



No.20A (1)/2016-Secy./

21st Jan.2019

BSE Ltd.
P.J. Towers, Dalal Street,
MUMBAI - 400 001

National Stock Exchange of (India) Ltd.
"Exchange Plaza" Bandra-Kurla Complex,
Mumbai – 400 051

Kind Attn: - General Manager,
Dept. of Corporate Services

Kind Attn:- Head - Listing & Corporate
Communications

Scrip Code: 500188

Scrip Code: HINDZINC-EQ

Sub:- (A) Unaudited financial results with limited review for the third quarter and nine Months ended on 31st Dec, 2018.

(B) Appointment of Mr Swayam Saurabh as Dy Chief Financial Officer (Acting CFO)

Dear Sir,

(A) As per the requirement of Clause 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, we forward herewith a copy of unaudited financial results after limited review for the 3rd quarter and Nine Months ended on 31st Dec, 2018 duly adopted in the meeting of the Board of Directors held on **21st Jan 2019**.

We also forward herewith a copy of limited review report issued by the Statutory Auditors on the unaudited financial result for the 3rd quarter and Nine Months ended on 31st Dec, 2018.

(B) Mr Swayam Saurabh joins Hindustan Zinc Limited as Deputy Chief Financial Officer (Acting CFO), while the current CFO Mr Amitabh Gupta is elevated to another role within the Company. Swayam is a qualified Chartered Accountant with over 18 years of rich experience with organisations such as L&T, Asian Paints and Philips. His last stint was with Philips in Singapore where he was heading finance for B2C business for Asia Pacific Region.

Copy of press release issued is attached for information.

Thanking you,

Yours faithfully,
For Hindustan Zinc Limited,

(R. Pandwal)
Company Secretary
Encl: As above.

Hindustan Zinc Limited

Registered Office: Yashad Bhawan, Udaipur (Rajasthan) – 313 004
Tel.: (91-2946604000 -4001 Fax: (91-294) 2427739; www.hzindia.com
CIN: L27204RJ1966PLC001208

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2018
(Rs in Crore, except as stated)

PARTICULARS	Quarter ended			Nine months ended		Year ended
	31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Revenue from operations (net of excise duty)	5,540	4,777	5,922	15,627	15,807	22,084
Add: Excise duty	-	-	-	-	437	437
Revenue from operations (gross of excise duty)	5,540	4,777	5,922	15,627	16,244	22,521
2 Other income	550	394	281	1,243	1,265	1,714
Total Income	6,090	5,171	6,203	16,870	17,509	24,235
3 Expenses						
a. Changes in inventories of finished goods & WIP	(25)	(105)	231	(89)	480	498
b. Employee benefits expense	215	245	195	692	594	776
c. Depreciation and amortisation	489	454	373	1,330	1,024	1,483
d. Power and fuel	493	438	429	1,371	1,211	1,653
e. Mining royalty	670	628	702	1,929	1,818	2,647
f. Finance costs	51	-	17	62	238	246
g. Excise duty	-	-	-	-	437	437
h. Other expenses	1,349	1,237	1,121	3,843	3,052	4,238
Total expenses	3,242	2,897	3,068	9,138	8,854	11,978
4 Profit before tax and exceptional item	2,848	2,274	3,135	7,732	8,655	12,257
5 Exceptional item	-	-	-	-	291	240
6 Profit before tax	2,848	2,274	3,135	7,732	8,946	12,497
Tax Expense						
Current tax	608	483	661	1,637	1,889	2,647
Deferred tax	29	(24)	176	151	286	574
7 Net Profit for the period	2,211	1,815	2,298	5,944	6,771	9,276
A.(i) Items that will not be reclassified to profit or loss	(3)	(10)	(1)	(32)	(9)	3
(ii) Income tax relating to above	1	4	-	11	3	(1)
B.(i) Items that will be reclassified to profit or loss	-	(117)	(278)	(55)	(352)	(118)
(ii) Income tax relating to above	-	13	89	(16)	122	36
8 Other Comprehensive Income	(2)	(110)	(190)	(92)	(236)	(80)
9 Total Comprehensive Income for the period	2,209	1,705	2,108	5,852	6,535	9,196
10 Paid up Equity Share Capital (face value Rs 2 each)	845	845	845	845	845	845
11 Reserves as shown in the Audited Balance Sheet						35,087
12 Earnings per share (of Rs 2 each) (not annualised except for year ended March):						
a. Basic	5.23	4.30	5.44	14.07	16.03	21.95
b. Diluted	5.23	4.30	5.44	14.07	16.03	21.95



REPORTING OF SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED							Rs in Crore
PARTICULARS		Quarter ended			Nine months ended		Year ended
		31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue*						
a)	Zinc, Lead and Silver						
	(i) Zinc, Lead and others	4,811	4,048	5,334	13,533	14,453	20,000
	(ii) Silver Metal	678	599	519	1,824	1,511	2,148
	Total	5,489	4,647	5,853	15,357	15,964	22,148
b)	Wind Energy	18	74	21	148	140	162
	Sales/ Income from operations	5,507	4,721	5,874	15,505	16,104	22,310
	Other Operating Income	33	56	48	122	140	211
	Revenue from operations (Gross of excise duty)	5,540	4,777	5,922	15,627	16,244	22,521
2	Segment Result						
a)	Zinc, Lead and Silver						
	(i) Zinc, Lead and others	1,792	1,307	2,464	4,999	6,341	8,995
	(ii) Silver Metal	588	508	449	1,569	1,275	1,822
	Total	2,380	1,815	2,913	6,568	7,616	10,817
b)	Wind Energy	2	63	8	106	110	120
	Profit before interest, tax and exceptional item	2,382	1,878	2,921	6,674	7,726	10,937
	Less: Interest	51	-	17	62	238	246
	Add : Exceptional item	-	-	-	-	291	240
	Add : Other unallocable income net of unallocable expenditure	517	396	231	1,120	1,167	1,566
	Profit before Tax	2,848	2,274	3,135	7,732	8,946	12,497
	Segment Assets						
a)	Zinc, Lead and Silver	19,293	18,079	16,990	19,293	16,990	16,911
b)	Wind Energy	681	742	737	681	737	698
c)	Unallocated	20,715	26,368	22,511	20,715	22,511	25,323
		40,689	45,189	40,238	40,689	40,238	42,932
	Segment Liabilities						
a)	Zinc, Lead and Silver	4,102	5,227	3,852	4,102	3,852	5,034
b)	Wind Energy	8	11	18	8	18	11
c)	Unallocated	4,982	375	47	4,982	47	1,955
		9,092	5,613	3,917	9,092	3,917	7,000
	Capital Employed	31,597	39,576	36,321	31,597	36,321	35,932

* Export incentives have been included under respective segment revenue

NOTES:

- The above results for the quarter and nine months ended December 31, 2018 have been reviewed by Audit Committee and approved by the Board of Directors in its meeting held on January 21, 2019.
- Exceptional item in FY 2017-18 includes gain of Rs 291 Crore representing reversal of royalty provision related to District Mineral Foundation pursuant to Supreme Court ruling as reduced by past service cost of Rs 51 Crore pursuant to change in Gratuity limit.
- Ind AS 115 'Revenue from Contracts with Customers' has been recently introduced effective April 1, 2018 and its application did not have any significant impact on recognition & measurement of revenue and related items in the financial results for the quarter and nine months ended December 31, 2018 including the retained earnings as at April 1, 2018.
- Figures for previous year, nine months and quarter have been revised or reclassified, wherever necessary, for consistency.

By Order of the Board


Sunil Duggal
CEO & Whole-time Director

Date: January 21, 2019
Place: Mumbai

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2018
(Rs in Crore, except as stated)

PARTICULARS	Quarter ended			Nine months ended		Year ended
	31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Total income from operations (Net)	5,540	4,777	5,922	15,627	15,807	22,084
2 Net Profit for the period (before tax and exceptional item)	2,848	2,274	3,135	7,732	8,655	12,257
3 Net Profit for the period before tax (after exceptional item)	2,848	2,274	3,135	7,732	8,946	12,497
4 Net Profit for the period (after tax and exceptional item)	2,211	1,815	2,298	5,944	6,771	9,276
5 Total Comprehensive Income for the period (comprising Profit for the period (after tax) and Other Comprehensive Income (after tax))	2,209	1,705	2,108	5,852	6,535	9,196
6 Equity Share Capital	845	845	845	845	845	845
7 Reserves as shown in the Audited Balance Sheet of the previous year						35,087
8 Earnings Per Share in Rs (of Rs 2 each) for continuing and discontinued operations						
Basic :	5.23	4.30	5.44	14.07	16.03	21.95
Diluted:	5.23	4.30	5.44	14.07	16.03	21.95

NOTES :

- The above is an extract of the detailed format of quarterly Financial Results reviewed by Audit Committee and approved by the Board of Directors on January 21, 2019 and filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the quarterly Financial Results are available on the Exchange websites www.nseindia.com & www.bseindia.com and on the Company's website www.hzlindia.com.
- Exceptional item in FY 2017-18 includes gain of Rs 291 Crore representing reversal of royalty provision related to District Mineral Foundation pursuant to Supreme Court ruling as reduced by past service cost of Rs 51 Crore pursuant to change in Gratuity limit.
- Ind AS 115 'Revenue from Contracts with Customers' has been recently introduced effective April 1, 2018 and its application did not have any significant impact on recognition & measurement of revenue and related items in the financial results for the quarter and nine months ended December 31, 2018 including the retained earnings as at April 1, 2018.
- Figures for previous year, nine months and quarter have been revised or reclassified, wherever necessary, for consistency.

By Order of the Board


Sunil Duggal
CEO & Whole-time Director

Date: January 21, 2019
Place: Mumbai


Limited Review Report

Review Report to
The Board of Directors
Hindustan Zinc Limited

1. We have reviewed the accompanying statement of unaudited financial results of Hindustan Zinc Limited ('the Company') for the quarter and period ended on December 31, 2018 (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'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular').
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS) 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 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. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting practices and policies 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 S.R. BATLIBOI & CO. LLP
Chartered Accountants
ICAI Firm registration number: 301003E/E300005

Raj Agrawal

per Raj Agrawal
Partner
Membership No.:82028



Place: Gurugram
Date: January 21, 2019

Hindustan Zinc Limited

Results for the Third Quarter and Nine Months Ended December 31, 2018

***“EBITDA up 23% sequentially led by higher metal production;
Record Silver and Lead volumes”***

Highlights for the quarter

- Mined metal production at 247kt, underground mined metal up 38% y-o-y and 6% q-o-q
- Record refined silver production at 178MT, up 34% y-o-y and 3% q-o-q
- Record refined lead production at 54kt, up 18% y-o-y and 10% q-o-q

9M Highlights

- Mined metal production at 691kt; Underground mined metal up 31%
- Refined lead at 145kt, up 23%
- Refined silver at 488 MT, up 26%

Mumbai, January 21, 2019: Hindustan Zinc Limited today announced its results for the third quarter and nine months ended December 31, 2018.

Mr. Agnivesh Agarwal, Chairman –

“The all-round performance of our underground mines has been gratifying. As our ongoing projects are approaching completion, we are set to reach design capacity of 1.2 million MT per annum in the coming quarters. I am also delighted by the substantial increase in silver production which we expect to continue next year as well.”

Financial Summary

Particulars	Q3			Q2		9M		
	2019	2018	Change	2019	Change	2019	2018	Change
Sales								
Zinc	3,841	4,431	-13%	3,131	23%	10,786	11,787	-8%
Lead	826	788	5%	794	4%	2,350	1,957	20%
Silver	677	519	30%	599	13%	1,824	1,476	24%
Others	196	184	7%	252	-22%	667	1,024	-35%
Total	5,540	5,922	-6%	4,777	16%	15,627	16,244	-4%
EBITDA	2,851	3,284	-13%	2,315	23.2%	7,950	8,719	-9%
Profit After Taxes	2,211	2,298	-4%	1,815	22%	5,944	6,771	-12%
Earnings per Share (Rs., not annualised)	5.23	5.44	-4%	4.30	22%	14.07	16.03	-12%
Mined Metal Production ('000 MT)	247	240	3%	232	6%	691	693	0%
Refined Metal Production ('000 MT)								
Total Refined Metal								
Zinc	188	200	-6%	162	16%	522	585	-11%
Saleable Lead ¹	54	46	18%	49	10%	145	118	23%
Zinc & Lead	242	245	-1%	212	14%	667	704	-5%
Saleable Silver ^{2,3} (in MT)	178	132	34%	172	3%	488	387	26%
Wind Power (in million units)	48	57	-16%	185	-74%	372	356	4%
Zinc CoP without Royalty (Rs. / MT)	71,855	66,118	9%	72,449	-1%	71,442	64,079	11%
Zinc CoP without Royalty (\$ / MT)	997	1022	-3%	1034	-4%	1025	994	3%
Zinc LME (\$ / MT)	2,631	3,236	-19%	2,537	4%	2,756	2,935	-6%
Lead LME (\$ / MT)	1,964	2,492	-21%	2,104	-7%	2,150	2,331	-8%
Silver LBMA (\$ / oz.)	14.5	16.7	-13%	15.0	-3%	15.4	16.9	-9%
USD-INR (average)	72.11	64.74	11%	70.03	3%	69.68	64.49	8%

- (1) Excluding captive consumption of 1,554 tonnes in Q3 FY2019 vs 1,786 tonnes in Q3 FY2018 and 1,799 tonnes in Q2 FY2019
(2) Excluding captive consumption of 8.081 tonnes in Q3 FY2019 vs. 9.275 tonnes in Q3 FY2018 and 9.175 tonnes in Q2 FY2019
(3) Silver occurs in Lead & Zinc ore and is recovered in the smelting and silver-refining processes.
(4) Numbers may not add up due to rounding off.

Operational Performance

Total mined metal production in Q3 FY2019 was up 6% sequentially and up 3% y-o-y to 247kt, driven by strong increase in underground ore production and improvement in ore grades. Mined metal production from underground mines continued its upward trajectory, up 6% sequentially and 38% y-o-y, with continued ramp up of Rampura Agucha, Rajpura Dariba and Zawar mines.

Mined metal production from underground mine was 691kt on a YTD basis, 31% higher from a year ago on account of higher ore production and grades, even as the closure of open-cast operations caused total mined metal production to remain flat y-o-y.

Integrated metal production was 242kt in Q3, up 14% sequentially with both zinc and lead production posting strong gains driven by higher mined metal availability, while metal production was down 1% from a year ago. Integrated zinc production was 188kt, up 16% sequentially on account of higher mine output and improved mined metal availability while it was down 6% y-o-y due to higher lead ratio in ore. Integrated lead production increased by 10% sequentially and 18% y-o-y to a record 54kt due to higher mine output as well as higher production from Chanderiya pyro-metallurgical smelter. Integrated silver production was a record 178 MT, up 3% sequentially and 34% y-o-y on account of higher lead production and better silver grades.

Integrated metal production YTD was 667kt, down 5% y-o-y. Integrated lead and silver production were at 145kt and 488 MT, higher by 23% y-o-y and 26% y-o-y respectively driven by higher lead mined metal production and better silver grades. Integrated zinc production at 522kt was lower y-o-y by 11% due to higher lead ratio in ore.

Financial Performance

Revenue from operations during the quarter was Rs. 5,540 Crore, an increase of 16% sequentially primarily due to higher metal volume and rupee depreciation. Revenues were lower by 6% from a year ago on account of lower metal prices, partly offset by rupee depreciation.

YTD revenues were flat y-o-y with higher lead & silver volumes and rupee depreciation, offset by lower metal prices and zinc volume.

The cost of production before royalty (COP) for zinc during the quarter was \$997 (Rs. 71,855), improving by 4% (1% in Rs) from previous quarter and improving by 3% y-o-y (higher by 9% in Rs). The sequential improvement was primarily on account of higher volume, operational efficiency and lower diesel costs partly offset by higher mine development expense. The y-o-y improvement was mainly on account of higher acid credits.

YTD COP was higher by 3% (11% in Rs) at \$1025 (Rs. 71,442) and was impacted by higher mine development, higher commodity prices, LTS related expense and rupee depreciation (in case of rupee COP), partly offset by higher acid credits.

The resultant EBITDA for the quarter was Rs. 2,851 Crore, up 23% sequentially and down 13% y-o-y while YTD EBITDA decreased by 9% y-o-y to Rs. 7,950 Crore.

Net Profit for the quarter was Rs. 2,211 Crore, up 22% sequentially and down 4% y-o-y while YTD net profit was down by 12% y-o-y to Rs. 5,944 Crore in line with EBITDA, higher treasury income and higher depreciation, partly offset by lower tax rate.

Outlook

With the ongoing ramp-up of underground mines, mined metal production in FY 2019 is expected to be slightly higher than last year, in line with the annual guidance provided earlier. Refined zinc-lead production will be in sync with mined metal production and slightly short of last year's production. The guidance of FY 2019 silver production to be in the range of 650 to 700 MT is reiterated.

Zinc COP before royalty is projected to be in the range of USD 950 to 975 per MT in H2 FY 2019, as guided earlier. The project capex for the year will be around US\$350 million.

Expansion Projects

Update on ongoing expansion projects

The announced mining projects are progressing in line with the expectation of reaching 1.2 million tonnes per annum of mined metal capacity in FY2020.

Capital mine development increased by 12% y-o-y to 10.8 km during the quarter and by 10% to 31 km YTD.

Sindesar Khurd mine achieved highest ever total mine development at 5.87 km during the quarter. The new 1.5 mtpa mill accomplished smooth commissioning and produced its first concentrate during the quarter. The production shaft work is reaching completion and commissioning is expected in the current quarter.

Rampura Agucha underground mine achieved record mine development of 6.94 km during the quarter. The commissioning of mid shaft loading system in October 2018 allowed waste hoisting to be done through the shaft ahead of schedule, leading to improvement in ore production from RA underground. The full shaft commissioning is expected to complete by Q2 FY2020 synchronising with completion of crusher and conveyor system.

At **Zawar**, completion of the new 2 mtpa mill is on track and expected to commission in the current quarter.

The **Fumer project** at Chanderiya is expected to commission in the current quarter.

Planning for the next phase of expansion from 1.2 to 1.35 mtpa mined metal capacity announced in April 2018 is underway.

Other projects

22 MW solar plant was commissioned at Rampura Agucha during the quarter taking the total solar capacity to 38 MW.

25 MLD Sewage Treatment Project was commissioned at Udaipur taking the total capacity to 45 MLD which will help improve water availability at Dariba and treat over half of Udaipur city's sewage.

Liquidity and investment

As on December 31, 2018, the Company's cash and cash equivalents was Rs. 17,462 Crore before repayment of short-term borrowings taken for payment of interim dividend in November 2018. The net cash and cash equivalents was Rs. 12,528 Crore. The investment portfolio is invested in high quality debt instruments and is rated "Tier -I" (implying Highest Safety) by CRISIL.

Earnings Call on Monday, January 21, 2019 at 4:00 pm (IST)

The Company will hold an earnings conference call on Monday, January 21, 2019 at 4:00 pm IST, where senior management will discuss the Company's results and performance.

Dial In: + 91 22 6280 1340, +91 22 7115 8241

For further information, please contact:

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About Hindustan Zinc

Hindustan Zinc (NSE & BSE: HINDZINC) is the one of the largest integrated producers of zinc-lead with a capacity of 1.0 million MT per annum and a leading producer of silver. The Company is headquartered in Udaipur, Rajasthan in India and has zinc-lead mines at Rampura Agucha, Sindesar Khurd, Rajpura Dariba, Zawar and Kayad; primary smelter operations at Chanderiya, Dariba and Debari, all in the state of Rajasthan; and finished product facilities in the state of Uttarakhand.

Hindustan Zinc has a world-class resource base with a mine life of over 25 years.

The Company is self-sufficient in power with an installed base of 474 MW coal-based captive power plants. Additionally, it has green power capacity of 324 MW including 274 MW of wind power, 16 MW of solar power and 35 MW of waste heat power. The Company has an operating workforce of nearly 17,600 including contract workforce.

Hindustan Zinc is a subsidiary of the BSE and NSE listed Vedanta Limited (formerly known as Sesa Sterlite Limited; ADRs listed on the NYSE), a part of Vedanta Resources plc, a global diversified natural resources company.

Disclaimer

This press release contains "forward-looking statements" - that is, statements related to future, not past, events. In this context, forward-looking statements often address our expected future business and financial performance, and often contain words such as "expects," "anticipates," "intends," "plans," "believes," "seeks," "should" or "will." Forward-looking statements by their nature address matters that are, to different degrees, uncertain. For us, uncertainties arise from the behaviour of financial and metals markets including the London Metal Exchange, fluctuations in interest and or exchange rates and metal prices; from future integration of acquired businesses; and from numerous other matters of national, regional and global scale, including those of a political, economic, business, competitive or regulatory nature. These uncertainties may cause our actual future results to be materially different than those expressed in our forward-looking statements. We do not undertake to update our forward-looking statements.