

The Board of Directors
Hindusthan National Glass & Industries Limited
2 Red Cross Place,
Kolkata 700 001

Limited Review Report

1. We have reviewed the accompanying statement of unaudited financial results of Hindusthan National Glass & Industries Limited("the Company") for the quarter ended on 30th September 2014("the results") except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors and has been initialed by us for the purpose of identification. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, we report that, nothing has come to our notice that causes us to believe that the accompanying statements of unaudited financial results prepared in accordance with applicable Accounting Standards issued under the Companies (Accounting Standards) Rule, 2006 as required in terms of Section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement with Stock Exchanges in India including the manner in which is to be disclosed, or that it contains any material misstatement.



For Lodha & Co.
Chartered Accountants
Firm's ICAI Registration No. 301051E


H K Verma
Partner
Membership No.055104

Dated: 12th November, 2014
Place: Kolkata

HINDUSTHAN NATIONAL GLASS & INDUSTRIES LIMITED							
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2014							
PART - I							(Rs In Lakhs)
Sl No.	PARTICULARS	UNAUDITED			UNAUDITED		AUDITED
		3 MONTHS ENDED			HALF YEAR ENDED		YEAR ENDED
		30-09-14	30-06-14	30-09-13	30-09-14	30-09-13	31-03-14
1	Income from operations						
	(a) Net Sales / Income from Operations (Net of excise duty)	43,555	50,453	39,860	94,008	90,271	1,79,743
	(b) Other operating Income	603	340	258	943	652	1,696
	Total income from operations (net)	44,158	50,793	40,118	94,951	90,923	1,81,439
2	Expenses						
	(a) Cost of materials consumed	15,871	15,128	12,968	30,999	27,073	53,832
	(b) Changes in inventories of finished goods,work-in-progress and stock-in-trade.	(4,923)	3,851	(4,490)	(1,072)	(3,252)	(1,635)
	(c) Employee benefit expense	4,193	4,294	4,079	8,487	8,206	16,272
	(d) Power and Fuel	14,581	14,669	16,220	29,250	34,284	62,950
	(e) Depreciation and amortisation expense	6,650	6,372	6,282	13,022	12,407	24,701
	(f) Other expenses	9,619	7,259	8,185	16,878	16,593	32,494
	Total Expenses	45,991	51,573	43,244	97,564	95,311	1,88,614
3	Profit from operations before other income, finance costs and exceptional items (1-2)	(1,833)	(780)	(3,126)	(2,613)	(4,388)	(7,175)
4	Other Income	2,995	2,594	945	5,589	8,640	8,910
5	Profit (+)/Loss(-) from ordinary activities before finance costs and exceptional items (3+4)	1,162	1,814	(2,181)	2,976	4,252	1,735
6	Finance costs	6,427	6,359	6,140	12,786	12,510	25,652
7	Profit (+)/Loss(-) from ordinary activities after finance costs but before exceptional items (5-6)	(5,265)	(4,545)	(8,321)	(9,810)	(8,258)	(23,917)
8	Exceptional items	-	-	-	-	-	-
9	Profit (+)/Loss(-) from Ordinary Activities before tax (7-8)	(5,265)	(4,545)	(8,321)	(9,810)	(8,258)	(23,917)
10	Tax expense	-	-	(396)	-	(1,162)	(2,099)
11	Net Profit (+)/Loss(-) from ordinary activities after tax (9-10)	(5,265)	(4,545)	(7,925)	(9,810)	(7,096)	(21,818)
12	Extraordinary item (net of tax expense)	-	-	-	-	-	-
13	Net Profit (+)/Loss(-) for the period (11-12)	(5,265)	(4,545)	(7,925)	(9,810)	(7,096)	(21,818)
14	Paid-up equity share capital (face value per share Rs 2/-)	1,747	1,747	1,747	1,747	1,747	1,747
15	Reserve excluding revaluation reserves as per balance sheet of previous accounting year	-	-	-	-	-	87,786
16	Earnings Per Share (EPS)						
	(i) basic and diluted EPS before extraordinary items for the period, for the year to date and for the previous year (not to be annualised)	(6.03)	(5.20)	(9.07)	(11.23)	(8.12)	(24.98)
	(ii) basic and diluted EPS after extraordinary items for the period, for the year to date and for the previous year (not to be annualised)	(6.03)	(5.20)	(9.07)	(11.23)	(8.12)	(24.98)
17	(a) Debt Service Coverage Ratio (DSCR)*				0.67	0.44	0.33
	(b) Interest Service Coverage Ratio (ISCR)**				1.09	0.91	1.00
* DSCR = PBDIT/(Interest Expense on Long term borrowings + Scheduled Principal Repayment pertaining to long term Borrowings)							
** ISCR = PBDIT/(Interest Expense on Long term borrowings)							
PART - II							
Sl No.	PARTICULARS	UNAUDITED			UNAUDITED		AUDITED
		3 MONTHS ENDED			HALF YEAR ENDED		YEAR ENDED
		30-09-14	30-06-14	30-09-13	30-09-14	30-09-13	31-03-14
A	PARTICULARS OF SHAREHOLDING						
1	Public shareholding -						
	- Number of equity shares	2,62,14,725	2,62,14,725	2,62,14,725	2,62,14,725	2,62,14,725	2,62,14,725
	- Percentage of shareholding	30.02	30.02	30.02	30.02	30.02	30.02
2	Promoters and promoter group Shareholding						
	(a) Pledged / Encumbered						
	- Number of Shares	1,65,76,860	1,65,76,860	Nil	1,65,76,860	Nil	1,65,76,860
	- Percentage of Shares(as a % of the total shareholding of promoter and promoter group)	27.12	27.12	-	27.12	-	27.12
	- Percentage of Shares(as a % of the total share capital of the company)	18.98	18.98	-	18.98	-	18.98
	(b) Non encumbered						
	- Number of Shares	4,45,46,980	4,45,46,980	6,11,23,840	4,45,46,980	6,11,23,840	4,45,46,980
	- Percentage of Shares(as a % of the total shareholding of promoter and promoter group)	72.88	72.88	100.00	72.88	100.00	72.88
	- Percentage of Shares(as a % of the total share capital of the company)	51.00	51.00	69.98	51.00	69.98	51.00
PARTICULARS		3 MONTHS ENDED					
		30-09-14					
B	INVESTOR COMPLAINTS						
	Pending at the beginning of the quarter	Nil					
	Received during the quarter	-					
	Disposed of during the quarter	-					
	Remaining unresolved at the end of the quarter	Nil					
Notes :							
1 The above results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 12th November 2014.							
2 The Statutory Auditors have carried out a limited review of the financial statements for the quarter and half year ended 30th September, 2014.							



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3 STATEMENT OF ASSETS AND LIABILITIES

		(Rs in Lakhs)	
Particulars		UNAUDITED	AUDITED
		As At	As At
		30-09-2014	31-03-2014
I EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital		1,747	1,747
(b) Reserves and Surplus		61,172	74,893
Sub-total - Shareholder's funds		62,919	76,640
(2) Non-Current Liabilities			
(a) Long-term borrowings		1,61,261	1,68,279
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities		1,614	1,600
(d) Long term provisions		671	654
Sub-total - Non-current liabilities		1,63,546	1,70,533
(3) Current Liabilities			
(a) Short-term borrowings		51,976	53,565
(b) Trade payables		37,507	37,727
(c) Other current liabilities		55,422	53,611
(d) Short-term provisions		5,402	5,297
Sub-total - Current liabilities		1,50,307	1,50,200
TOTAL - EQUITY AND LIABILITIES		3,76,772	3,97,373
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets		2,50,220	2,65,066
(b) Non-current investments		12,295	14,473
(c) Long term loans and advances		7,937	6,587
(d) Other non-current assets		136	136
Sub-total - Non-current assets		2,70,588	2,86,262
(2) Current assets			
(a) Inventories		53,922	51,667
(b) Trade receivables		33,682	37,394
(c) Cash and Bank Balances		1,674	2,912
(d) Short-term loans and advances		16,672	17,438
(e) Other current assets		234	1,700
Sub-total - Current assets		1,06,184	1,11,111
TOTAL - ASSETS		3,76,772	3,97,373

4 The Company operates mainly in one business segment, i.e. manufacturing and selling of glass containers.

5 The Auditor's Report for the year ended 31st March, 2014, included a qualification with regard to remuneration paid to managerial personnel. This qualification which is stated below also has an impact on the results for the current quarter.

Remuneration paid to Vice Chairmen and Managing Directors and Executive Director amounting to Rs 136.87 lakhs for the current quarter (Rs 135.50 lakhs for the previous quarter) and Rs 152.37 lakhs for year 2013-14, which due to inadequacy of profit has exceeded the limits prescribed under the provisions of Companies Act, 1956. The Company has made an application before the Central Government and necessary approval in this respect is awaited.

With regard to remuneration to Vice Chairmen and Managing Directors of Rs. 273.50 lakhs for the period from 1st October, 2012 to 31st March, 2013, Rs 329.80 lakhs for the year 1st April, 2013 to 31st March, 2014 and remuneration to Executive Director of Rs 62.85 Lakhs for the period from 1st March, 2013 to 31st March, 2014, which was subject to approval of central government, such approval has since been received.

6 Other Income during the quarter ended 30th September, 2014 and 30th June, 2014 includes profit of Rs. 2,822.69 lakhs arising on sale of 2,17,80,000 equity shares in HNG Float Glass Limited, a Joint Venture Company and Rs. 2,513.10 lakhs arising on sale of a land, respectively.

7 During the quarter, depreciation has been provided as per schedule II of the Companies Act, 2013 which has been made effective from 1st day of April 2014. Accordingly, carrying amount of assets as on 31st March, 2014 have been depreciated over the remaining useful life of the assets recomputed as above. Consequently, depreciation for the quarter and six months period is higher by 621.98 lakhs and Rs. 958.85 Lakhs respectively.

8 The Board of Directors of the company in its meeting held on May 20th, 2014, had approved the scheme of Amalgamation of its wholly owned subsidiaries, Glass Equipment India Limited and Quality Minerals Limited. The same is subject to necessary approval which are awaited.

9 Previous year's / quarters figures have been re-arranged / re-grouped wherever necessary.

Place : Kolkata
Date : 12th November, 2014



For & on behalf of the Board

(Sanjay Somany)
Vice Chairman and Managing Director