilities		
	i) Borrowings	202.34	208.73
	ii) Trade payables		
	- Due to micro and small enterprise	16.20	10.94
	- Due to others	154.42	184.28
	iii) Other financial liabilities	188.69	171.16
	b) Other current liabilities	35.03	32.84
	c) Provisions	10.44	9.93
	Total current liabilities	607.12	617.88
	Total liabilities (2+3)	1,601.11	1,611.51
	TOTAL EQUITY AND LIABILITIES (B=1+2+3)	2,854.85	2,868.39



HSIL Limited
Statement of cash flows for the period ended 30th September 2020

(₹ in crore)

Particulars	Period ended 30th September 2020	Year ended 31 March 2020
	(Unaudited)	(Audited)
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit before exceptional items and tax as per statement of profit and loss	7.05	75.00
Adjustments for:		
Depreciation & Amortisation	60.29	142.88
(Gain)/Loss on disposal of property, plant & equipment	3.98	(2.95)
Provision for expected credit loss	2.62	2.24
Deferred government grant	(1.01)	(2.92)
Net Foreign Exchange (Gain)/loss	(6.31)	26.13
Sundry balances and liabilities no longer required, written back	(4.31)	(3.94)
Interest Income	(10.03)	(1.39)
Finance cost	38.34	73.48
Operating Profit before Working Capital Changes	90.62	308.53
Working capital adjustments:		
Decrease/ (Increase) in trade and other receivables	(19.53)	23.91
Decrease/ (Increase) in inventories	(6.19)	(117.31)
Decrease/ (Increase) in Other Assets	4.30	(9.03)
Increase/ (decrease) in trade and other payables	(13.91)	(95.02)
Increase/ (decrease) in Provision	0.88	1.01
	56.17	112.09
Income - tax refund/ (paid) (Net)	50.41	(5.33)
Net cash flows generated from (used in) operating activities after exceptional items	106.58	106.76
B CASH FLOW FROM INVESTING ACTIVITIES		
Interest Received	9.74	0.95
Loan received /(Paid)	-	0.18
Payment for property, plant and equipment	(60.31)	(133.25)
Proceeds from disposal of property, plant and equipment	38.63	36.51
Movement in other bank balances	(71.15)	(19.28)
Net cash flows generated from (used in) investing activities	(83.09)	(114.89)
C CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from borrowings	43.23	56.77
Repayment of borrowings	(24.57)	(17.87)
Movement in short term borrowings (Net)	(6.39)	56.74
Buyback of shares including transaction cost (Refer note 7)	(0.26)	-
Taxes on dividend paid	-	(5.43)
Dividend paid to owners of the company	(21.42)	(20.75)
Interest Paid	(33.91)	(71.90)
Net cash flows generated from (used in) financing activities	(43.32)	(2.44)
Net increase (decrease) in cash and cash equivalents (A+B+C)	(19.83)	(10.57)
Cash and cash equivalents at the beginning of the year	24.94	35.51
Cash and cash equivalents at year end	5.11	24.94



Notes:

- (1) The above financials results of HSIL Limited ("HSIL" or "Company") for the quarter and period ended 30th September 2020 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 28th October 2020.
- (2) a) The outbreak of COVID-19 Pandemic has caused global widespread economic disruptions leaving uncertainties with respect to severity & its impact on businesses is continuing, which currently cannot be reasonably ascertained. The Company has up to the date of approval of financial results, evaluated and factored in to the extent possible likely material events & circumstances arising from COVID-19 pandemic and their impact on carrying value of its Assets & Liabilities as at 30th September 2020. Based on current indicators of future economic conditions, the Company expects to recover carrying amount of its Assets as on 30th September 2020. The impact of any future events & developments emerging out of COVID-19 Pandemic, if any, and occurring after the approval of financial result for the quarter and relating to the Assets & Liabilities of the Company as on 30th September 2020 will be recognized prospectively. Considering current market scenario and company's quality product portfolio, brand image, long-standing relationships & goodwill with its customers, suppliers and other stakeholders, Company expects that the business operations, cash flows, future revenue, assets and liabilities will sustain going forward.
- b) Post lockdown, the Company has taken the reasonable steps to normalise the operations and efficiencies however due to prevailing economic conditions the overall business of the Company still remains partially effected in quarter and period ended 30th September, 2020.
- (3) Figures for quarter and period ended 30th September, 2019 are not comparable due to reason stated in note 2(b) above.
- (4) Other income includes interest on tax refund of ₹ 8.05 crore. The earlier year income tax represents tax liability written back amounting to ₹ 14.71 crore.
- (5) Based on technical assessments carried out by technical experts in line with usage & practices, the Company has during current quarter revised the useful life of certain class of Property, Plant and Equipment. The aforesaid revision in useful life has been given effect from 1st April 2020, and accordingly depreciation charge has been recalculated and an impact of ₹ 10.93 crore has been given in current quarter and period ended 30th September 2020. The depreciation for quarter and period ended 30th September 2020 has been lowered by ₹ 5.92 crore and ₹ 10.93 crore respectively.
- (6) The fire incident at company's Bhongir unit engaged in manufacturing of container glass, a part of packaging product division was reported in quarter ended 31st March, 2020 against which a claim was filed and company has received an interim payment of ₹ 13.50 crore. The unit is covered by insurance including Reinstatement Value ("RV") & Loss of Profit ("LOP") clause. The estimated WDV value of one machinery which was fully damaged by the fire and cost of restoration of other machines totalling to ₹ 20.49 crore has been provided against claim receivable towards value of assets on RIV basis. Also the company had raised an interim claim towards LOP amounting to ₹ 7.66 crore based on provisional assessment of LOP till the quarter ended 31st March, 2020. Considering prudence the management has decided not to account for any additional amount for the quarter and period ended 30th September 2020 on account of LOP pending final assessment. The insurance company is still in process of assessing the loss. The company will recognize and adjust the balance value of claims, upon final agreement towards assessment & settlement of claims with Insurance Company. In the opinion of management there will not be any material adverse impact on this account on the state of affairs and result of the company.
- (7) The Board at their meeting held on 21st September, 2020, had approved Buyback of Company's Equity Shares from the open market through the Stock Exchanges for upto ₹ 70.00 Crore at a price not exceeding ₹ 105/- per Equity Share. Pursuant to the Buyback, the Company had till 30th September 2020, bought back 4,000 equity shares, which were pending for extinguishment as on 30th September 2020.
- (8) The previous period/year figures have been rearranged /regrouped, whenever considered necessary.
- (9) The statutory auditors of the Company have carried out a limited review of the unaudited financial results for the quarter and period ended 30th September 2020.

X

Place : Gurgaon

Date: 28th October 2020



Sandip Somany

Vice Chairman and Managing Director

