

2nd February, 2017

**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 Third quarter and nine months ended 31st December, 2016 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 third quarter and nine months ended 31st December, 2016 including Segment wise Revenue, Results and Capital Employed of the Company as on 31st December, 2016, duly recommended by the Audit Committee and subsequently considered and approved by the Board of Directors in their meeting held on Thursday, 2nd February, 2017 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 04:40 pm.

This is for your reference and record.

For **HSIL Limited**



**(Payal M. Puri)
Company Secretary**

**Name: Payal M. Puri
Address: IA 35A, DDA Flats, Phase 1 Ashok Vihar, Delhi - 110052
Membership No. 16068**

Encl: As above

HSIL Limited

(An ISO 9001 14001 OHSAS 18001 Certified Company)

Corporate Office: 301-302, IIIrd Floor Park Centra, Sector-30, NH-8, Gurgaon, Haryana - 122 001. T+91-124-4779200, F +91-124-4292898/99

Registered Office: 2, Red Cross Place, Kolkata, West Bengal - 700 001. T +91-33-22487406/07, F +91-33-22487045

marketing@hindware.co.in | www.hindwarehomes.com | CIN No. - L51433WB1960PLC024539



HSIL LIMITED

REGD. OFFICE: 2, RED CROSS PLACE, KOLKATA-700 001
Website: www.hindwarehomes.com CIN : L51433WB1960PLC024539

(Rs. in crore)

PART I

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2016

	Particulars	3 months ended 31 December 2016 (Unaudited)	3 months ended 30 September 2016 (Unaudited)	Corresponding 3 months ended 31 December 2015 (Unaudited)	Year to date figures for period ended 31 December 2016 (Unaudited)	Year to date figures for previous period ended 31 December 2015 (Unaudited)
	(Refer notes below)					
1	Income from operations					
	a) Gross sales	513.66	506.75	511.06	1,514.57	1,367.10
	b) Other operating income (refer note 3)	5.76	3.33	15.45	13.58	35.85
	Total income from operations	519.42	510.08	526.51	1,528.15	1,402.95
2	Expenses					
	a) Cost of materials consumed	91.47	96.16	98.09	279.61	270.28
	b) Purchases of stock-in-trade	96.58	111.54	113.53	289.23	243.45
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(12.37)	(32.09)	(30.58)	(44.99)	(55.71)
	d) Excise duty	37.64	36.50	37.80	112.53	103.44
	e) Employee benefits expense	68.28	62.40	60.35	192.66	167.45
	f) Depreciation and amortisation expense	27.19	28.20	27.47	82.52	81.50
	g) Power and fuel	63.36	57.32	58.68	176.75	177.46
	h) Other expenses	102.22	96.83	93.16	295.31	261.27
	Total expenses	474.37	456.86	458.50	1,383.62	1,249.14
3	Profit from operations before other income, finance costs and exceptional items [1-2]	45.05	53.22	68.01	144.53	153.81
4	Other income (refer note 3)	1.98	2.11	3.76	6.16	12.79
5	Profit from ordinary activities before finance costs and exceptional items [3+4]	47.03	55.33	71.77	150.69	166.60
6	Finance costs	7.18	7.02	9.61	22.66	29.22
7	Profit from ordinary activities after finance costs but before exceptional items [5-6]	39.85	48.31	62.16	128.03	137.38
8	Exceptional items (net) (refer note 5)	-	-	-	-	-
9	Profit from ordinary activities before tax [7+8]	39.85	48.31	62.16	128.03	137.38
10	Tax expense	13.34	16.82	22.24	43.55	48.93
11	Net profit from ordinary activities after tax [9-10]	26.51	31.49	39.92	84.48	88.45
12	Extraordinary items (net of tax expenses Rs. nil)	-	-	-	-	-
13	Net profit for the period [11-12]	26.51	31.49	39.92	84.48	88.45
14	Other comprehensive income (net of tax)	(0.21)	(0.21)	(0.13)	1.21	0.31
15	Total comprehensive income [13+14]	26.30	31.28	39.79	85.69	88.76
16	Earnings before interest, depreciation, tax and amortisation (EBIDTA) [5+2 (f)]	74.22	83.53	99.24	233.21	248.10
17	Paid up equity share capital (face value of Rs. 2/- per share)	14.46	14.46	14.46	14.46	14.46
18	Earnings per share (before extraordinary items) (of Rs. 2/- each) (not annualized)					
	(a) Basic (Rs.)	3.67	4.36	5.52	11.68	12.23
	(b) Diluted (Rs.)	3.67	4.36	5.52	11.68	12.23



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PART II						
Segment wise revenue, results, assets and liabilities						(Rs. in crore)
Particulars	3 months ended 31 December 2016 (Unaudited)	3 months ended 30 September 2016 (Unaudited)	Corresponding 3 months ended 31 December 2015 (Unaudited)	Year to date figures for period ended 31 December 2016 (Unaudited)	Year to date figures for previous period ended 31 December 2015 (Unaudited)	
(Refer notes below)						
1	Segment revenue:					
	a) Building products	280.68	286.17	265.93	818.37	713.91
	b) Packaging products	238.96	223.75	260.51	709.06	687.69
	c) Others	0.07	0.76	0.07	1.61	1.35
	Total	519.71	510.68	526.51	1,529.04	1,402.95
	Less : Inter segment revenue	0.29	0.60	-	0.89	-
	Total income from operations	519.42	510.08	526.51	1,528.15	1,402.95
2	Segment results: Profit(+)/ loss(-) (before tax and interest from each segment) (refer note 3)					
	a) Building products	30.70	40.19	44.30	102.63	113.43
	b) Packaging products	25.11	24.62	37.91	75.42	79.06
	c) Others	(0.18)	0.54	(0.15)	0.93	0.70
	Total profit before unallocable expenditure	55.63	65.35	82.06	178.98	193.19
	Less: I) Finance costs	7.18	7.02	9.61	22.66	29.22
	II) Other un-allocable expenditure net off un-allocable income	8.60	10.02	10.29	28.29	26.59
	Total Profit before tax	39.85	48.31	62.16	128.03	137.38
3	Segment assets					
	a) Building products	1,256.62	1,222.94	1,162.44	1,256.62	1,162.44
	b) Packaging products	1,394.02	1,330.36	1,365.73	1,394.02	1,365.73
	c) Others	8.30	8.52	7.47	8.30	7.47
	d) Unallocated	640.94	542.50	483.42	640.94	483.42
	Total	3,299.88	3,104.32	3,019.06	3,289.88	3,019.06
	Segment liabilities					
	a) Building products	557.13	501.36	436.45	557.13	436.45
	b) Packaging products	853.80	808.40	921.22	853.80	921.22
	c) Others	-	-	-	-	-
	d) Unallocated	362.83	296.18	227.68	362.83	227.68
	Total	1,773.76	1,605.94	1,585.35	1,773.76	1,585.35
Notes:						
(1) Results for the quarter and nine months ended 31 December 2016 have been prepared by the management in compliance with the recognition and measurement principles of the Indian Accounting Standards ('Ind AS') notified by the Ministry of Corporate Affairs. The results for the quarter and nine months ended 31 December 2015 have been restated to comply with Ind AS to make them comparable.						
(2) The Audit Committee has reviewed these results and the Board of Directors have approved the above results and its release at their respective meetings held on 02 February 2017. The statutory auditors of the Company have also carried out the limited review of the above results.						
(3) a) For the quarter and nine months ended 31 December 2016, other income includes Rs. 0.42 crore (previous period Rs. 2.42 crore) and Rs. 1.69 crore (previous period Rs. 8.04 crore) respectively relating to gain on fair valuation (mark-to-market gain) of derivative contracts. Out of this Rs. 0.42 crore (previous period Rs. 1.35 crore) and Rs. 1.69 crore (previous period Rs. 4.35 crore) for the quarter and nine months ended 31 December 2016 respectively pertains to Building Products segment and Rs. Nil (previous period Rs. 1.07 crore) and Rs. Nil (previous period Rs. 3.69 crore) for the quarter and nine months ended 31 December 2016 respectively pertains to Packaging Products segment.						
b) Other operating income for quarter and nine months ended 31 December 2016 includes Rs. Nil (previous period Rs. 9.99 crore) and Rs Nil (previous period Rs. 17.41 crore) respectively relating to amount received by Packaging Product Division from Government of Telangana towards incentive under Mega Project Scheme.						

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(4) Reconciliation between financial results as reported under previous Indian GAAP and Ind AS for the quarter and nine months ended 31 December 2015:

(Rs. In crore)

Description	Sub note	Quarter ended 31 December 2015	Nine months ended 31 December 2015
Net profit as per previous Indian GAAP		36.95	78.63
Impact due to reversal of amortisation of goodwill arising on amalgamation	(i)	1.68	5.05
Impact of fair valuation of derivative contracts	(ii)	2.42	8.04
Impact of financial assets and liabilities at amortised cost	(iii)	0.46	1.32
Impact of actuarial gain/loss on defined benefit plans	(iv)	0.20	0.60
Others		(0.39)	(0.62)
Impact of deferred tax liability (net) on account of the above adjustments		(1.40)	(4.57)
Net profit as per Ind AS		39.92	88.45

Sub Notes:

(i) Under previous Indian GAAP, the goodwill arising on amalgamation was being amortised over a specified period. However, under Ind AS, the same is tested for impairment at each reporting date.

(ii) Under the previous Indian GAAP, mark-to-market losses on derivative contracts were recognised whereas the gain arising on the said contracts were ignored. However, under Ind AS, all derivatives are measured at fair value through profit and loss and mark-to-market gain/losses are recorded in the relevant period.

(iii) Under previous Indian GAAP, the financial assets and financial liabilities were carried at cost. However, under Ind AS, certain financial assets and financial liabilities are initially recognised at fair value and subsequently measured at amortised cost.

(iv) Under the previous Indian GAAP, the actuarial gains/losses arising on defined benefit plans was being charged to the statement of profit and loss. However, under Ind AS, the same is recognised in other comprehensive income.

- (5) During the quarter ended 31 December 2015, the Board of Directors had approved the utilization of business reconstruction reserve by Rs. 16.43 crore to the extent of impairment of long term investments in its overseas subsidiary (by credit to the statement of profit and loss under exceptional items) as per the approved scheme of arrangement by Hon'ble High Court of Calcutta vide order dated 26 March 2010. The necessary disclosures were made in the annual financial statements for the year ended 31 March 2016.

Place : Gurgaon

Date : 02 February 2017


Rajendra K. Somany
 Chairman and Managing Director


Walker Chandiook & Co LLP

Walker Chandiook & Co LLP
(Formerly Walker, Chandiook & Co)
21st Floor, DLF Square
Jacaranda Marg, DLF Phase II
Gurgaon 122002
India

T +91 124 462 8000
F +91 124 462 8001

Review Report on Quarterly and Year to Date Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of HSIL Limited

1. We have reviewed the accompanying statement of unaudited financial results (the 'Statement') of HSIL Limited (the 'Company') for the quarter ended 31 December 2016 and the year to date results for the period 1 April 2016 to 31 December 2016. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement 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 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.
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 applicable accounting standards, as notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified in Section 133 of the Companies Act, 2013 read with SEBI Circular CIR/CFD/CMD/15/2015 dated 30 November 2015 and SEBI Circular CIR/CFD/FAC/62/2016 dated 5 July 2016 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Walker Chandiook & Co LLP
For Walker Chandiook & Co LLP

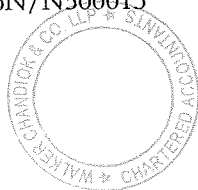
Chartered Accountants

Firm Registration No: 001076N/N500013

Lalit Kumar
per Lalit Kumar

Partner

Membership No. 095256



Place: Gurugram

Date: 2 February 2017