



May 26, 2017

The General Manager,
Department of Corporate Services – Listing,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001

Scrip Code: 509895

Dear Sir,

Re: Audited Financial Results for Quarter / Year ended March 31, 2017

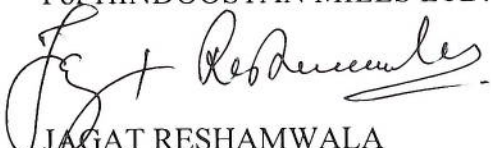
In continuation of our letter dated May 09, 2017 and with reference to your E-mail dated May 17, 2017, for the Financial Result for the Quarter / Year ended March 31, 2017 under Regulation 33 of the SEBI (LODR) Regulations 2015, we are enclosing herewith:

1. Declaration or Statement of Impact of Audit Qualifications submitted in Form A for audit report with unmodified opinion (Standalone Results).
2. Rectified Audited Financial Results for the Quarter and Year ended March 31, 2017 (Standalone Results) as per Schedule III.

Kindly take the information on record.

Thanking you,

Yours faithfully,
For HINDOOSTAN MILLS LTD.


JAGAT RESHAMWALA
Company Secretary & Compliance Officer

Encl: As above.

Hindoostan Mills Ltd.




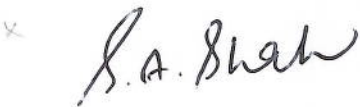
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CIN: L28530MH1995PLC000105



HINDOOSTAN
MILLS

Compliance under Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

FORM A (for audit report with unmodified opinion)

1	Name of the Company	HINDOOSTAN MILLS LIMITED
2	Annual Financial statements for the year ended	March 31, 2017
3	Type of audit observation	Un-modified
4	Frequency of observation	Not applicable
5	To be signed by-	
	1. Abhimanyu Thackersey Executive Director	
	2. K. Nandakumar Chief Financial Officer	
	3. For M.A. Parikh & Co Chartered Accountants Firm Registration No.107556W Mukul M. Patel Partner Membership No.32489	
	4. Sujal A. Shah Chairman of Audit Committee	

Hindustan Mills Ltd.

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CIN: L2859MH0001C00005





HINDOOSTAN MILLS

Profit and Loss Statement for the Year ended 31st March, 2017

₹ in lakhs

Sr. No.	Particulars	Quarter Ended			Year Ended	
		31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
I	Revenue from operations					
	(a) Net Sales/Income from Operations (Net of Excise duty)	4,223.63	3,260.88	3,997.96	15,548.69	15,604.28
	(b) Other Operating Income	96.77	92.65	112.95	366.57	321.25
	Total Revenue from operations (Net)	4,320.40	3,353.53	4,110.91	15,915.26	15,925.53
II	Other Income	109.46	40.16	80.66	269.98	347.47
III	Total Revenue (I + II)	4,429.86	3,393.69	4,191.57	16,185.24	16,273.00
IV	Expenses					
	a) Cost of Materials Consumed	2,645.95	2,098.02	2,453.46	9,782.54	9,814.60
	b) Purchase of Stock - in -Trade	237.30	85.82	185.78	639.47	659.45
	c) Changes in Inventories of Finished goods , Work in progress and Stock in Trade	103.88	62.63	38.36	368.97	(244.97)
	d) Employee Benefits Expense	471.81	455.50	410.18	1,837.68	1,521.56
	e) Finance Cost	58.37	56.98	73.10	258.50	331.34
	f) Depreciation and Amortisation Expenses	319.86	313.63	300.59	1,240.23	1,181.82
	g) Other Expenses	927.57	726.73	941.86	3,314.71	3,438.09
	Total Expenses	4,764.74	3,799.31	4,403.33	17,442.10	16,701.89
V	Profit / (Loss) before Exceptional and Extraordinary Items and Tax (III-IV)	(334.88)	(405.62)	(211.76)	(1,256.86)	(428.89)
VI	Exceptional items	-	(3.52)	78.00	(68.50)	222.54
VII	Profit / (Loss) before Extraordinary Items and Tax (V-VI)	(334.88)	(409.14)	(133.76)	(1,325.36)	(206.35)
VIII	Extraordinary Items	-	(9.32)	-	(9.32)	-
IX	Profit / (Loss) before Tax (VII-VIII)	(334.88)	(418.46)	(133.76)	(1,334.68)	(206.35)
X	Tax expense					
	- Current Tax	-	-	17.00	-	-
	- Deferred Tax	-	-	(5.78)	-	(19.03)
XI	Profit / (Loss) for the period (XI-XIV)	(334.88)	(418.46)	(122.54)	(1,334.68)	(225.38)
XII	Paid-up Equity Share Capital (Face value ₹10/-each)	166.45	166.45	166.45	166.45	166.45
XIII	Earnings Per Equity Share					
	- Basic	(20.12)	(25.14)	(7.36)	(80.19)	(13.54)
	- Diluted	(20.12)	(25.14)	(7.36)	(80.19)	(13.54)
	See accompanying note to the Financial Results					

(Not Annualised) (Not Annualised) (Not Annualised) (Annualised) (Annualised)

Hindustan Mills Ltd.

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Hindoostan Mills Limited
Balance Sheet as at 31st March 2017

₹ in lakhs

Sr. No.	Particulars	As at	
		31.03.2017 (Audited)	31.03.2016 (Audited)
I.	Equity and Liabilities		
1	Shareholders' Funds		
a.	Share Capital	166.45	166.45
b.	Reserves and Surplus	6,860.45	8,195.13
		7,026.90	8,361.58
2	Non-Current Liabilities		
a.	Long Term Borrowings	831.83	1,321.43
b.	Long Term Provisions	424.77	308.65
		1,256.60	1,630.08
3	Current Liabilities		
a.	Short-Term Borrowings	917.26	828.37
b.	Trade Payables	1,449.24	1,233.29
c.	Other Current Liabilities	1,605.39	1,460.84
d.	Short-Term Provisions	66.06	195.42
		4,037.95	3,717.92
	Total	12,321.45	13,709.58
II.	Assets		
1	Non-Current Assets		
a.	Fixed Assets		
	Tangible Assets	5,785.89	6,373.18
	Intangible Assets	31.85	37.61
	Capital Work in Progress	2.03	426.09
b.	Non-Current Investments	50.68	35.35
c.	Long Term Loans and Advances	195.92	181.69
		6,066.37	7,053.92
2	Current Assets		
a.	Current Investments	47.16	300.24
b.	Inventories	2,349.27	2,911.47
c.	Trade Receivables	2,882.95	2,599.82
d.	Cash and Cash Equivalents	102.85	211.28
e.	Short-Term Loans and Advances	589.25	501.75
f.	Other Current Assets	283.60	131.10
		6,255.08	6,655.66
	Total	12,321.45	13,709.58



HINDOOSTAN MILLS LIMITED
Segmentwise Revenue, Results, Assets, Liabilities and Capital Employed

₹ in lakhs

Sr.No	Particulars	Quarter Ended			Year Ended	
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
		31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
1	Segment Revenue					
	a) Textile	3,712.75	2,835.15	3,540.83	13,830.80	14,156.20
	b) Engineering Products	431.55	285.34	414.70	1,254.96	1,048.53
	c) Composite Products	176.10	233.04	155.38	829.50	720.80
	Gross Sales/Income from Operations	4,320.40	3,353.53	4,110.91	15,915.26	15,925.53
2	Segment Results (Loss)/ Profit before Tax, Interest & Unallocable overheads					
	a) Textile	(353.83)	(401.95)	(330.12)	(1,188.78)	(273.51)
	b) Engineering Products	73.05	8.36	82.01	150.29	99.81
	c) Composite Products	(76.35)	(6.65)	(71.76)	(167.09)	(169.58)
	Total	(357.13)	(400.24)	(319.87)	(1,205.58)	(343.28)
	Interest Expenses	(58.37)	(56.99)	(73.10)	(258.50)	(331.33)
	Unallocable overheads net of unallocable income	80.62	48.09	259.21	138.72	468.26
	Total (Loss)/ Profit before Tax	(334.88)	(409.14)	(133.76)	(1,325.36)	(206.35)
3	Segment Assets					
	a) Textile	8,867.72	8,436.01	10,058.38	8,867.72	10,058.38
	b) Engineering Products	1,257.34	1,258.16	1,374.63	1,257.34	1,374.63
	c) Composite Products	1,525.83	1,559.89	1,303.92	1,525.83	1,303.92
	c) Unallocable	670.56	639.89	972.65	670.56	972.65
	Total Assets	12,321.45	11,893.95	13,709.58	12,321.45	13,709.58
4	Segment Liabilities					
	a) Textile	1,532.90	973.58	1,399.13	1,532.90	1,399.13
	b) Engineering Products	300.03	292.82	203.88	300.03	203.88
	c) Composite Products	85.10	88.34	46.00	85.10	46.00
	c) Unallocable	1,137.83	1,072.12	1,018.79	1,137.83	1,018.79
	Total Liabilities	3,055.86	2,426.86	2,667.80	3,055.86	2,667.80
5	Capital Employed					
	(Segment Assets - Segment Liabilities)					
	a) Textile	7,334.82	7,462.43	8,659.25	7,334.82	8,659.25
	b) Engineering Products	957.31	965.34	1,170.75	957.31	1,170.75
	c) Composite Products	1,440.73	1,471.55	1,257.92	1,440.73	1,257.92
	c) Unallocable	(467.27)	(432.23)	(46.14)	(467.27)	(46.14)
	Total Capital Employed in the Company	9,265.59	9,467.09	11,041.78	9,265.59	11,041.78

Notes :

- 1) The above results alongwith segment reporting, have been reviewed and recommended for adoption by the Audit Committee and approved by the Board of Directors at its meeting held on 9th May, 2017.
- 2) There was an incident of fire in the month of December 2016 in one of the production departments causing damage to stocks of value Rs. 48.60 lakhs. The incident also led to certain damage to machinery and infrastructure entailing repairs at an estimated expense of Rs. 137.84 lakhs. The Company has filed a claim for the amounts with the Insurance Company. Provision has been made in the financial results for the quarter ended 31.12.2016 of Rs. 9.32 lakhs and Year ended 31.03.2017 of Rs. 9.32 lakhs for the minimum amount of loss to be borne by the Company of Rs. 9.32 lakhs, being 5% of the claim amount, as per policy terms. The same is shown as 'extraordinary item'. Adjustment, if any, in the final claim amount admitted by the Insurance Company will be accounted for as and when the same is settled.

[Signature]



3) Exceptional Items :

Particulars	Quarter Ended	Quarter Ended	Quarter Ended	Year Ended	Year Ended
	31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
Profit on sale of Fixed Assets (Net)	-	-	113.59	-	258.45
Fixed Asset written off	-	(3.52)	(2.26)	(3.52)	(2.58)
Irrecoverable Advance Written off	-	-	(33.33)	-	(33.33)
Inventory (Property under development) written off **	-	-	-	(1.00)	-
Loss on Property development (Net)**	-	-	-	(63.98)	-
Total	-	(3.52)	78.00	(68.50)	222.54

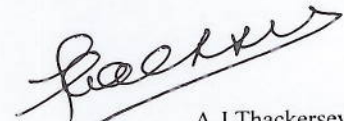
** The Company had entered into an Agreement with a Property Developer (Developer) in 1993 pursuant to which the development rights for construction of Residential Flats on the plot of Land belonging to the Company were transferred for consideration comprising of monetary compensation and allotment of specified constructed area to the Company subject to payment of the Cost of construction for such allotted area.

The settlement of accounts between the Company and the Developer under the said Agreement had been a subject of Arbitration since the year 2002 as there were claims and counter claims. The Company has made a provision of Rs. 63.98 lacs in the accounts for the year ended 31st March 2017 as amount payable to the Developer In terms of the 'Majority Arbitration Award' dated October 20, 2016 and the same is included under an 'Exceptional Item'.

The property developer has however challenged the said Arbitration Award in the Hon'ble Bombay High Court. As per the legal advice, the Company does not consider that any further provision needs to be made in this regard.

- 4) The Company has recognized interest subsidy, as per New Textile Policy 2012, as Other Income of Rs. 163.47 lakhs on accrual basis for the period July, 2015 to 31st March, 2017 (including Rs. 82.71 lakhs for the current year). The Government Resolution in this regard for release of subsidy is awaited.
- 5) The Memorandum of Settlement between Hindoostan Mills Limited and the Karad Taluka Girani Kamagar Sangh, Karad (the Sangh) expired on 31st December, 2015. The "Charter of Demands" has been submitted by the Union to the Management. The negotiations between the Management and the Sangh are in progress and accordingly, the Company has made a provision on an estimated basis which shall be adjusted in the year in which the negotiations are concluded.
- 6) Taxation:
 - a) In view of losses for the year ended 31st March 2017, no provision for Income Tax and Minimum Alternate Tax under Section 115JB of Income Tax Act, 1961 are required to be made.
 - b) Net Deferred Tax Asset on account of unabsorbed depreciation/ carried forward losses has not been recognised considering the requirement of reasonable certainty/ virtual certainty, as stated in Accounting Standard (AS 22) "Accounting for Taxes on Income".
- 7) There was no investor complaint pending at the beginning of the quarter. During the quarter ended 31st March 2017, the Company has not received any complaint and hence no complaint is pending as at 31st March 2017.
- 8) Figures of the earlier periods have been regrouped / recast / reclassified wherever necessary.

Mumbai
Dated : 23rd May 2017


A.J. Thackersey
Executive Director



M. A. PARIKH & CO.
CHARTERED ACCOUNTANTS

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

To
Board of Directors of **Hindoostan Mills Limited**

We have audited the quarterly financial results of **Hindoostan Mills Limited** ("the Company") for the quarter ended 31st March, 2017 and the year to date financial results for the year ended on that date, attached herewith, being submitted by the company pursuant to the requirement of regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS) 25, prescribed under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us, these quarterly and year to date financial results:

- (i) have been presented in accordance with the requirements of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 in this regard;
- and
- (ii) give a true and fair view of the net loss and other financial information for the quarter ended 31st March, 2017 as well as the year to date results for the year ended 31st March, 2017.

For M. A. Parikh & Co.
Chartered Accountants
Firm Reg. No. 107556W

Mukul M. Patel

MUKUL M. PATEL

Partner

Membership No. 032489

Place: Mumbai

Date : 09th May, 2017

