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NEAPS/BSE ONLINE

6th August, 2019

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 Sirs,

Sub: Unaudited Financial Results and Limited Review Report for the first quarter ended 30th June, 2019 together with Segment wise Revenue, Results and Capital Employed

In compliance with the requirements of Regulation 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, enclosed herewith Un-audited Financial Results for the first quarter ended 30th June, 2019 including Segment wise Revenue, Results and Capital Employed of the Company as on 30th June, 2019, duly recommended by the Audit Committee and subsequently considered and approved by the Board of Directors in their meeting held on Tuesday, 6th August, 2019 along with the Limited Review Report of the Statutory Auditors thereon.

The Meeting of Board of Directors was commenced at 2:00 pm and concluded at 5:30 pm.

This is for your reference and record.

For **HSIL Limited**

(Payal M. Puri)
Company Secretary

Name:	**Payal M. Puri**
Address:	**301-302, 3rd Floor, Park Centra, Sector-30, Gurugram-122001**
Membership No.	**16068**

Encl: As above

LODHA
& CO
Chartered Accountants

12, Bhagat Singh Marg, New Delhi - 110 001, India
Telephone : 91 11 23710176 / 23710177 / 23364671 / 2414
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Independent Auditor's Review Report

To
The Board of Directors of
HSIL Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of HSIL Limited ('the Company') for the quarter and three months period ended 30th June, 2019 ("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 Regulations") , read with Circular No. CIR/CFD/CMD1/44/2019 dated 29th March 2019(" the Circular"). The preparation of the Statement in accordance with the recognition and measurement principles laid down in Ind AS-34, Interim Financial Reporting prescribed u/s 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rule, 2015 (as amended) , read with the Circular, is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. The annexed financial statements for the quarter ended 30th June 2019 are prepared considering the effect of the Scheme of arrangement as stated in the foot note no. 2. Our responsibility is to issue a report on the Statement based on our review.

2. We conducte l 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 results are free of material misstatement. A review is limited primarily to enquiries of the 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 , nothing has come to our attention that causes us to believe that the accompanying Statement , prepared in accordance with the applicable Accounting Standards i.e. Indian Accounting Standards ('Ind AS') prescribed u/s 133 of the Companies Act , 2013 read with relevant rules issued there under and other recognised accounting practices and policies generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For LODHA & CO.
Chartered Accountants
Firm's Registration No. 301051E

LODHA & CO. New Delhi Chartered Accountants

(N.K. LODHA)
Partner
M. No. 85155
Place: Gurugram
Date: 06th August,2019
UDIN: 19085155AAAABT4408

HSIL LIMITED

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

WEBSITE: WWW.HINDWAREHOMES.COM | CIN : L51433WB1960PLC024539 | TEL: 033-22487407/5668

PART I

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2019

(Rs. in crore)

	Particulars	Standalone				Consolidated
		3 months ended 30th June 2019 (Unaudited)	3 months ended 31st March 2019 (Audited)	Corresponding 3 months ended in the previous year 30th June 2018 (Unaudited)	Year ended 31st March 2019 (Audited)	Year ended 31st March 2019 (Audited)
		Post -Scheme (Refer note 2)	As Published (Refer note 2 & 3)			As Published (Refer note 3 & 5)
I	Revenue from operations	439.00	808.87	542.41	2,709.65	2,712.57
II	Other income	4.00	21.44	1.55	29.89	29.88
III	Total income (I+II)	443.00	830.31	543.96	2,739.54	2,742.25
IV	Expenses					
	a) Cost of materials consumed	175.53	176.35	113.93	619.94	619.94
	b) Purchases of stock-in-trade	0.34	131.50	85.31	510.76	511.11
	c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(24.77)	40.09	3.00	1.69	1.55
	d) Employee benefits expense	59.93	98.12	86.82	360.36	360.53
	e) Finance cost	13.79	32.29	11.21	87.48	87.48
	f) Depreciation and amortization expense	36.87	42.42	31.56	150.98	151.00
	g) Power and fuel	90.39	92.11	77.88	350.67	350.67
	h) Other expenses	63.79	157.30	131.40	550.04	552.62
	Total expenses (IV)	420.77	770.18	541.11	2,631.92	2,634.90
V	Profit before exceptional items and tax (III-IV)	22.23	60.13	2.85	107.62	107.35
VI	Exceptional item	-	(2.21)	-	(2.21)	(2.37)
	Less: Transfer from business reconstruction reserve		2.21		2.21	2.21
VII	Profit before tax	22.23	60.13	2.85	107.62	107.19
VIII	Tax expense					
	a) Current tax	7.31	13.61	2.00	24.59	24.59
	b) Minimum alternative tax	-	(8.76)	(1.25)	(19.74)	(19.74)
	c) Earlier year tax	-	-	-	3.73	3.73
	d) Deferred tax charge/(benefit)	0.58	17.09	-	28.59	28.59
	Tax expenses (VIII)	7.89	21.94	0.75	37.17	37.17
IX	Profit for the period (VII - VIII)	14.34	38.19	2.10	70.45	70.02
X	Other comprehensive income (net of tax)					
	(A)(i) Items that will not be reclassified to profit or loss	(0.03)	(13.36)	0.28	(12.52)	(12.52)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.01	4.66	(0.10)	4.37	4.37
	(B)(i) Items that will be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	Total other comprehensive income (X)	(0.02)	(8.70)	0.18	(8.15)	(8.15)
XI	Total comprehensive income for the period (IX+X)	14.32	29.49	2.28	62.30	61.87
XII	Earnings before interest, depreciation, tax and amortization (EBIDTA) (V+IV (e)+IV(f))	77.89	134.84	45.62	346.08	345.83
XIII	Paid-up equity share capital (face value Rs.2/- per share)	14.46	14.46	14.46	14.46	14.46
XIV	Other equity (excluding revaluation reserve)				1,195.40	1,175.15
XV	Earnings per share : (of Rs. 2/- each) (not annualized)					
	(a) Basic (Rs.)	1.98	5.28	0.29	9.74	9.69
	(b) Diluted (Rs.)	1.98	5.28	0.29	9.74	9.69

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(Rs. in crore)

	PART II					
	Segment wise revenue, results, assets and liabilities (Refer note 7)	Standalone				Consolidated
	Particulars	3 months ended 30th June 2019 (Unaudited)	3 months ended 31st March 2019 (Audited)	Corresponding 3 months ended in the previous year 30th June 2018 (Unaudited)	Year ended 31st March 2019 (Audited)	Year ended 31st March 2019 (Audited)
		Post -Scheme	Pre- Scheme			
1	Segment revenue from operation:					
	a) Building products/Building Products Manufacturing Division (Post Scheme)	137.90	377.32	239.57	1,223.22	1,223.22
	b) Packaging products	300.01	329.51	227.62	1,097.15	1,097.15
	c) Consumer Products	-	83.52	54.84	305.74	305.74
	d) Retail business	-	21.02	21.62	91.01	93.73
	e) Others	1.09	0.20	0.77	1.90	1.90
	Total	439.00	811.57	544.42	2,719.02	2,721.74
	Less : Inter segment revenue	-	2.70	2.01	9.37	9.37
	Total income from operations	439.00	808.87	542.41	2,709.65	2,712.37
2	Segment results: Profit(+)/ loss(-) (before tax and interest from each segment)					
	a) Building products/Building Products Manufacturing Division (Post Scheme)	8.67	47.78	31.91	159.74	159.74
	b) Packaging products	41.71	65.25	(1.99)	90.50	90.50
	c) Consumer Products	-	3.84	(6.31)	0.79	0.79
	d) Retail business	-	(7.12)	(1.39)	(14.29)	(14.02)
	e) Others	0.21	0.38	0.51	0.81	0.11
	Total profit before unallocable expenditure	50.59	110.13	22.73	237.55	237.12
	Less: i) Finance costs	18.79	32.29	11.21	87.48	87.48
	ii)Other un-allocable expenditure net off un-allocable income	9.57	17.71	8.67	42.45	42.45
	Total Profit before tax	22.23	60.13	2.85	107.62	107.19
3	Segment assets					
	a) Building products/Building Products Manufacturing Division (Post Scheme)	1,076.52	1,634.36	1,551.22	1,634.36	1,634.36
	b) Packaging products	1,617.28	1,541.84	1,438.86	1,541.84	1,541.84
	c) Consumer Products	-	219.54	157.39	219.54	219.54
	d) Retail business	-	45.81	50.50	45.81	46.97
	e) Others	19.13	6.44	7.94	6.44	8.28
	f) Unallocated	110.22	113.39	136.70	113.39	109.45
	Total	2,823.15	3,561.38	3,342.61	3,561.38	3,560.44
	Segment liabilities					
	a) Building products/Building Products Manufacturing Division (Post Scheme)	560.62	852.63	796.31	852.63	852.63
	b) Packaging products	1,002.25	958.31	909.16	958.31	958.31
	c) Consumer Products	-	174.74	111.32	174.74	174.74
	d) Retail business		64.76	46.85	64.76	66.10
	e) Others	3.74	0.22	0.14	0.22	(0.34)
	f) Unallocated	(4.68)	(3.81)	(12.89)	(3.81)	(3.81)
	Total	1,561.93	2,046.85	1,850.89	2,046.85	2,047.63

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Notes:

(1) The above financials results of HSIL Limited ("HSIL" or "Company") for the quarter ended 30th June 2019 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 6th August 2019.

(2) (i) (a) The Board of Directors of the Company in its meeting held on 10th November 2017 had approved a Composite Scheme of Arrangement under section 230 to 232, read with section 66 and other applicable provisions of the Companies Act 2013 and the provisions of other applicable laws, amongst the Company, Somany Home Innovation Limited, a wholly owned subsidiary of the Company (the "Resulting Company 1 or SHIL") and Brilloca Limited, a wholly owned subsidiary of Resulting Company 1 ("Resulting Company 2") and their respective shareholders and creditors (" the Scheme"). The Scheme provides for the demerger of (i) the Consumer Products Distribution and Marketing Undertaking ("CPDM Undertaking") and Retail Undertaking of the Company into Resulting Company 1. and (ii) the Building Products Distribution and Marketing Undertaking ("BPDM Undertaking") of the Company into Resulting Company 2. The Scheme has been approved by the Hon'ble Kolkata Bench of National Company Law Tribunal vide its order dated 26th June 2019, certified copy of the order dated 22nd July 2019 has been filed with Registrar of Companies, West Bengal on 5th August 2019 and accordingly the Scheme has come into effect. The Scheme is effective from the Appointed Date i.e. 1 April, 2018. While finalising financial results of the Company for the quarter ended 30th June 2019, the due effects of the Scheme have been incorporated.

In terms of the Scheme, the equity investments of 5,00,000 equity shares of Rs.2 each fully paid made by Company into SHIL stands cancelled, and existing shareholders of the Company (i.e.HSIL Limited) will be issued and allotted fully paid up one equity share of SHIL of face value of Rs.2/- each for every one equity share held by them of the Company as on the record date (jointly to be decided by Board of Directors of Company and SHIL in their respective Board meetings).

(b) The necessary steps and formalities in respect of completion of transfers of properties, licences, approvals and investments as required under the Scheme in favour of SHIL and Brilloca Limited and modification of charges etc. are under implementation.

(ii) As stated above, the aforesaid Scheme of the Company is with its wholly owned subsidiary company SHIL. To give effect of the Scheme from Appointed Date i.e. 1st April 2018 and pursuant to the requirements of Ind AS 103 "Business Combination", the Company has accounted this Business Combination involving entities under common control using the pooling of interest method in the financial results. Accordingly, the financial information presented for prior periods has been restated as per Ind AS -103.

(3) The details of Standalone financial results Post Scheme (Re-stated) for the quarter ended 30th June 2018, quarter and year ended 31st March 2019 are as under:

(Rs. in crore)

Particulars	Standalone restated		
	Quarter ended 31st March 2019	Quarter ended 30th June 2018	Year ended 31st March 2019
Total Revenue (including other income)	494.85	315.11	1,643.95
Total Expenses	476.63	328.10	1,621.56
Profit Before taxes	18.22	(12.99)	22.39
Taxes	5.79	(4.52)	7.12
Profit after tax	12.43	(8.47)	15.27

(4) Ind AS 105 "Discontinuing operations" in terms of the Scheme: The Consumer Products Distribution and Marketing Undertaking ("CPDM Undertaking"), Retail Undertaking and Building Products Distribution and Marketing Undertaking ("BPDM Undertaking") of the Company.

(Rs. in crore)

Particulars	Quarter ended 31st March 2019	Quarter ended 30th June 2018	Year ended 31st March 2019
Total Revenue (including other income)	486.62	353.54	1,681.65
Total Expenses	444.71	337.71	1,596.42
Profit Before taxes	41.91	15.83	85.23

(5) In terms of the Scheme and post it has become effective from the Appointed Date 1st April 2018, all subsidiaries stands transferred to SHIL & Brilloca Limited and the Company does not have any subsidiary.

(6) The Company has adopted Ind AS 116 "Leases" effective 1st April, 2019 as notified by the Ministry of Corporate Affairs (MCA) and applied the standard to its leases. This has resulted in recognising right of use of lease assets and corresponding lease liabilities. The impact of adoption of Ind AS 116 on the profit for the quarter is not material.

(7) Post implementation of Scheme and transfer of CPDM undertaking, Retail Undertaking and BPDM undertaking, the Company has identified following as reportable segment in accordance with the requirement of Ind AS 108-"Operating segments" :

a). Building Products Manufacturing Division : Manufacturing of building products like sanitaryware, faucets, UPVC and CPVC pipes, fittings, etc.

b). Packaging Products Division : Manufacturing and supply of packaging products like glass bottles, PET bottles, security caps and closures.

c). Others: Wind power generation, manufacturing of certain specified consumer products like water heaters and others.

(8) A portion of Company's Kaharani unit engaged in manufacturing of faucets, a part of Building Products Manufacturing Division, had fire on the night of 12th November 2017. The necessary surveys by the insurance company has been conducted and unit is duly covered by insurance including reinstatement value clause. The insurance company is in process of assessing the quantum of claims for settlement. The company has received an interim insurance claim of Rs.6.09 crore (including recovery of salvage value of Rs. 1.34 crore) till date. All adjustments pertaining to loss, receipt of interim payments, final settlement due to fire would be accounted for upon its final assessment by the insurance company. In the opinion of management there will not be any material impact on this account on state of affairs and result of the Company.

(9) Figures for the quarter ended 31st March 2019 represents the balancing figures between the audited figures for the full financial year and published year to date figures upto third quarter of the respective financial year.

(10) The previous period/year figures have been rearranged /regrouped, whenever considered necessary.

(11) The statutory auditors of the Company have carried out a limited review of the unaudited financial results for the quarter ended 30th June 2019.

Place : Gurugram
Date: 6th August 2019

LODHA & CO New Delhi Chartered Accountants

Dr. Rajendra Kumar Somany
Chairman and Managing Director