

September 07, 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: Outcome of Board Meeting held on September 07, 2017.

1. Un-audited Financial Results and “Limited Review” for the 1st Quarter ended June 30, 2017

In terms of Regulation 33 SEBI (Listing Obligation And Disclosure Requirement) Regulations, 2015 and modifications, if any, we are enclosing herewith Un-audited Financial Results for the 1st Quarter ended June 30, 2017 together with “Limited Review” report by the Auditors, as reviewed by the Audit Committee and approved by the Board of Directors at its Meeting held on September 07, 2017 for your information and record.

2. Change in Board of Directors

In terms of Regulation 30 of SEBI (Listing Obligation And Disclosure Requirement) Regulations, 2015 and modifications, if any, this is to inform you that the Board of Directors of the Company has at its Meeting held today:

- Accepted the Resignation of Mr. Hrishikesh Thackersey, Executive Director of the Company w.e.f. September 06, 2017.
- Accepted the Resignation of Mr. Abhimanyu Thackersey, Executive Director of the Company w.e.f. September 06, 2017.
- Appointed Mr. Prem S. Malik (DIN: 00023051) as Additional Director designated as Independent Director w.e.f. September 07, 2017.

The details are as follows:

a.	Reason of change	Appointment as Additional Director designated as Independent Director
b.	Date of Appointment & Terms of appointment	September 07, 2017 & Terms of appointment as per appointment letter.
c.	Brief Profile	Mr. Prem S. Malik is Master in Arts (M.A) by qualification and has a work experience of over 50 years at top management level of various companies.

Hindoostan Mills Ltd.

Sir Vithaldas Chambers, 16 Mumbai Samachar Marg, Fort, Mumbai 400 001. India

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CIN : L17121MH1904PLC000195

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d.	Disclosure of Relationship between Directors	None of the existing Director is related to Mr. Prem S. Malik.
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3. Appointment of the Chief Executive Officer (CEO) of the Company

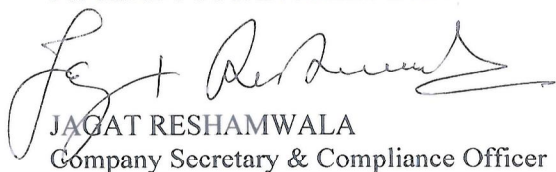
The Board of Directors has appointed Mr. Rajiv Ranjan as CEO of the Company w.e.f. September 07, 2017.

The Meeting of the Board of Directors commenced at 11.30 AM and concluded at 3.30 PM.

Kindly take the matter on record.

Thanking you,

Yours faithfully,
For HINDOOSTAN MILLS LTD.


JAGAT RESHAMWALA
Company Secretary & Compliance Officer



Encl: As above.

Statement of Unaudited Results for the Quarter ended 30th June, 2017

₹ in lakhs

Sr. No.	Particulars	Quarter Ended	
		30.06.2017	30.06.2016
		(Unaudited)	(Unaudited)
I	Revenue		
	(a) Net Sales/Income from Operations	4,100.85	3,678.88
	(b) Other Operating Income	100.81	103.76
	Total Revenue from operations	4,201.66	3,782.64
	Other Income	38.50	46.78
	Total Revenue	4,240.16	3,829.42
II	Expenses		
	a) Cost of Materials Consumed	2,815.95	2,487.01
	b) Purchase of Stock - in -Trade	157.51	180.68
	c) Changes in Inventories of Finished goods , Work in progress and Stock in Trade	(121.72)	(209.05)
	d) Employee Benefits Expense	498.13	448.58
	e) Finance Cost	60.55	77.67
	f) Depreciation and Amortisation Expenses	309.13	296.58
	g) Other Expenses	765.87	816.22
	Total Expenses	4,485.42	4,097.69
III	Loss before Extraordinary Items and Tax (I-II)	(245.26)	(268.27)
IV	Extraordinary Items	(3.85)	-
V	Loss before Tax (V-VI)	(249.11)	(268.27)
VI	Tax expense		
	- Deferred Tax	(0.28)	2.53
VII	Loss after Tax (V-VI)	(249.39)	(265.74)
VIII	Other Comprehensive Income		
	- Items that will not be reclassified subsequently to profit & loss	(2.31)	(6.73)
IX	Total Comprehensive Income (VII-VIII)	(251.70)	(272.47)
X	Paid-up Equity Share Capital (Face value ₹10/-each)	166.45	166.45
XI	Earnings Per Equity Share (before Extra-Ordinary items)		
	- Basic	(14.75)	(15.97)
	- Diluted	(14.75)	(15.97)
XII	Earnings Per Equity Share (after Extra-Ordinary items)		
	- Basic	(14.98)	(15.97)
	- Diluted	(14.98)	(15.97)
	See accompanying note to the Financial Results		

(Not Annualised) (Not Annualised)

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

Sr.No.	Particulars	Quarter Ended	
		(Unaudited)	(Unaudited)
		30.06.2017	30.06.2016
1	Segment Revenue		
	a) Textile	3,707.89	3,395.77
	b) Engineering Products	259.67	175.47
	c) Composite Products	234.10	211.40
	Gross Sales/Income from Operations	4,201.66	3,782.64
2	Segment Results (Loss)/ Profit before Tax, Interest & Unallocable overheads		
	a) Textile	(170.30)	(174.04)
	b) Engineering Products	(2.11)	6.12
	c) Composite Products	(32.46)	(52.46)
	Total	(204.87)	(220.38)
	Interest Expenses	(60.55)	(77.67)
	Unallocable overheads net of unallocable income	16.31	29.78
	Total (Loss)/ Profit before Tax	(249.11)	(268.27)
3	Segment Assets		
	a) Textile	8,915.77	9,850.85
	b) Engineering Products	1,130.61	1,316.49
	c) Composite Products	1,689.23	1,569.20
	c) Unallocable	546.54	840.49
	Total Assets	12,282.15	13,577.03
4	Segment Liabilities		
	a) Textile	2,275.18	1,525.05
	b) Engineering Products	314.09	240.86
	c) Composite Products	130.05	107.90
	c) Unallocable	821.14	981.63
	Total Liabilities	3,540.46	2,855.44
5	Capital Employed		
	(Segment Assets - Segment Liabilities)		
	a) Textile	6,640.59	8,325.80
	b) Engineering Products	816.52	1,075.63
	c) Composite Products	1,559.18	1,461.30
	c) Unallocable	(274.60)	(141.14)
	Total Capital Employed in the Company	8,741.69	10,721.59

Notes :-

- 1) The above unaudited (Provisional) financial results as reviewed by the Audit Committee, have been approved and taken on record at the meeting of the Board of Directors held on 7th September 2017. The limited review as required as per listing agreement has been carried out by the statutory auditors of the Company.
- 2) The Company has adopted Indian Accounting Standards ("Ind AS") notified by the Ministry of Corporate Affairs w.e.f. 1st April, 2017 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 – "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder.

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- 3) The Ind AS compliant financial results pertaining to quarter ended on 30th June, 2016 have not been subjected to Review/Audit. However, the Management has exercised necessary due diligence to ensure that the results provide a true and fair view of its affairs.
- 4) The reconciliation of net loss reported for the quarter ended 30th June, 2016 in accordance with Indian GAAP to total comprehensive income in accordance with Ind AS is given below:

Sr. No.	Particulars	Quarter ended 30 th Jun, 2016
a.	Net Loss as per Indian GAAP	-264.98
b.	Imputed Interest on security deposits	0.17
c.	Finance Cost on Financial Assets/Liabilities recognised at Amortised Cost	(3.00)
d.	Finance Income on Financial Assets/Liabilities recognised at Amortised Cost	(3.81)
e.	Depreciation on Investment Property	(0.71)
f.	Provision for Expected Credit Loss (ECL)	(2.81)
g.	Remeasurement of Defined Benefit Obligation recognised in OCI under Ind AS	6.87
h.	Deferred Tax on above	2.53
i.	Net Loss before OCI as per Ind AS	-265.74
j.	Other comprehensive income (OCI)	-6.73
k.	Total Comprehensive income under Ind AS	-272.47

- 5) 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 had filed a claim for the amounts with the Insurance Company. Provision had been made in the accounts for the year ended 31st March 2017 of Rs. 9.32 lakhs for the minimum amount of loss to be borne by the Company, being 5% of the claim amount, as per policy terms. The same was 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. Further, during the quarter ended 30th June 2017, the Company has made a provision for Rs. 3.85 lacs in the financial results based on the assessment as of now of claim for stock loss.
- 6) The Company has recognized interest subsidy, as per State Textile Policy 2012, as Other Income of Rs. 180.20 lakhs on accrual basis for the period July, 2015 to 30th June, 2017 (including Rs. 16.73 lakhs for the current quarter). The Government Resolution in this regard for release of subsidy is awaited.
- 7) 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.
- 8) In view of losses for the quarter ended 30th June 2017, no provision for Income Tax and Minimum Alternate Tax under Section 115JB of Income Tax Act, 1961 are required to be made.
- 9) There was no investor complaint pending at the beginning of the quarter. During the quarter ended 30th June 2017, the Company has received two complaints and the same has been resolved. Hence no complaint is pending as at 30th June 2017.
- 10) Figures of the earlier periods have been regrouped / recast / reclassified wherever necessary.

Mumbai
Dated : 7th September 2017


C.K. Thackersey
Chairman

M. A. PARIKH & CO.
CHARTERED ACCOUNTANTS

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

To,
Board of Directors of Hindoostan Mills Limited

1. We have reviewed the accompanying statement of 'Un-audited financial results' of Hindoostan Mills Limited for the quarter ended 30th June, 2017 hereinafter referred to as 'Statement'. This Statement which is the responsibility of the Company's Management has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 on "Interim Financial Reporting", prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, and other accounting principles generally accepted in India and has been approved by the Board of Directors. Our responsibility is to issue a report on this Statement based on our limited review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, "Engagement to Review Financial Statements" 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 statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide 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 of unaudited financial results prepared in accordance with applicable accounting standards and other recognized 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.
4. We draw attention to the following matters:
 - a. Note No. 2 to the Statement which states that the Company has adopted Ind AS for the financial year commencing from April, 2017 and accordingly, the statement has been prepared by the Company's Management in compliance with Ind AS.



- b. We were neither engaged to review, nor have we reviewed the comparative figures including the reconciliation to the Total Comprehensive Income for the quarter ended 30th June, 2016 and accordingly, we do not express any opinion on the results in the Statement for the quarter ended 30th June, 2016. As stated in Note No 3 to the Statement, these figures have been furnished by the Management.

Our opinion is not qualified in respect of these matters.



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

Mukul Patel

Mukul Patel
Partner
Membership No. 032489

Place : Mumbai
Date : 7th September, 2017