



12th May, 2022

To,
National Stock Exchange of India Ltd
Exchange Plaza, 5th Floor,
Plot No. C/1, G block,
Bandra-Kurla Complex,
Bandra (E)
Mumbai 400051.
Scrip ID - HPAL

To,
BSE Limited
1st Floor, New Trading Ring,
Rotunda Building,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai
Scrip Code - 543433

Sub : Outcome of Board Meeting held on May 12, 2022.

Dear Sir/Madam,

This is to inform you that the Board of Directors at its meeting held today i.e. May 12, 2022, considered and approved the Audited Financial Results for the quarter and year ended March 31, 2022.

Pursuant to Regulation (33)(3)(d) of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 we hereby declare that in the respect of Audited Financial Results for the year ended 31st March, 2022, the Statutory Auditors have expressed an unmodified opinion(s) in their Audit Report.

A copy of the said Financial Results alongwith the Auditor's Report thereon are enclosed.

The financial results are also being made available on the Company's website at www.hpadhesives.com.

The meeting commenced at 04:20 p.m. and concluded at 07:45 p.m.

Kindly take the same on your record.

Thanking you,

Yours Truly,
For HP Adhesives Limited



Mrs. Anjana Haresh Motwani
Chairperson and Executive Director
DIN: 02650184

Encl. : As above

HP ADHESIVES LIMITED (Formerly known as HP ADHESIVES PRIVATE LIMITED)

Corporate Office: 501, 5th floor, C Wing, Business Square Bldg., Andheri East, Mumbai 400093, Maharashtra, India
Registered Office: 11, Unique House, Chakala, Andheri (East), Mumbai 400099, India
CIN: L24304MH2019PLC325019

Tel: +91-22-68196300
Email: info@hpadhesives.com
Web: www.hpadhesives.com



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

To

The Board of Directors

HP Adhesives Limited

Report on the audit of the Standalone Financial Results

We have audited the accompanying statement of quarterly and year to date standalone financial results of HP Adhesives Limited (the "Company") for the quarter ended March 31, 2022 and for the year ended March 31, 2022 (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 ('the Regulation'), as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives 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 Company for the quarter ended March 31, 2022 and for the year ended March 31, 2022.

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, as amended (the "Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone 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 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 is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company 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 the 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, 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.

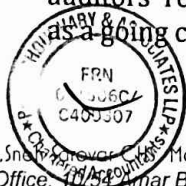
The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 the Statement

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, 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 financial controls System 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 Management.
- Conclude on the appropriateness of Management's 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 auditors' report to the related disclosures in the financial statements 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 auditors' 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 AS financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

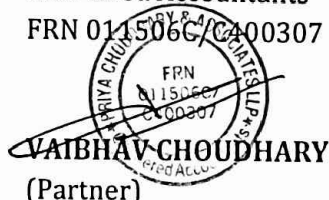
Other Matter

The Statement includes the results for the quarter ended March 31, 2022 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2022 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations

For Priya Choudhary & Associates LLP

Chartered Accountants

FRN 011506G/C400307


VAIBHAV CHOUDHARY

(Partner)

M No: 407543

Place: Bhilwara(Raj.)

Date: 12/05/2022

UDIN: 22407543AIWVZY7059

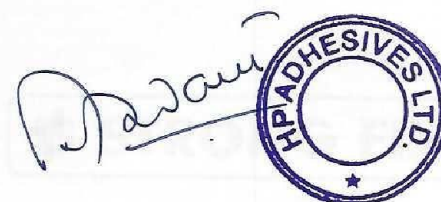


STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2022

(₹ in Lakh)

S. No.	Particulars	Quarter Ended			Year Ended	
		31st March, 2022 (Audited)	31st Dec, 2021 (Unaudited)	31st March, 2021 (Unaudited)	31st March, 2022 (Audited)	31st March, 2021 (Audited)
1	INCOME					
	Revenue from operations	5,042.09	4,366.22	3,858.53	16,459.89	11,816.16
	Other income	40.48	20.67	273.44	282.80	571.80
	Total Income	5,082.58	4,386.89	4,131.97	16,742.69	12,387.96
2	EXPENSES					
	Cost of Material Consumed	3,292.02	2,808.62	3,569.85	9,495.96	8,868.71
	Purchases of stock-in-trade	729.59	566.33	265.91	2,237.80	839.65
	Changes in inventories of finished goods (including stock-in-trade) and work-in-progress	(141.94)	(300.27)	(1,182.56)	351.85	(1,586.07)
	Employee benefits expenses	532.61	426.06	413.12	1,733.43	1,473.58
	Other expenses	436.62	441.53	399.52	1,510.98	1,023.41
	Finance costs	61.48	79.52	90.25	313.40	255.31
	Depreciation and amortisation expense	68.92	74.10	44.68	284.02	190.33
	Total Expenses	4,979.31	4,095.89	3,600.77	15,927.45	11,064.92
3	Profit / (Loss) before Exceptional items and tax for the period/year	103.26	291.00	531.20	815.24	1,323.03
4	Exceptional items	-	-	-	-	-
5	Profit / (Loss) before tax (PBT) for the year/period	103.26	291.00	531.20	815.24	1,323.03
	Tax expense					
	Current tax (Net)	(13.98)	(86.72)	(68.03)	(177.74)	(250.22)
	Deferred tax	(20.07)	10.61	(63.58)	(43.15)	(66.84)
	Income Tax Excess/(Short) Provision of previous year (not annualised for quarters)	-	-	-	6.29	-
	Total Tax Expense	(34.05)	(76.11)	(131.61)	(214.59)	(317.06)
6	Profit after Tax (PAT) for the period/year	69.22	214.89	399.59	600.65	1,005.97
7	Other comprehensive income					
	A Items that will not be reclassified to profit or loss account					
	(i) Re-measurement gains / (losses) on defined benefit plans	6.70	17.68	13.02	58.07	15.35
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(1.69)	(4.45)	(3.28)	(14.61)	(3.86)
	B Items that will be reclassified to Profit or loss account	-	-	-	-	-
	Total Other comprehensive income	5.01	13.23	9.74	43.45	11.49
	Other comprehensive income for the year, net of tax (A+B)	5.01	13.23	9.74	43.45	11.49
	Total comprehensive income for the year	74.23	228.13	409.34	644.10	1,017.46
8	Paid up Equity Share Capital (Face Value of ₹ 10/- per equity share)	1,837.49	1,837.49	1,300.00	1,837.49	1,300.00
9	Other Equity for the year				11,896.44	(34.11)
10	Earning per Equity share (Face value ₹ 10/- per equity share) (not annualised for quarters)					
	(a) Basic in ₹	0.38	1.17	3.07	3.95	7.74
	(b) Diluted in ₹	0.38	1.17	3.07	3.95	7.74

See Accompanying Notes to Financial Statements



HP ADHESIVES LIMITED (Formerly known as HP ADHESIVES PRIVATE LIMITED)

Corporate Office: 501, 5th floor, C Wing, Business Square Bldg., Andheri East, Mumbai 400093, Maharashtra, India

Registered Office: 11, Unique House, Chakala, Andheri (East), Mumbai 400099, India

CIN: L24304MH2019PLC325019

Tel: +91-22-68196300

Email: info@hpadhesives.com

Web: www.hpadhesives.com



AUDITED STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2022

(₹ in Lakh)

Particulars	As at 31st March, 2022	As at 31st March, 2021
ASSETS		
Non-current assets		
Property, Plant and Equipment	2,063.68	1,865.82
Capital work-in-progress	1,754.49	652.03
Right of Use Assets	488.80	38.26
Other Intangible Assets	16.66	17.18
Financial Assets		
Other Financial Assets	1,432.00	-
Deferred Tax Asset (net)	128.83	171.98
Other Non-Current Assets	223.93	55.58
Total Non-Current Assets	6,108.40	2,800.85
Current Assets		
Inventories	4,116.88	3,239.69
Financial Assets		
Trade Receivables	3,205.16	2,286.61
Cash and Bank Balances	4,768.00	83.10
Loans	119.04	116.65
Other Current Assets	1,224.42	450.97
Total Current Assets	13,433.50	6,177.03
TOTAL ASSETS	19,541.90	8,977.89
EQUITY AND LIABILITIES		
EQUITY		
Equity Share Capital	1,837.49	1,300.00
Other Equity	11,896.44	(34.11)
Total Equity	13,733.93	1,265.89
LIABILITIES		
Non-Current Liabilities		
Financial Liabilities		
Lease Liabilities	390.25	14.52
Borrowings	429.08	854.69
Provisions	91.61	119.18
Total Non-Current Liabilities	910.95	988.39
Current Liabilities		
Financial Liabilities		
Lease Liabilities	115.29	24.25
Borrowings	532.89	2,283.83
Trade Payables		
(i) Total outstanding dues of Micro and Small Enterprises	704.61	396.01
(ii) Total outstanding dues of creditors other than Micro and Small Enterprises	2,461.52	2,193.02
Other Financial Liabilities	681.81	1,422.48
Other Current Liabilities	264.97	127.30
Provisions	96.08	141.66
Current Tax Liabilities (Net)	39.86	135.07
Total Current Liabilities	4,897.02	6,723.61
TOTAL LIABILITIES	5,807.97	7,712.00
TOTAL EQUITY AND LIABILITIES	19,541.90	8,977.89

M. J. J.



HP ADHESIVES LIMITED (Formerly known as HP ADHESIVES PRIVATE LIMITED)

Corporate Office: 501, 5th floor, C Wing, Business Square Bldg., Andheri East, Mumbai 400093, Maharashtra, India

Registered Office: 11, Unique House, Chakala, Andheri (East), Mumbai 400099, India

CIN: L24304MH2019PLC325019

Tel: +91-22-68196300

Email: info@hpadhesives.com

Web: www.hpadhesives.com



AUDITED STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2022

(₹ in Lakh)

Particulars	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
Cash flow from Operating activities		
Net profit / (loss) before taxation	815.24	1,323.03
Adjustments for:		
Foreign Currency Exchange Rate Fluctuation (net)	(64.87)	(0.00)
Depreciation and amortization expenses	284.02	190.33
Finance cost	313.40	255.31
Interest income	(65.22)	-
Operating profit before working capital changes	1,282.57	1,768.67
Changes in working capital		
(Decrease)/ increase in trade payables	609.52	1,062.24
Decrease/ (increase) in inventories	(877.19)	(1,387.66)
Decrease/ (increase) in trade receivables	(886.11)	(306.76)
(Decrease)/ increase in other current financial liabilities	(47.17)	103.15
(Decrease)/ increase in other current liabilities	137.67	118.97
(Decrease)/ increase in provisions	(73.14)	310.00
Decrease/ (increase) in loans	(2.39)	5.86
Decrease/ (increase) in other current and non current non financial assets	(941.80)	(313.46)
Cash generated used in operations	(798.04)	1,361.00
Taxes Paid (Net)	(223.18)	(234.92)
Net cash flows generated in operating activities (A)	(1,021.22)	1,126.08
Net Cash Flows from Operating Activities after Exceptional Items	(1,021.22)	1,126.08
Cash flow from Investing activities		
Payment for property, plant and equipment and intangible assets	(1,739.70)	(1,640.28)
Proceeds from sale/ disposal of property, plant and equipment	155.87	-
Investments in bank deposits (having maturity of more than twelve months)	(1,432.00)	-
Interest received	81.44	17.58
Net cash flow from investing activities (B)	(2,934.39)	(1,622.70)
Cash flow from Financing activities		
Proceeds from issue of equity shares on Rights basis	2,154.98	-
Proceeds from issue of equity shares through initial public offering	11,343.60	-
IPO expenses	(1,674.64)	-
Proceeds from long-term borrowings	(1,119.10)	1,803.81
Movement in short-term borrowings from banks (net)	(1,750.94)	(1,044.43)
Finance Cost	(313.40)	(255.31)
Net Cash Flows from Financing Activities	8,640.50	504.07
Net increase in cash and cash equivalents (A+B+C)	4,684.90	7.46
Cash and cash equivalents at the beginning of the year	83.10	75.65
Cash and cash equivalents at the end of the year	4,768.00	83.10
Cash and cash equivalents comprise		
Balances with banks	306.04	-
On current accounts	3.88	58.40
Fixed deposits with maturity of less than 12 months	4,443.59	10.39
Cash on hand	14.48	14.30
Total cash and cash equivalents at end of the year	4,768.00	83.10




HP ADHESIVES LIMITED (Formerly known as HP ADHESIVES PRIVATE LIMITED)

Corporate Office: 501, 5th floor, C Wing, Business Square Bldg., Andheri East, Mumbai 400093, Maharashtra, India

Registered Office: 11, Unique House, Chakala, Andheri (East), Mumbai 400099, India

CIN: L24304MH2019PLC325019

Tel: +91-22-68196300

Email: info@hpadhesives.com

Web: www.hpadhesives.com



Notes to Accounts

1. This statement has been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules thereafter and other recognised accounting practices and policies to the extent applicable.
2. The above financial results for the quarter ended March, 2022 along with comparative period have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at their respective meetings held on 12 May 2022. The financial results and other financial information for quarter ended December 31, 2021 & March 31, 2021 have not been audited or reviewed by our statutory auditors. However, the management has exercised necessary due diligence to ensure that the financial results for these periods provide a true and fair view of the Company's affairs.
3. The Company operates primarily in adhesives & sealants segment, hence there is only one reportable business segment viz. "Adhesives & Sealants Products". Accordingly no separate disclosures have been made for segment reporting under Ind AS 108.
4. (a) The Company has completed the Initial Public Offering (IPO) of 45,97,200 Equity Shares of Face Value of Rs 10 each for cash at a price of Rs 274/- per Equity Share aggregating to Rs 12,596.32 Lakhs comprising a Fresh Issue of 41,40,000 Equity Shares aggregating to Rs 11,343.46 Lakhs and an offer for sale (OFS) of 4,57,200 Equity shares Mrs. Anjana Hareesh Motwani, Promoter aggregating to Rs 1,252.73 Lakhs. Pursuant to the IPO, the Equity Shares of the Company got listed on National Stock Exchange (NSE) and Bombay Stock Exchange (BSE) on December 27, 2021.

Particulars	Proceeds from OFS	Proceeds from Fresh Issue	Total
Equity Share of face value of 10 each for cash at a price of ₹ 274 per Equity Share (including share premium of ₹ 264 per equity share)	1,252.73	11,343.60	12,596.33
Less: Share issue Expenses	-185.56	-1,674.48	-1,860.04
Net Proceeds	1,067.17	9,669.12	10,736.29

*Excluding excess proceeds recovered from Selling shareholder to the tune of INR 0.16 lakhs

The difference in planned proceeds as per prospectus and actual proceeds is due to increase of IPO expenses incurred as detailed below (₹ in Lakh).

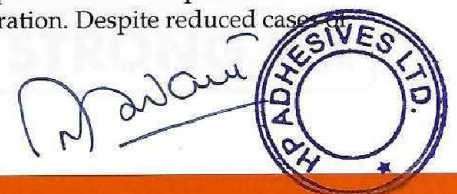
Particulars	Planned as per Prospectus	Expensed upto March 31, 2022	Increase in expenses
IPO issue Expenses	1,853.68	1,860.19	-6.51

Utilisation of IPO Proceeds (Net of IPO Expenses) as per Prospectus are as follows:	Planned as per Prospectus	Utilisation upto March 31, 2022	Balance as of March 31, 2022 (*)
Funding working capital requirements of the Company	5,400.00	1,590.12	3,809.88
Funding Capital expenditure(CAPEX)	2,550.86	194.90	2,355.96
General corporate Purposes (As revised upon finalisation of IPO Expenses)	1,718.26	1,718.26	-
Total	9,669.12	3,503.28	6,165.84

(*) Balance of IPO proceeds as at March 31, 2022 are kept in bank fixed deposits and bank balances.

Note: Utilisation for working capital and CAPEX is ongoing and scheduled till FY24 as per Prospectus.

5. The Company has considered the impact of COVID-19 pandemic on its business operations and financial results based on its review of current indicators of future economic conditions and expects that the carrying amount of the assets will be recovered. However, assessment of this impact due to the pandemic is a continuing process given the uncertainties associated with its nature and duration. Despite reduced cases



HP ADHESIVES LIMITED (Formerly known as HP ADHESIVES PRIVATE LIMITED)

Corporate Office: 501, 5th floor, C Wing, Business Square Bldg., Andheri East, Mumbai 400093, Maharashtra, India
Registered Office: 11, Unique House, Chakala, Andheri (East), Mumbai 400099, India
CIN: L24304MH2019PLC325019

Tel: +91-22-68196300
Email: info@hpadhesives.com
Web: www.hpadhesives.com



COVID-19 being reported in the country, there has been massive disruptions in global supply chain. Accordingly, the Company will continue to monitor its impact and any material changes to the future economic conditions.

6. The Parliament has approved the Code on Social Security, 2020 ('Code') which may impact the contribution by the Company towards provident fund and gratuity. The effective date from which the Code and its provisions would be applicable is yet to be notified and the rules which would provide the details based on which financial impact can be determined are yet to be framed. The Company will complete its evaluation and will give appropriate impact, if any, in the financial results following the Code becoming effective and the related rules being framed and notified. The Company has taken professional opinion in this regard and will ensure that it makes adequate provisions to remain compliant with all requirements.
7. The figures of the quarter ended March 31, 2022 and March 31, 2021 are the balancing figures between audited figures in respect of the full financial year and the unaudited published year to date figures upto third quarter of the relevant financial year.
8. Previous period numbers have been regrouped wherever applicable, to the extent possible, to confirm to the current period presentation.
9. The results for the quarter ended March 31, 2022 are available on the Bombay Stock Exchange of India Limited website (URL: <https://www.bseindia.com/corporates>) and the National Stock Exchange of India Limited website (URL: <https://www.nseindia.com/corporates>)

For and on behalf of the Board of Directors

of HP Adhesives Limited



Mrs. Anjana Haresh Motwani
Chairperson and Executive Director
DIN: 02650184

Place : Mumbai
Date : 12th May, 2022

HP ADHESIVES LIMITED (Formerly known as HP ADHESIVES PRIVATE LIMITED)

Corporate Office: 501, 5th floor, C Wing, Business Square Bldg., Andheri East, Mumbai 400093, Maharashtra, India
Registered Office: 11, Unique House, Chakala, Andheri (East), Mumbai 400099, India
CIN: L24304MH2019PLC325019

Tel: +91-22-68196300
Email: info@hpadhesives.com
Web: www.hpadhesives.com