**HINDUSTAN COMPOSITES LTD.**
Peninsula Business Park, Tower "A", 8th Floor,
Senapati Bapat Marg, Lower Parel, Mumbai - 400 013.
Tel.: (91) (22) 6688 0100 • Fax : (91) (22) 6688 0105
E-mail : hcl@hindcompo.com
Website : www.hindcompo.com
CIN No. L29120MH1964PLC012955

5th August, 2020

To,
**National Stock Exchange of India Limited**
Exchange Plaza, Plot No. C/1, G- Block,
Bandra Kurla Complex, Bandra (E)
Mumbai 400 051
Symbol: HINDCOMPOS

**Ref:** **NSE e-mail dated 4th August, 2020 seeking clarification on submission of financial results.**

Dear Sir/Madam,

Please refer to your e-mail of 4th August, 2020, seeking clarification for non-submission of Statement of Cash Flow along with the financial results of the Company submitted for the quarter and year ended 31st March, 2020.

In this regard, we would like to clarify that the Company was facing some technical issue while converting the PDF files into a machine-readable and searchable format (as mandated by the NSE Circular NSE/CML/2018/02 dated 16th June, 2018) a few pages of the file were obliterated after such conversion and due to the time constraint of submitting the results within 30 minutes of conclusion of the Board Meeting, the same was inadvertently went unnoticed.

However after uploading the results, the same was noticed and we tried uploading the results for the second time, but the NEAPS Portal did not allow to resubmit the results again and hence while uploading the Outcome of Board Meeting along with the Dividend information the full file including the Statement of Cash Flow and the Consolidated Results and Audit report along with the Statement of Modified opinion were successfully uploaded.

An acknowledgment from NSE (NEAPS App. No. 2020/Jun/8745/8754) was also generated in this regard. The same has been attached herewith for your reference.

From the above it is clear that the Company has complied with the provisions of Regulation 33 of SEBI (LODR) Regulations, 2015.

HINDUSTAN COMPOSITES LIMITED

Further, we once again submit herewith the complete set of financial results for your ready reference and records.

Hope above clarification would suffice to your query.

In case you need any further clarification, please feel free to contact us.

**For Hindustan Composites Limited**

**Vikram Soni**
**Company Secretary & Compliance Officer**
**Membership No: A36705**

**Encl: As above.**

National Stock Exchange Of India Limited

***Date of*** 05-Aug-2020

## ***NSE Acknowledgement***

| | |
|---|---|
| **Symbol:-** | HINDCOMPOS |
| **Name of the Company: -** | Hindustan Composites Limited |
| **Submission Type:-** | Board Meetings |
| **Short Description:-** | Dividend |
| **Date of Submission:-** | 29-Jun-2020 05:30:39 PM |
| **NEAPS App. No:-** | 2020/Jun/8745/8754 |

Disclaimer : We hereby acknowledge receipt of your submission through NEAPS. Please note that the content and information provided is pending to be verified by NSEIL.

HINDUSTAN COMPOSITES LIMITED

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CIN No. L29120MH1964PLC012955

29th June,2020

To
The Manager-DCS
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai- 400 001
**Scrip Code: 509635**

The Manager - Listing
National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor, 'G' Block
Bandra Kurla Complex,
Bandra (East), Mumbai - 400 051
**SYMBOL: HINDCOMPOS**

Dear Sir/Madam,

**Sub: Outcome of Board Meeting held on 29th June, 2020**

Pursuant to the provisions of Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors of the Company at its meeting held today i.e. 29th June, 2020, *inter alia*, considered the following matters:

1. Approved the Standalone Audited Financial Results of the Company for the quarter and year ended 31st March, 2020;

2. Approved the Consolidated Audited Financial Results of the Company for the quarter and year ended 31st March, 2020;

3. Recommended the payment of dividend on Equity Shares of Rs. 5/- each @ Rs. 2/- (Rupees Two only) per share for the year ended 31st March, 2020, subject to approval of the shareholders in the ensuing Annual General Meeting of the Company. The dividend if approved at the ensuing Annual General Meeting of the Company, shall be paid/dispatched between 7th October, 2020 to 20th October, 2020,

4. Re-appointed M/s. S M M P & Associates, Chartered Accountants as Internal Auditors of the Company for the year 2020-21 pursuant to Section 138 of the Companies Act, 2013 and Rules made thereunder.

   S M M P & Associates was set-up in 1982 and have a collective experience of more than three decades in various fields of Audits, Taxation, and Consultancy. The firm has a number of Associates, Principals, and Managers, who have over the years gained versatile experience. The firm has grown from a small sized firm having staff strength of 5 in 1985 to strength of 90 including 20 Chartered Accountants at present.

5. Re-appointed Mr. Raghu Mody as Chairman and Whole Time Director of the Company for a further period of three years with effect from 1st October, 2020 to 30th September, 2023, subject to the approval of shareholders in the ensuing Annual General Meeting of the Company.

HINDUSTAN COMPOSITES LIMITED

Mr. Raghu Mody is a leading industrialist with several decades of extensive and varied experience in setting up businesses in different kinds of industrial products. He is associated with the Company since 1987. He is Executive Chairman of the Company. He supervises overall management of the Company. Taking into consideration his expertise, he is best suited for the responsibilities currently assigned to him by the Board of Directors. His current term of appointment is getting expired on 30th September, 2020, hence he is re-appointed as Executive Chairman and Whole Time Director of the Company for a further period of 3 years with effect from 1st October, 2020 to 30th September, 2023, subject to the approval of the shareholders at the ensuing Annual General Meeting. Mr. Raghu Mody is a part of the promoter group of the Company.

A copy of the Standalone and Consolidated Audited Financials Results for quarter and year ended 31st March, 2020 along with Cash Flow Statement for the half year ended on 31st March, 2020 and Statement of Assets and Liabilities as on that date, Auditors Reports on said results and declaration of un- modified opinion pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, are enclosed herewith for your records.

Further, we would like to inform that pursuant to the relaxations provided by SEBI vide its circular SEBI/HO/CFD/CMD1/CIR/P/2020/79, dated 12th May, 2020 we will not be publishing the results in the newspapers.

The meeting of the Board of Directors commenced at 3.00 p.m. and concluded at 4.45 p.m.

Kindly take the above on your record.

Thanking you,

Yours faithfully,

**For Hindustan Composites Limited**

**Vikram Soni**
**Company Secretary & Compliance Officer**
**Membership No: A36705**

**Encl.: As stated above**

# HINDUSTAN COMPOSITES LIMITED

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CIN No. L29120MH1964PLC012955

## Statement of Audited Standalone Financial Results for the quarter and year ended 31st March, 2020

(Rs. in Lakhs, except per share data)

| Sr. No. | Particulars | Three Months Ended 31-Mar-20 (Audited) * | Three Months Ended 31-Dec-19 (Unaudited) | Three Months Ended 31-Mar-19 (Audited) * | Year Ended 31-Mar-20 (Audited) | Year Ended 31-Mar-19 (Audited) |
|---|---|---|---|---|---|---|
| 1 | **INCOME** | | | | | |
| | a) Revenue from operations | **4,167** | **4,376** | **5,028** | **17,805** | **19,661** |
| | b) Other Income | 7 | 9 | 167 | 49 | 217 |
| | **Total Income** | **4,164** | **4,385** | **5,195** | **17,854** | **19,878** |
| 2 | **Expenses** | | | | | |
| | a) Cost of materials consumed | 1,752 | 1,655 | 2,115 | 7,338 | 8,683 |
| | b) Changes in Inventories of finished goods and work-in-progress | (87) | 30 | 77 | (135) | (108) |
| | c) Employee benefits expense | 785 | 854 | 811 | 3,355 | 3,192 |
| | d) Finance Costs | 6 | 4 | 3 | 22 | 22 |
| | e) Depreciation and amortization expense | 243 | 238 | 229 | 950 | 875 |
| | f) Other Expenses | 1,243 | 1,325 | 1,343 | 5,293 | 5,391 |
| | **Total Expenses** | **3,942** | **4,106** | **4,678** | **16,823** | **18,055** |
| 3 | **Profit before Tax (1-2)** | **222** | **279** | **617** | **1,031** | **1,823** |
| 4 | **Tax Expenses** | | | | | |
| | Current tax | 30 | 41 | 165 | 126 | 230 |
| | Deferred tax | (83) | (101) | (91) | (298) | (126) |
| | Tax of earlier years reversed | - | - | (181) | - | (181) |
| 5 | **Profit for the Period (3-4)** | **275** | **339** | **724** | **1,203** | **1,900** |
| 6 | **Other Comprehensive Income (OCI)** | | | | | |
| | a) Items that will not be reclassified to profit or loss | (1,774) | 658 | 268 | (881) | 954 |
| | b) Income tax relating to items that will not be reclassified to profit or loss | 522 | (156) | (74) | 331 | (211) |
| | c) Items that will be reclassified to profit or loss | 300 | (191) | 5 | 823 | (405) |
| | d) Income tax relating to items that will be reclassified to profit or loss | (88) | 56 | (1) | (240) | 118 |
| | **Other Comprehensive Income** | **(1,040)** | **367** | **198** | **33** | **456** |
| | **Total Comprehensive Income after Tax (5+6)** | (765) | 706 | 922 | 1,236 | 2,356 |
| | Paid-up Equity Share Capital (Face Value of Rs. 5 per share) | 738 | 738 | 738 | 738 | 738 |
| | Earnings per Share (Basis and Diluted) (Rs.) | 1.86 | 2.30 | 4.90 | 8.15 | 12.86 |

### Reporting of Segment wise Revenue,Result, Assets and Liabilities as on 31st March, 2020

(Rs. in Lakhs)

| Sr. No. | Particulars | Three Months Ended 31-Mar-20 (Audited) * | Three Months Ended 31-Dec-19 (Unaudited) | Three Months Ended 31-Mar-19 (Audited) * | Year Ended 31-Mar-20 (Audited) | Year Ended 31-Mar-19 (Audited) |
|---|---|---|---|---|---|---|
| 1 | **Segment Revenue** | | | | | |
| | - Composite Products | **3,392** | **3,644** | **4,004** | **14,489** | **15,841** |
| | - Investment | 765 | 832 | 1,024 | 3,316 | 3,820 |
| | **Total Income** | **4,157** | **4,376** | **5,028** | **17,805** | **19,661** |
| 2 | **Segment Results** | | | | | |
| | (Profit(+) / Loss (-) before Tax from each segment) | | | | | |
| | - Composite Products | 30 | 38 | 82 | 133 | 325 |
| | - Investment | 460 | 586 | 745 | 2,294 | 2,826 |
| | **Sub Total** | **490** | **624** | **827** | **2,427** | **3,151** |
| | Less: Unallocable Expenses | 269 | 350 | 374 | 1,423 | 1,523 |
| | Less: Finance Cost | 6 | 4 | 3 | 22 | 22 |
| | Add:Other Income | 7 | 9 | 167 | 49 | 217 |
| | **Profit before Tax** | **222** | **279** | **617** | **1,031** | **1,823** |
| 3 | **a) Segment Assets** | | | | | |
| | - Composite Products | 9,249 | 9,028 | 10,266 | 9,249 | 10,266 |
| | - Investment | 73,049 | 74,359 | 72,234 | 73,049 | 72,234 |
| | - Unallocable | 3,827 | 3,661 | 3,081 | 3,827 | 3,081 |
| | **Total** | **86,125** | **87,048** | **85,581** | **86,125** | **85,581** |
| | **b) Segment Liabilities** | | | | | |
| | - Composite Products | 4,287 | 3,964 | 4,278 | 4,287 | 4,278 |
| | - Investment | 3,582 | 4,064 | 3,819 | 3,582 | 3,819 |
| | - Unallocable | 1,091 | 1,091 | 1,090 | 1,091 | 1,090 |
| | **Total** | **8,960** | **9,119** | **9,187** | **8,960** | **9,187** |

# HINDUSTAN COMPOSITES LIMITED

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CIN No. L29120MH1964PLC012955

## Standalone Statement of Assets and Liabilities as at 31st March, 2020

(Rs. In Lakhs)

| Sr. No. | Particulars | As at 31-Mar-20 (Audited) | As at 31-Mar-19 (Audited) |
|---|---|---|---|
| I | **ASSETS** | | |
| (1) | **NON-CURRENT ASSETS** | | |
| | (a) Property, Plant and Equipment | 12,226 | 12,533 |
| | (b) Other Intangible assets | 17 | 3 |
| | (c) Intangible assets under development | 16 | - |
| | (d) Financial Assets | | |
| | (i) Investments | 59,696 | 57,942 |
| | (ii) Loans | 1,750 | 1,750 |
| | (iii) Other Financial Assets | 56 | 61 |
| | (e) Other Non Current Assets | 11 | 5 |
| | **TOTAL NON-CURRENT ASSETS** | **73,772** | **72,294** |
| (2) | **CURRENT ASSETS** | | |
| | (a) Inventories | 1,257 | 1,230 |
| | (b) Financial Assets | | |
| | (i) Investments | 2,837 | 3,773 |
| | (ii) Trade receivables | 3,420 | 3,413 |
| | (iii) Cash and cash equivalents | 657 | 74 |
| | (iv) Bank balances other than (iii) above | 53 | 48 |
| | (v) Loans | 2,715 | 3,306 |
| | (vi) Other financial assets | 1,028 | 919 |
| | (c) Other current assets | 195 | 524 |
| | (d) Current tax assets (Net) | 191 | - |
| | **TOTAL CURRENT ASSETS** | **12,353** | **13,287** |
| | **TOTAL ASSETS** | **86,125** | **85,581** |
| II | **EQUITY AND LIABILITIES** | | |
| | **EQUITY** | | |
| | (a) Equity Share Capital | 738 | 738 |
| | (b) Other Equity | 76,427 | 75,547 |
| | **TOTAL EQUITY** | **77,165** | **76,285** |
| | **LIABILITIES** | | |
| (1) | **NON-CURRENT LIABILITIES** | | |
| | (a) Financial Liabilities | | |
| | - Borrowings | 44 | 109 |
| | (b) Provisions | 208 | 134 |
| | (c) Deferred tax liabilities (Net) | 4,599 | 4,866 |
| | (d) Other non-current liabilities | 79 | 70 |
| | **TOTAL NON-CURRENT LIABILITIES** | **4,930** | **5,179** |
| (2) | **CURRENT LIABILITIES** | | |
| | (a) Financial Liabilities | | |
| | (i) Borrowings | 477 | 159 |
| | (ii) Trade payables | | |
| | - Total Outstanding Dues of Micro and small enterprises | 48 | 76 |
| | - Total Outstanding Dues of Creditors other then Micro and small enterprises | 3,144 | 3,428 |
| | (iii) Other financial liabilities | 208 | 286 |
| | (b) Other current liabilities | 32 | 103 |
| | (c) Provisions | 123 | 50 |
| | (d) Current tax liabilities (Net) | - | 15 |
| | **TOTAL CURRENT LIABILITIES** | **4,030** | **4,117** |
| | **TOTAL EQUITY AND LIABILITIES** | **86,125** | **85,581** |

1 The above results were reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 29th June 2020. The Board of directors of the company has recommended the payment of dividend on equity shares of Rs.5/- each @ Rs. 2 per share for the year ended 31st March, 2020.

2 In March 2020, the WHO declared the COVID-19 outbreak as a pandemic which continues to spread across the country. On 25th March, 2020, the Government of India has declared this pandemic a health emergency, ordered temporary closure of all non-essential businesses, imposed restrictions on movement of goods/material, travel, etc. As the nature of business performed by the Company fell under non-essential category, these restrictions had substantially impacted its operations at plants . The Company has since, after receiving applicable permissions , partially commenced operations including dispatch of goods to its' customers at all of its manufacturing facilities and scaling up the same gradually. In assessing the recoverability of trade receivables, impact of investments and realisation of inventories , apart from considering the internal and external information up to the date of approval of these standalone financial statements, the Company has also performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The impact of the global health pandemic may be different from that estimated as at the date of approval of these standalone financial statements. Considering the continuing uncertainties, the Company will continue to closely monitor any material changes to future economic conditions.

3 * The figures for the quarter ended 31st March 2020 and 31st March 2019 are the balancing figures between the audited ones in respect of the full financial year and published unaudited year to date figures upto the third quarter of the financial result.

4 Previous periods' figures have been rearranged / regrouped wherever considered necessary to conform to the presentation of the current period. All figures of financial results have been rounded off to nearest lakhs rupees.

For Hindustan Composites Limited

P. K. CHOUDHARY
Managing Director
(DIN No.00535670)

Place : Mumbai
Dated : 29th June 2020

HINDUSTAN COMPOSITES LIMITED

**Standalone Statement of Cash Flow for the year ended 31st March 2020**

| Sr. No. | Particulars | (Rs. in Lakhs) As at 31-Mar-20 (Audited) | As at 31-Mar-19 (Audited) |
|---|---|---|---|
| A | **Cash flow from operating activities:** | | |
| | **Net profit before tax** | **1,031** | **1,823** |
| | **Adjustment to reconcile profit before tax to net cash flows** | | |
| | Depreciation | 950 | 875 |
| | Net gain on sale / fair valuation of investments through profit and loss | (1,357) | (1,875) |
| | (Profit)/Loss on Sale of property, plant and equipment (net) | (16) | 6 |
| | Remeasurements of defined benefit plans | (100) | (17) |
| | Interest expenses | 22 | 22 |
| | **Operating profit before working capital changes** | **630** | **834** |
| | **Adjustment for** | | |
| | (Increase)Decrease in Trade and other receivable | 302 | (180) |
| | (Increase)Decrease in Inventories | (27) | (121) |
| | (Decrease)Increase in Trade and other payables | (284) | 215 |
| | **Cash generated from operations** | **521** | **748** |
| | Add/(Deduct) : | | |
| | **Direct taxes paid (net)** | (109) | (260) |
| | **Net cash generated from operating activities** | **412** | **488** |
| B | **Cash generated from investing activities** | | |
| | Purchase of property, plant and equipment | (685) | (1,171) |
| | Proceeds from sale of property, plant and equipment | 27 | 7 |
| | Purchase of investments (net) | (1,733) | (499) |
| | (Increase)/decrease in inter- corporate deposits | 600 | (1,100) |
| | Income from investment (net) | 2,107 | 2,452 |
| | **Net cash flow (used in) from investing activities** | **316** | **(311)** |
| C | **Cash generated from financing activities** | | |
| | Proceeds/(repayment) from long-term borrowings (net) | (86) | (99) |
| | Proceeds/(repayment) from short-term borrowings (net) | 318 | (41) |
| | Dividend paid (including corporate dividend tax) | (356) | (89) |
| | Interest paid | (22) | (22) |
| | **Cash generated from financing activities** | **(146)** | **(251)** |
| D | **Net increase/ Decrease in cash and cash equivalent ( A+B+C)** | **582** | **(74)** |
| | Cash and Cash equivalents | **76** | **149** |
| | At the beginning of the year | **657** | **75** |

BAGARIA & CO LLP
Chartered Accountants

701, Stanford,
Junction of S. V. Road,
& Barfiwala Marg, Andheri (W)
Mumbai 400058, INDIA

+91 (22) 62505600

**Independent Auditor's Report**

To
The Board of Directors of **Hindustan Composites Limited**

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

**Opinion**
We have audited the accompanying standalone financial results of **Hindustan Composites Limited** ('the Company') for the quarter and year ended March 31, 2020, 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 standalone financial results:

(i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and

(ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the quarter and year ended March 31, 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 (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial results under the provisions of the Act 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 audit opinion.

**Emphasis of Matter:**
We draw your attention to note no 2 of the standalone financial results with regards to Management's assessment of, inter-alia, realisability of financial Investments, Inventories and recoverability of Trade receivables measured at amortised cost due to COVID 19 pandemic outbreak. The management apart from considering the internal and external information upto the date of approval of these standalone financial statements, the management has also performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions, the management expects to recover the carrying amount of these assets.

The impact of the global health pandemic may be different from that estimated as at the date of approval of these standalone financial results. Considering the continuing uncertainties, the management will continue to closely monitor any material changes to future economic conditions.

Our report is not modified in respect of this matter.

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

These standalone quarterly financial results as well as year to date financial results have been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors are responsible for the preparation of these standalone 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 applicable accounting standards 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the 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 Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone 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 standalone 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 Board of Directors.

- Conclude on the appropriateness of 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 standalone 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 standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that individually or in aggregate makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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 Matter:**

(i) On account of the COVID-19 related lockdown restrictions, Management was not able to perform the year end physical verification of inventories aggregating to Rs. 1257 lakhs as on March 31, 2020. Consequently, we have performed alternative audit procedures to audit existence of inventory as per the guidance provided in SA 501"Audit Evidence –Specific Consideration to Selected items" which includes cyclical counts performed by the management during the year, roll forward procedures and their supporting documents relating to purchases, productions and sales and have obtained sufficient audit evidence to issue our unmodified opinion on these standalone financial results.

(ii) The Standalone Financial Results include the results for the quarter ended March 31, 2020 and corresponding quarter ended of the previous year being the balancing figure between audited figures in respect of full financial year and the published unaudited year to date figures up to the third quarter of the current and previous financial year which were subject to limited review by us.

Our opinion is not modified in respect of these matters.

For **Bagaria and Co. LLP**
Chartered Accountants
Firm Registration No.:
113447W/W-100018

**Vinay Somani**
**Partner**
Membership No. 143503
UDIN:20143503AAAAGG4646

**Place**: Mumbai
**Date**: June 29, 2020

# HINDUSTAN COMPOSITES LIMITED

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CIN No. L29120MH1964PLC012955

## Statement of Audited Consolidated Financial Results for the quarter and year ended 31st March, 2020

(Rs. In Lakhs, except per share data)

| Sr. No. | Particulars | Three Months Ended 31-Mar-20 (Audited) * | Three Months Ended 31-Dec-19 (Unaudited) | Three Months Ended 31-Mar-19 (Audited) * | Year Ended 31-Mar-20 (Audited) | Year Ended 31-Mar-19 (Audited) |
|---|---|---|---|---|---|---|
| 1 | **INCOME** | | | | | |
| | a) Revenue from operations | **4,157** | **4,376** | **5,028** | **17,805** | **19,661** |
| | b) Other Income | 7 | 9 | 167 | 49 | 217 |
| | **Total Income** | **4,164** | **4,385** | **5,195** | **17,854** | **19,878** |
| 2 | **Expenses** | | | | | |
| | a) Cost of materials consumed | 1,752 | 1,655 | 2,115 | 7,338 | 8,683 |
| | b) Changes in Inventories of finished goods and work-in-progress | (87) | 30 | 77 | (135) | (108) |
| | c) Employee benefits expense | 785 | 854 | 811 | 3,355 | 3,192 |
| | d) Finance Costs | 6 | 4 | 3 | 22 | 22 |
| | e) Depreciation and amortization expense | 243 | 238 | 229 | 950 | 875 |
| | f) Other Expenses | 1,243 | 1,325 | 1,343 | 5,293 | 5,391 |
| | **Total Expenses** | **3,942** | **4,106** | **4,578** | **16,823** | **16,055** |
| 3 | **Profit before tax and share of joint venture (1-2)** | **222** | **279** | **617** | **1,031** | **1,823** |
| 4 | Share of (loss) of joint venture | (43) | (33) | (45) | (156) | (145) |
| 5 | **Profit before tax** | **179** | **246** | **572** | **875** | **1,678** |
| 6 | **Tax Expenses** | | | | | |
| | Current tax | 30 | 41 | 165 | 126 | 230 |
| | Deferred tax | (83) | (101) | (91) | (298) | (126) |
| | Tax of earlier years reversed | - | - | (181) | - | (181) |
| 7 | **Profit for the Period (5-6)** | **232** | **306** | **679** | **1,047** | **1,755** |
| 8 | **Other Comprehensive Income (OCI)** | | | | | |
| | a) Items that will not be reclassified to profit or loss | (1,774) | 658 | 268 | (881) | 954 |
| | b) Income tax relating to items that will not be reclassified to profit or loss | 522 | (156) | (74) | 331 | (211) |
| | c) Items that will be reclassified to profit or loss | 300 | (191) | 5 | 823 | (405) |
| | d) Income tax relating to items that will be reclassified to profit or loss | (88) | 56 | (1) | (240) | 118 |
| | **Other Comprehensive Income** | **(1,040)** | **367** | **198** | **33** | **456** |
| | **Total Comprehensive Income after Tax (7+8)** | (808) | 673 | 877 | 1,080 | 2,211 |
| | Paid-up Equity Share Capital (Face Value of Rs. 5 per share) | 738 | 738 | 738 | 738 | 738 |
| | Earnings per Share (Basis and Diluted) (Rs.) | 1.57 | 2.07 | 4.60 | 7.09 | 11.88 |

### Reporting of Segment wise Revenue,Result, Assets and Liabilities as on 31st March, 2020

(Rs. In Lakhs)

| Sr. No. | Particulars | Three Months Ended 31-Mar-20 (Audited) * | Three Months Ended 31-Dec-19 (Unaudited) | Three Months Ended 31-Mar-19 (Audited) * | Year Ended 31-Mar-20 (Audited) | Year Ended 31-Mar-19 (Audited) |
|---|---|---|---|---|---|---|
| 1 | **Segment Revenue** | | | | | |
| | - Composite Products | **3,392** | **3,544** | **4,004** | **14,489** | **15,841** |
| | - Investment | 765 | 832 | 1,024 | 3,316 | 3,820 |
| | **Total Income** | **4,157** | **4,376** | **5,028** | **17,805** | **19,661** |
| 2 | **Segment Results** | | | | | |
| | (Profit(+) / Loss (-) before Tax from each segment) | | | | | |
| | - Composite Products | 30 | 38 | 82 | 133 | 325 |
| | - Investment | 460 | 586 | 745 | 2,294 | 2,826 |
| | **Sub Total** | **490** | **624** | **827** | **2,427** | **3,151** |
| | Less: Unallocable Expenses | 269 | 350 | 374 | 1,423 | 1,523 |
| | Less: Loss of joint venture | 43 | 33 | 45 | 156 | 145 |
| | Less: Finance Cost | 6 | 4 | 3 | 22 | 22 |
| | Add:Other Income | 7 | 9 | 167 | 49 | 217 |
| | **Profit before Tax** | **179** | **246** | **572** | **875** | **1,678** |
| 3 | **a) Segment Assets** | | | | | |
| | - Composite Products | 9,224 | 9,028 | 10,266 | 9,224 | 10,266 |
| | - Investment | 72,069 | 73,379 | 71,329 | 72,069 | 71,329 |
| | - Unallocable | 3,827 | 3,661 | 3,081 | 3,827 | 3,081 |
| | **Total** | **85,120** | **86,068** | **84,676** | **85,120** | **84,676** |
| | **b) Segment Liabilities** | | | | | |
| | - Composite Products | 4,343 | 3,964 | 4,278 | 4,343 | 4,278 |
| | - Investment | 3,582 | 4,064 | 3,819 | 3,582 | 3,819 |
| | - Unallocable | 1,091 | 1,091 | 1,090 | 1,091 | 1,090 |
| | **Total** | **9,016** | **9,119** | **9,187** | **9,016** | **9,187** |

# HINDUSTAN COMPOSITES LIMITED

**Regd.Office: A Tower,8th Floor, Peninsula Business Park,**
**Senapati Bapat Marg,Lower Parel, Mumbai - 400013**
Tel: 022-66880100, Fax:022-66880105
visit us at www.hindcompo.com
CIN No. L29120MH1964PLC012955

## Consolidated Statement of Assets and Liabilities as at 31st March, 2020

(Rs. in Lakhs)

| Sr. No. | Particulars | As at 31-Mar-20 (Audited) | As at 31-Mar-19 (Audited) |
|---|---|---|---|
| I | **ASSETS** | | |
| (1) | **NON-CURRENT ASSETS** | | |
| | (a) Property, Plant and Equipment | 12,226 | 12,533 |
| | (b) Other Intangible assets | 17 | 3 |
| | (c) Intangible assets under development | 16 | - |
| | (d) Financial Assets | | |
| | (i) Investments | 58,716 | 57,037 |
| | (ii) Loans | 1,750 | 1,750 |
| | (iii) Other Financial Assets | 56 | 61 |
| | (e) Other Non Current Assets | 11 | 5 |
| | **TOTAL NON-CURRENT ASSETS** | **72,792** | **71,389** |
| (2) | **CURRENT ASSETS** | | |
| | (a) Inventories | 1,257 | 1,230 |
| | (b) Financial Assets | | |
| | (i) Investments | 2,837 | 3,773 |
| | (ii) Trade receivables | 3,395 | 3,413 |
| | (iii) Cash and cash equivalents | 657 | 74 |
| | (iv) Bank balances other than (iii) above | 53 | 48 |
| | (v) Loans | 2,715 | 3,306 |
| | (vi) Other financial assets | 1,028 | 919 |
| | (c) Other current assets | 195 | 524 |
| | (d) Current tax assets (Net) | 191 | - |
| | **TOTAL CURRENT ASSETS** | **12,328** | **13,287** |
| | **TOTAL ASSETS** | **85,120** | **84,676** |
| II | **EQUITY AND LIABILITIES** | | |
| | **EQUITY** | | |
| | (a) Equity Share Capital | 738 | 738 |
| | (b) Other Equity | 75,366 | 74,642 |
| | **TOTAL EQUITY** | **76,104** | **75,380** |
| | **LIABILITIES** | | |
| (1) | **NON-CURRENT LIABILITIES** | | |
| | (a) Financial Liabilities | | |
| | - Borrowings | 44 | 109 |
| | (b) Provisions | 208 | 134 |
| | (c) Deferred tax liabilities (Net) | 4,599 | 4,866 |
| | (d) Other non-current liabilities | 79 | 70 |
| | **TOTAL NON-CURRENT LIABILITIES** | **4,930** | **5,179** |
| (2) | **CURRENT LIABILITIES** | | |
| | (a) Financial Liabilities | | |
| | (i) Borrowings | 477 | 159 |
| | (ii) Trade payables | | |
| | - Total Outstanding Dues of Micro and small enterprises | 48 | 76 |
| | - Total Outstanding Dues of Creditors other then Micro and small enterprises | 3,200 | 3,428 |
| | (iii) Other financial liabilities | 206 | 286 |
| | (b) Other current liabilities | 32 | 103 |
| | (c) Provisions | 123 | 50 |
| | (d) Current tax liabilities (Net) | - | 15 |
| | **TOTAL CURRENT LIABILITIES** | **4,086** | **4,117** |
| | **TOTAL EQUITY AND LIABILITIES** | **85,120** | **84,676** |

1 The above results were reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 29th June 2020. The Board of directors of the company has recommended the payment of dividend on equity shares of Rs.5/- each @ Rs. 2 per share for the year ended 31st March, 2020.

2 In March 2020, the WHO declared the COVID-19 outbreak as a pandemic which continues to spread across the country. On 25th March, 2020, the Government of India has declared this pandemic a health emergency, ordered temporary closure of all non-essential businesses, imposed restrictions on movement of goods/material, travel, etc. As the nature of business performed by the Group fell under non-essential category, these restrictions had substantially impacted its operations at plants . The Group has since, after receiving applicable permissions , partially commenced operations including dispatch of goods to its customers at all of its manufacturing facilities and scaling up the same gradually. In assessing the recoverability of trade receivables, impact on investments and realisation of inventories , apart from considering the internal and external information up to the date of approval of these consolidated financial statements, the Group has also performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions, the Group expects to recover the carrying amount of these assets. The impact of this pandemic may be different from that estimated as at the date of approval of these consolidated financial statements. Considering the continuing uncertainties, the Group will continue to closely monitor any material changes to future economic conditions.

3 * The figures for the quarter ended 31st March 2020 and 31st March 2019 are the balancing figures between the audited ones in respect of the full financial year and published unaudited year to date figures upto the third quarter of the financial result.

4 Previous periods' figures have been rearranged / regrouped wherever considered necessary to conform to the presentation of the current period. All figures of financial results have been rounded off to nearest lakhs rupees.

**For Hindustan Composites Limited**

**P. K. CHOUDHARY**
Managing Director
(DIN No.00535670)

**Place : Mumbai**
**Dated : 29th June 2020**

HINDUSTAN COMPOSITES LIMITED

**Consolidated Statement of Cash Flow for the year ended 31st March 2020**

| Sr. No. | Particulars | (Rs. in Lakhs) As at 31-Mar-20 (Audited) | As at 31-Mar-19 (Audited) |
|---|---|---|---|
| A | **Cash flow from operating activities:** | | |
| | **Net profit before tax** | **875** | **1,678** |
| | **Adjustment to reconcile profit before tax to net cash flows** | | |
| | Depreciation | 950 | 875 |
| | Net gain on sale / fair valuation of investments through profit and loss | (1,357) | (1,875) |
| | (Profit)/Loss on Sale of property, plant and equipment (net) | (16) | 6 |
| | Remeasurements of defined benefit plans | (100) | (17) |
| | Interest expenses | 22 | 22 |
| | **Operating profit before working capital changes** | **374** | **689** |
| | **Adjustment for** | | |
| | (Increase)Decrease in Trade and other receivable | 302 | (180) |
| | (Increase)Decrease in Inventories | (27) | (121) |
| | (Decrease)Increase in Trade and other payables | (284) | 215 |
| | **Cash generated from operations** | **365** | **603** |
| | Add/(Deduct) : | | |
| | **Direct taxes paid (net)** | (109) | (260) |
| | **Net cash generated from operating activities** | **256** | **343** |
| B | **Cash generated from investing activities** | | |
| | Purchase of property, plant and equipment | (685) | (1,171) |
| | Proceeds from sale of property, plant and equipment | 27 | 7 |
| | Purchase of investments (net) | (1,577) | (354) |
| | (Increase)/decrease in inter- corporate deposits | 600 | (1,100) |
| | Income from investment (net) | 2,107 | 2,452 |
| | **Net cash flow (used in) from investing activities** | **472** | **(166)** |
| C | **Cash generated from financing activities** | | |
| | Proceeds/(repayment) from long-term borrowings (net) | (86) | (99) |
| | Proceeds/(repayment) from short-term borrowings (net) | 318 | (41) |
| | Dividend paid (including corporate dividend tax) | (356) | (89) |
| | Interest paid | (22) | (22) |
| | **Cash generated from financing activities** | **(146)** | **(251)** |
| D | **Net increase/ Decrease in cash and cash equivalent ( A+B+C)** | **582** | **(74)** |
| | Cash and Cash equivalents | **75** | **149** |
| | At the beginning of the year | **657** | **75** |

BAGARIA & CO LLP
Chartered Accountants

701, Stanford,
Junction of S. V. Road,
& Borfiwala Marg, Andheri (W)
Mumbai 400058, INDIA

+91 (22) 62505600

**Independent Auditor's Report**

To
The Board of Directors of **Hindustan Composites Limited (Holding Company)**

**Report on the Audit of the Consolidated Financial Results**

**Opinion**

We have audited the accompanying consolidated financial results of **Hindustan Composites Limited (hereinafter referred to as the "Holding Company")** and its Joint Venture (the Holding Company and its Joint Venture together referred to as "the Group") for the quarter and year ended March 31, 2020, attached herewith, being submitted by the Holding 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, and based on the consideration of the reports of the other auditors on separate audited financial statements/financial results/ financial information of the Joint venture, the aforesaid consolidated financial results:

a. include the annual financial results of the Compo Advics Private (India) Limited (Joint Venture having 49% stake);

b. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard and

c. give a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Group for the quarter and year ended March 31, 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 Consolidated Financial Results* section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act 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 obtained by us and other auditors in terms of their report referred to in "Other Matter" paragraph below is sufficient and appropriate to provide a basis for our audit opinion.

**Emphasis of Matter**

We draw your attention to note no 2 of the consolidated financial results with regards to Management's assessment of, inter-alia, realisability of financial Investments, Inventories and recoverability of Trade receivables measured at amortised cost due to COVID 19 pandemic outbreak. The management apart from considering the internal and external information upto the date of approval of these consolidated financial results, the management has also performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions, the management expects to recover the carrying amount of these assets.

The impact of the global health pandemic may be different from that estimated as at the date of approval of these consolidated financial results. Considering the continuing uncertainties, the management will continue to closely monitor any material changes to future economic conditions.

Our opinion is not modified in respect of this matter.

**Board of Directors' Responsibilities for the Consolidated Financial Results**

These consolidated financial results have been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the Indian Accounting Standards 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. The respective Board of Directors of the Companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group 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 consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the Companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so. The respective Board of Directors of the Companies included in the Group are responsible for overseeing the financial reporting process of the Group.

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

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal

BAGARIA & CO. LLP MUMBAI CHARTERED ACCOUNTANTS

financial controls with reference to financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.

- Conclude on the appropriateness of 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 ability of the Group 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 consolidated 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 Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within in the Group to express an opinion on the consolidated financial results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the Independent auditors 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.

We are not required to perform procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations as amended, to the extent applicable.

**Other Matters:**

(i) The consolidated Financial Results include the audited financial results of a Joint Venture, whose financial statements reflect total assets of Rs. 1632 lakhs as at 31 March, 2020, total revenues of Rs.178 lakhs and Rs.657 lakhs and net profit after other comprehensive income of Rs. (75) lakhs and Rs. (319) lakhs respectively for the quarter and year ended March 31, 2020 respectively, as considered in the consolidated financial results which have been audited by respective independent auditor. The Independent auditors' reports on financial statements/financial results/financial information of the Joint Venture have been furnished to us, and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of the said Joint Venture, is based solely on the report of such other auditor and the procedures performed by us are as stated in paragraph above.

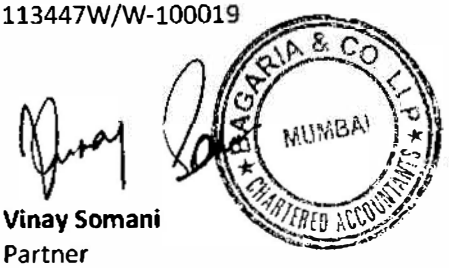
(ii) On account of the COVID-19 related lockdown restrictions, Management was not able to perform the year end physical verification of inventories aggregating to Rs.1257 lakhs as on March 31, 2020. Consequently, we have performed alternative audit procedures to audit existence of

inventory as per the guidance provided in SA 501"Audit Evidence –Specific Consideration to Selected items" which includes cyclical counts performed by the management during the year, roll forward procedures and their supporting documents relating to purchases, productions and sales and have obtained sufficient audit evidence to issue our unmodified opinion on these financial results

(iii) The Consolidated Financial Results include the results for the quarter ended March 31, 2020 being the balancing figure between audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

Our opinion on the consolidated financial results is not modified in respect of the above matters.

For **Bagaria and Co. LLP**
Chartered Accountants
Firm Registration No. –
113447W/W-100019




**Vinay Somani**
Partner
Membership No. 143503
UDIN: 20143503AAAAGH7632

**Place**: Mumbai
**Date**: June 29, 2020

HINDUSTAN COMPOSITES LTD.
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CIN No. L29120MH1964PLC012955

## DECLARATION ON AUDITED FINANCIAL RESULTS

*(Pursuant to the second proviso to Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015)*

Pursuant to the second proviso to the Regulation 33(3)(d) of the Securities and Exchange Board of India(Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby confirm that the Statutory Auditors of the Company, M/s. Bagaria and Co. LLP, Chartered Accountants, Mumbai (FRN: 113447W) have issued the Audit Reports with unmodified opinion on the Standalone and Conolidated Annual Audited Financial Results of the Company for the year ended 31st March, 2020 which are approved at the Board Meeting held today i.e. 29th June, 2020.

For Hindustan Composites Limited

P.K. Choudhary
Managing Director
DIN: 00535670

Sunil Jindal
Chief Financial Officer

Place: Mumbai
Date: 29th June, 2020