

NEAPS/BSE ONLINE

3rd February, 2020

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 Sir/Madam,

Sub: Un-audited Financial Results and Limited Review Report for the third quarter and nine months ended 31st December, 2019

In compliance with the requirements of Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we have enclosed herewith Un-audited Financial Results for the third quarter and nine months ended 31st December, 2019 including Segment wise Revenue and Results of the Company, duly recommended by the Audit Committee and subsequently considered and approved by the Board of Directors in their meeting held on Monday, 3rd February, 2020 along with the Limited Review Report of the Statutory Auditors thereon.

The Meeting of Board of Directors commenced at 2:00 p.m. and concluded at 4:00 p.m.

This is for your reference and record.

For HSIL Limited



(Pulkit Bhasin)
Company Secretary

Name: Pulkit Bhasin
Address: 301-302, 3rd Floor, Park Centra, Sector-30, Gurugram-122001
Membership No. 27686

Encl: As above

HSIL LIMITED

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PART I

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2019

(Rs. in crore)

	Particulars	Standalone						Consolidated
		3 months ended 31st December 2019	3 months ended 30th September 2019	Corresponding 3 months ended 31st December 2018	Year to date figures for current period ended 31st December 2019	Year to date figures for the Corresponding period ended 31st December 2018	Year ended 31st March 2019	Year ended 31st March 2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
		Post -Scheme (Refer note 2)	Post -Scheme (Refer note 2)	As Published (Pre-Scheme) (Refer note 2 & 3)	Post -Scheme (Refer note 2)	As Published (Pre-Scheme) (Refer note 2 & 3)	As Published (Pre-Scheme) (Refer note 2 & 3)	As Published (Pre-Scheme) (Refer note 2 & 5)
I	Revenue from operations	489.11	469.93	735.72	1,398.04	1,900.78	2,709.65	2,712.37
II	Other income	5.08	4.12	1.81	13.20	8.45	29.89	29.88
III	Total income (I+II)	494.19	474.05	737.53	1,411.24	1,909.23	2,739.54	2,742.25
IV	Expenses							
	a) Cost of materials consumed	197.48	187.47	182.47	560.48	443.59	619.94	619.94
	b) Purchases of stock-in-trade	33.10	-	151.47	33.44	379.26	510.76	511.11
	c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(36.71)	(18.75)	(27.66)	(80.23)	(38.40)	1.69	1.55
	d) Employee benefits expense	56.44	60.08	94.37	176.35	262.24	360.36	360.53
	e) Finance cost	17.52	18.76	27.58	55.07	55.19	87.48	87.48
	f) Depreciation and amortization expense (Refer note-6)	32.31	38.25	42.64	107.43	108.56	150.98	151.00
	g) Power and fuel	90.36	89.56	102.82	270.31	258.56	350.67	350.67
	h) Other expenses	79.18	78.02	124.91	220.99	392.74	550.04	552.62
	Total expenses (IV)	469.68	453.39	698.60	1,343.84	1,861.74	2,631.92	2,634.90
V	Profit before exceptional items and tax (III-IV)	24.51	20.66	38.93	67.40	47.49	107.62	107.35
VI	Exceptional item	-	-	-	-	-	(2.21)	(2.37)
	Less: Transfer from business reconstruction reserve	-	-	-	-	-	2.21	2.21
VII	Profit before tax	24.51	20.66	38.93	67.40	47.49	107.62	107.19
VIII	Tax expense							
	a) Current tax	4.30	0.37	8.75	11.98	10.98	24.59	24.59
	b) Minimum alternative tax	(4.30)	(7.68)	(8.75)	(11.98)	(10.98)	(19.74)	(19.74)
	c) Earlier year tax	-	-	3.73	-	3.73	3.73	3.73
	d) Deferred tax charge/(benefit)	8.81	12.99	9.70	22.38	11.50	28.59	28.59
	Tax expenses (VIII)	8.81	5.68	13.43	22.38	15.22	37.17	37.17
IX	Profit for the period (VII - VIII)	15.70	14.98	25.50	45.02	32.27	70.45	70.02
X	Other comprehensive income (net of tax)							
	(A)(i) Items that will not be reclassified to profit or loss	(0.24)	(0.43)	0.28	(0.70)	0.84	(12.52)	(12.52)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.08	0.15	(0.09)	0.24	(0.29)	4.37	4.37
	Total other comprehensive income (X)	(0.16)	(0.28)	0.19	(0.46)	0.55	(8.15)	(8.15)
XI	Total comprehensive income for the period (IX+X)	15.54	14.70	25.69	44.56	32.82	62.30	61.87
XII	Earnings before interest, depreciation, tax and amortization (EBIDTA) [V+IV (e)+IV(f)]	74.34	77.67	109.15	229.90	211.24	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	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.)	2.17	2.07	3.53	6.23	4.46	9.74	9.69
	(b) Diluted (Rs.)	2.17	2.07	3.53	6.23	4.46	9.74	9.69



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PART II							
Segment wise revenue, results, assets and liabilities (Refer note 8)		Standalone					Consolidated
Particulars	3 months ended 31st December 2019	3 months ended 30th September 2019	Corresponding 3 months ended 31st December 2018	Year to date figures for current period ended 31st December 2019	Year to date figures for the Corresponding period ended 31st December 2018	Year ended 31st March 2019	Year ended 31st March 2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
	Post -Scheme (Refer note 2)	Post -Scheme (Refer note 2)	As Published (Pre-Scheme) (Refer note 2 & 3)	Post -Scheme (Refer note 2)	As Published (Pre-Scheme) (Refer note 2 & 3)	As Published (Pre-Scheme) (Refer note 2 & 3)	As Published (Pre-Scheme) (Refer note 2 & 5)
1 Segment revenue from operation:							
a) Building products/Building Products Manufacturing Division (Post Scheme)	138.26	153.11	306.67	429.27	845.90	1,223.22	1,223.22
b) Packaging products	313.51	309.93	317.10	923.45	767.64	1,097.15	1,097.15
c) Consumer Products	-	-	91.96	-	222.22	305.74	305.74
d) Retail business	-	-	22.88	-	69.99	91.01	93.73
e) Others	37.34	6.89	0.11	45.32	1.70	1.90	1.90
Total	489.11	469.93	738.72	1,398.04	1,907.45	2,719.02	2,721.74
Less : Inter segment revenue	-	-	3.00	-	6.67	9.37	9.37
Total income from operations	489.11	469.93	735.72	1,398.04	1,900.78	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)	5.13	10.23	39.75	24.03	111.96	159.74	159.74
b) Packaging products	44.59	34.68	33.29	117.98	25.25	90.50	90.50
c) Consumer Products	-	-	2.75	-	(3.05)	0.79	0.79
d) Retail business	-	-	(3.19)	-	(7.17)	(14.29)	(14.02)
e) Others	(1.07)	1.29	(0.68)	0.43	0.43	0.81	0.11
Total profit before unallocable expenditure	48.65	46.20	71.92	142.44	127.42	237.55	237.12
Less: i) Finance costs	17.52	18.76	27.58	55.07	55.19	87.48	87.48
ii) Other un-allocable expenditure net off un-allocable income	6.62	6.78	5.41	19.97	24.74	42.45	42.45
Total Profit before tax	24.51	20.66	38.93	67.40	47.49	107.62	107.19
3 Segment assets							
a) Building products/Building Products Manufacturing Division (Post Scheme)	1,147.05	1,196.74	1,602.31	1,147.05	1,602.31	1,634.36	1,634.36
b) Packaging products	1,681.03	1,632.52	1,567.74	1,681.03	1,567.74	1,541.84	1,541.84
c) Consumer Products	-	-	218.01	-	218.01	219.54	219.54
d) Retail business	-	-	50.61	-	50.61	45.81	46.97
e) Others	22.20	25.09	6.37	22.20	6.37	6.44	8.28
f) Unallocated	143.56	145.06	165.35	143.56	165.35	113.39	109.45
Total	2,993.84	2,999.41	3,610.39	2,993.84	3,610.39	3,561.38	3,560.44
Segment liabilities							
a) Building products/Building Products Manufacturing Division (Post Scheme)	705.19	750.61	864.61	705.19	864.61	852.63	852.63
b) Packaging products	998.33	989.28	1,036.68	998.33	1,036.68	958.31	958.31
c) Consumer Products	-	-	142.39	-	142.39	174.74	174.74
d) Retail business	-	-	59.19	-	59.19	64.76	66.10
e) Others	8.14	8.34	0.22	8.14	0.22	0.22	(0.34)
f) Unallocated	7.67	(7.79)	20.08	7.67	20.08	(3.81)	(3.81)
Total	1,719.33	1,740.44	2,123.17	1,719.33	2,123.17	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 and period ended 31st December 2019 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 3rd February 2020.
- (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 provided for 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 was 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 was 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. Accordingly due effect 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) have been 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 20th August,2019 (record date).
- (b) The necessary steps and formalities in respect of completion of transfers of properties, licences, approvals including approval for division of banking facilities and investments in favour of SHIL and Brilloca Limited and modification of charges etc. in pursuant to the Scheme are under process.
- (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. (Refer note 3 & 4 below)
- (3) The details of Standalone financial results Post Scheme (Re-stated) of the Company for the quarter / period ended 31st December 2018, and year ended 31st March 2019 are as under:

(Rs. in crore)

Particulars	Standalone restated		
	Quarter ended 31st December 2018*	Period ended 31st December 2018*	Year ended 31st March 2019
Total Revenue (including other income)	469.17	1,149.10	1,643.95
Total Expenses	442.45	1,144.93	1,621.56
Profit/(Loss) Before taxes	26.72	4.17	22.39

* Management certified

- (4) Ind AS 105 "Discontinuing Operations": The details for the quarter / period ended 31st December 2018, and year ended 31st March 2019 of the Consumer Products Distribution and Marketing Undertaking ("CPDM Undertaking"), Retail Undertaking and Building Products Distribution and Marketing Undertaking ("BPDM Undertaking") of the Company, being "Discontinuing Operations" in terms of the Scheme are as under.

(Rs. in crore)

Particulars	Standalone restated		
	Quarter ended 31st December 2018*	Period ended 31st December 2018*	Year ended 31st March 2019
Total Revenue (including other income)	424.09	1,195.03	1,681.65
Total Expenses	411.87	1,151.71	1,596.42
Profit Before taxes	12.22	43.32	85.23

* Management certified

- (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. Accordingly consolidation is not applicable.
- (6) Based on technical assessments carried out by an expert in line with usage & practices, the Company has during current quarter revised upward the useful life of certain class of Property, Plant and Equipments from 7.5 years to 15 years. The Company believes that useful life as mentioned above best represent the period over which company expects to use these assets. The aforesaid revision in useful life has been given effect from 1st April 2019, and accordingly depreciation charge has been recalculated and an impact of Rs.5.51 crore has been given in current quarter ended 31st December 2019. The depreciation for quarter and period ended 31st December 2019 has been lowered by Rs.1.84 crore and Rs.5.51 crore respectively.
- (7) 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 and period ended 31 December, 2019 is not material.
- (8) 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" :
- Building Products Manufacturing Division : Manufacturing of building products like sanitaryware, faucets, UPVC and CPVC pipes, fittings, etc.
 - Packaging Products Division : Manufacturing and supply of packaging products like glass bottles, PET bottles, security caps and closures.
 - Others: Wind power generation, manufacturing of certain specified consumer products like water heaters and Others.
- (9) The previous period/year figures have been rearranged /regrouped, whenever considered necessary.
- (10) The statutory auditors of the Company have carried out a limited review of the unaudited financial results for the quarter and period ended 31st December 2019.

Place : Gurugram

Date: 3rd February 2020



[Signature]

Dr. Rajendra Kumar Somany
Chairman and Managing Director

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

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 ended 31st December, 2019 and year to date from 1st April, 2019 to 31st December, 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, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared 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 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
3. 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 results are free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit Accordingly, we do not express an audit opinion.

4. Emphasis of matter

We draw attention to note no. 6, regarding change in useful life of certain Property, Plant and Equipment considered by the company w.e.f 1st April 2019 based upon technical report of an expert.

Our conclusion on the Statement is not modified in respect of the above matter.



Other matters

5. Restated Figures for the corresponding quarter and for the period from 1st April 2018 to 31st December 2018 (post scheme) have not been reviewed by us. We have relied on data/ information made available to us by the management and financial results for the corresponding quarter/period are as certified by the management. (Read with foot note no. 3)

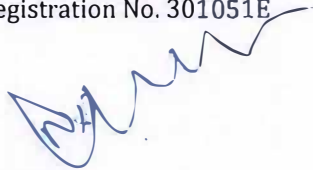
Our conclusion on the Statement is not modified in respect of the above matter.

6. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with the applicable Accounting Standards i.e. India Accounting Standards ('Ind AS') prescribed u/s 133 of the Companies Act, 2013 as amended, 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 Listing Regulations, 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



(N.K. LODHA)

Partner

Membership No: 85155

Place: New Delhi

Date: 03.02.2020

UDIN : 20085155AAAAAR4517

