ESTD. 1873

HINDOOSTAN
MILLS

October 24, 2019

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 October 24, 2019

1. **Un-Audited Financial Results and "Limited Review" for the Quarter and Half Year ended September 30, 2019**

   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 Quarter and Half year ended September 30, 2019 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 October 24, 2019 for your information and record.

The Meeting of the Board of Directors commenced at 11.45 A.M. and concluded at 3.15 P.M.

Kindly take the matter on record.

Thanking you,

Yours faithfully,
For HINDOOSTAN MILLS LTD.

Kaushik Kapasi
Company Secretary & Compliance Officer

Encl: As above.

HINDOOSTAN MILLS

Statement of Unaudited Results for the Period ended 30th September, 2019

₹ in lakhs

Sr. No.	Particulars	Quarter Ended			Year to Date		Year Ended
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
		(Unudited)	(Unudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I	**Revenue**						
	(a) Net Sales/Income from Operations	3,469.11	3,671.75	3,966.94	7,140.86	7,687.60	16,096.84
	(b) Other Operating Income	41.97	33.23	52.86	75.20	102.28	146.90
	Total Revenue from operations	3,511.08	3,704.98	4,019.80	7,216.06	7,789.88	16,243.74
	Other Income	39.57	41.74	50.36	81.31	92.24	248.24
	Total Revenue	**3,550.65**	**3,746.72**	**4,070.16**	**7,297.37**	**7,882.12**	**16,491.98**
II	**Expenses**						
	a) Cost of Materials Consumed	2,355.39	2,537.65	2,767.31	4,893.04	5,163.27	10,518.65
	b) Purchase of Stock - in -Trade	83.86	351.99	214.40	435.85	454.28	1,134.88
	c) Changes in Inventories of Finished goods , Work in progress and Stock in Trade	70.21	(244.68)	(189.78)	(174.47)	(308.76)	(262.11)
	d) Employee Benefits Expense	412.58	385.34	392.21	797.92	785.04	1,537.67
	e) Finance Cost	27.73	32.13	70.48	59.86	116.58	198.23
	f) Depreciation and Amortisation Expenses	144.01	149.73	227.93	293.74	457.15	858.33
	g) Other Expenses	628.07	652.63	775.57	1,280.70	1,487.44	3,154.25
	Total Expenses	**3,721.85**	**3,864.79**	**4,258.12**	**7,586.64**	**8,155.00**	**17,139.90**
III	Loss before Tax (Refer Note No. 6)	(171.20)	(118.07)	(187.96)	(289.27)	(272.88)	(647.92)
IV	Less : Tax expense						
	- Deferred Tax	1.40	(0.35)	(6.45)	1.05	(3.39)	(2.25)
V	Loss for the period from continuing operations	(172.60)	(117.72)	(181.51)	(290.32)	(269.49)	(645.67)
VI	Loss before tax from discontinued operation (Refer Note No. 6)	(23.42)	(143.18)	(12.75)	(166.60)	(393.40)	(533.78)
VII	Less : Tax expense of discontinued operation	-	-	-	-	1.39	1.38
VIII	Loss for the period from discontinuing operations (including Impairment loss - Refer Note No. 3)	(23.42)	(143.18)	(12.75)	(166.60)	(394.79)	(535.16)
IX	Loss for the Period	(196.02)	(260.90)	(194.26)	(456.92)	(664.28)	(1,180.83)
X	Other Comprehensive Income						
	- Items that will not be reclassified subsequently to profit & loss	2.09	2.08	(4.51)	4.17	(9.07)	7.92
XI	Total Comprehensive Income	(193.93)	(258.82)	(198.77)	(452.75)	(673.35)	(1,172.91)
XII	Paid-up Equity Share Capital (Face value ₹10/-each)	166.45	166.45	166.45	166.45	166.45	166.45
XIII	Earnings Per Equity Share from continuing operation						
	- Basic	(10.37)	(7.07)	(10.90)	(17.44)	(16.19)	(38.79)
	- Diluted	(10.37)	(7.07)	(10.90)	(17.44)	(16.19)	(38.79)
XIV	Earnings Per Equity Share from discontinuing operation						
	- Basic	(1.41)	(8.60)	(0.77)	(10.01)	(23.72)	(32.15)
	- Diluted	(1.41)	(8.60)	(0.77)	(10.01)	(23.72)	(32.15)
XV	Earnings Per Equity Share from continuing and discontinuing operation						
	- Basic	(11.78)	(15.67)	(11.67)	(27.45)	(39.91)	(70.94)
	- Diluted	(11.78)	(15.67)	(11.67)	(27.45)	(39.91)	(70.94)
	See accompanying notes to the Financial Results						
		(Not Annualised)	(Not Annualised)	(Not Annualised)	(Not Annualised)	(Not Annualised)	(Annualised)

Hindoostan Mills Ltd.

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

T. +91-22-61240700 / 22040846/47/48 F. +91-22-22833841 E-mail: contact@hindoostan.com

CIN : L17121MH1904PLC000195

www.hindoostan.com

HINDOOSTAN MILLS LIMITED

Unaudited Segment Information for the Period ended 30th September 2019

₹ in lakhs

Sr.No.	Particulars	Quarter Ended			Year To Date		Year Ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
1	**Segment Revenue**						
	a) Textile	3,277.76	3,463.77	3,685.19	6,741.53	7,153.84	14,899.00
	b) Engineering Products	233.32	241.21	334.61	474.53	636.04	1,344.74
	c) Composite Products - Discontinued operation	-	-	-	-	84.81	84.81
	Gross Sales/Income from Operations	**3,511.08**	**3,704.98**	**4,019.80**	**7,216.06**	**7,874.69**	**16,328.55**
2	**Segment Results - Loss before Tax, Interest & Unallocable overheads**						
	a) Textile	(194.04)	(114.10)	(175.88)	(308.14)	(243.98)	(703.61)
	b) Engineering Products	19.78	(2.83)	20.58	16.95	21.98	107.51
	c) Composite Products - Discontinued operation	(6.24)	(150.38)	(13.76)	(156.62)	(386.83)	(543.00)
	Total	**(180.50)**	**(267.31)**	**(169.06)**	**(447.81)**	**(608.83)**	**(1,139.10)**
	d) Interest Expenses	(27.73)	(32.13)	(70.48)	(59.86)	(116.58)	(198.23)
	e) Interest Expenses - Discontinued operation	(17.24)	(0.07)	-	(17.31)	-	(3.06)
	f) Unallocable overheads net of unallocable income	30.79	30.99	37.83	61.78	65.71	146.41
	g) Unallocable overheads net of unallocable income - Discontinued operation	0.06	7.27	1.00	7.33	(6.58)	12.28
	h) **Total Loss before Tax** (Refer Note No. 6)	**(194.62)**	**(261.25)**	**(200.71)**	**(455.87)**	**(666.28)**	**(1,181.70)**
3	**Segment Assets**						
	a) Textile	7,277.45	7,383.59	8,266.30	7,277.45	8,266.30	7,773.77
	b) Engineering Products	845.90	913.03	999.16	845.90	999.16	976.22
	c) Composite Products - Discontinued operation	280.22	289.94	582.80	280.22	582.80	478.90
	d) Unallocable	377.06	387.34	432.48	377.06	432.48	442.40
	Total Assets	**8,780.63**	**8,973.90**	**10,280.74**	**8,780.63**	**10,280.74**	**9,671.29**
4	**Segment Liabilities**						
	a) Textile	2,559.93	2,522.99	2,599.56	2,559.93	2,599.56	2,685.28
	b) Engineering Products	229.28	219.70	369.23	229.28	369.23	274.61
	c) Composite Products - Discontinued operation	6.20	36.90	6.60	6.20	6.60	47.49
	d) Unallocable	736.01	691.02	664.49	736.01	664.49	668.14
	Total Liabilities	**3,531.42**	**3,470.61**	**3,639.88**	**3,531.42**	**3,639.88**	**3,675.52**
5	**Capital Employed**						
	(Segment Assets - Segment Liabilities)						
	a) Textile	4,717.52	4,860.60	5,666.74	4,717.52	5,666.74	5,088.49
	b) Engineering Products	616.62	693.33	629.93	616.62	629.93	701.61
	c) Composite Products - Discontinued operation	274.02	253.04	576.20	274.02	576.20	431.41
	d) Unallocable	(358.95)	(303.68)	(232.01)	(358.95)	(232.01)	(225.74)
	Total Capital Employed in the Company	**5,249.21**	**5,503.29**	**6,640.86**	**5,249.21**	**6,640.86**	**5,995.77**

Notes :

1) The above unaudited 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 24th October 2019. The limited review as required as per listing agreement has been carried out by the Statutory Auditors of the Company.

2) The Board of Directors at their meeting held on 5th June, 2018 had decided to discontinue the operations of Composite Division effective from 30th June, 2018. Barring unforeseen circumstances, the Management expects to complete the transaction of sale of the assets of the said Division either in whole or substantially the whole or in parts subject to approval of shareholders. In the meantime, the assets of the said Division as on 31st March 2019 having an aggregate written down value of `458.60 lakhs have been reclassified as "Assets Held for Sale" valued at their respective written down values or net realizable values whichever are lower. Accordingly, the results for the year ended 31st March, 2019 reflect an amount of ₹ 533.78 lakhs being loss before tax from discontinued operation, which includes impairment loss of ₹ 356.51 lakhs. During the quarter, Management has obtained fresh valuation report in relation to Assets Held for Sale and accordingly recognised further impairment loss of ₹ 143.96 lakhs which is included in the loss before tax for discontinued operations for the quarter ended 30th June, 2019.

3) The Company has recognized interest subsidy, as per New Textile Policy 2012, as Other Income of ₹ 127.73 lakhs on accrual basis for the period October, 2016 to 30th September, 2019 including ₹ 0.87 lakhs for the current quarter. The Government Resolution in this regard for release of subsidy is awaited.

4) The Company had received a demand for ₹ 360.72 lakhs vide notice dated 29th December, 2018 from the Stamp Office Mumbai relating to Amalgamation of the Hindoostan Spinning and Weaving Mills Limited with Sirdar Carbonic Gas Company Limited. The Company has since received an order dated 19th August 2019 as per which a sum of ₹25.25 lakhs is payable. The same has since been paid.

5) As reported earlier, in connection with the joint property development transaction entered into by the Company earlier with Caprihans India Ltd., (Caprihans) in the past, the Company had provided ₹ 63.98 lakhs in the Financial Statements for the year ended 31st March, 2017 as the sum payable to Caprihans in terms of the Arbitration Award dated 20th October, 2016.
Thereafter, the said Caprihans challenged the said Arbitration Award before the Hon. High Court at Mumbai.
Since then, the Single Judge of the Hon. High Court at Mumbai decided the challenge filed by the said Caprihans vide its judgment dated 3rd June, 2019 interalia holding that:-
(a) the majority award rejecting Caprihans claim for cost of construction at ₹ 3,100 per sq. ft. is set aside;
(b) the liability of the Company to pay interest on the unpaid cost of construction is subject matter of fresh Arbitration;
(c) the cost of litigation claimed by the said Caprihans being discretionary, the decision of the Arbitrators rejecting the same is not required to be interfered.
Against the said judgment of the Ld. Single Judge of the Hon. High Court at Mumbai, the Company has filed an appeal before the Division Bench of the Hon. High Court.
The said Caprihans have also filed an appeal before the Division Bench of the Hon. High Court challenging the judgment of the Ld. Single Judge. The Appeals will come up in due course for hearing.
The Company is of the view that, at this juncture, since the matter is sub judice, the provision of ₹ 63.98 lacs will be adjusted in the year in which finality is reached.

6) Loss before Tax Sr. No III) ₹ 171.20 lakhs relates to Continuing operations and Loss before Tax Sr. No (VI) ₹ 23.42 lakhs relates to Discontinued operations aggregating to ₹ 194.62 lakhs i: shown in Sr. No (2h) per Segment Results.

7) In view of losses for the period ended 30th September 2019, no provision for Income Tax and Minimum Alternate Tax under Section 115JB of Income Tax Act, 1961 are required to be made.

8) There was no investor complaint pending at the beginning of the quarter. During the quarter ended 30th September 2019, the Company has received no complaints and hence no complaint is pending as at 30th September 2019.

9) Figures for the earlier periods have been regrouped / reclassified wherever necessary.

Mumbai
Dated : 24th October 2019

Rajiv Ranjan
Executive Director

HINDOOSTAN MILLS LIMITED
MUMBAI

Hindoostan Mills Limited

Audited Balance Sheet as on 30st September 2019

₹ in lakhs

Sr. No.			Particulars	30.09.2019 (Unaudited)	31.03.2019 (Audited)
I.			**Assets**		
1			**Non-Current Assets**		
	a.		Property, Plant and Equipment	2,795.72	3,023.23
	b.		Capital Work in Progress	32.38	-
	c.		Investment in Property	14.72	17.67
	d.		Financial Assets		
		i)	Investments	0.91	0.68
		ii)	Other Financial Assets	152.11	136.09
	e.		Other Non-Current Assets	6.43	43.93
				3,002.27	3,221.60
2			**Current Assets**		
	a.		Inventories	2,151.73	2,218.34
	b.		Financial Assets		
		i)	Trade Receivables	2,701.45	3,068.79
		ii)	Cash and Cash Equivalents	32.37	100.33
		iii)	Other Financial Assets	282.08	255.97
	c.		Current Tax Assets (Net)	292.08	296.40
	d.		Other Current Assets	46.52	51.27
	e.		Assets held for sale	272.13	458.60
				5,778.36	6,449.70
			Total	**8,780.63**	**9,671.30**
II.			**Equity and Liabilities**		
1			**Equity**		
	a.		Equity Share Capital	166.45	166.45
	b.		Other Equity	4,155.43	4,608.18
				4,321.88	4,774.63
2			**Liabilities**		
			Non-Current Liabilities		
	a.		Provisions	523.25	475.90
	b.		Deferred Tax Liabiliites (Net)	2.47	1.41
				525.72	477.31
			Current Liabilities		
	a.		Financial Liabilites		
		i)	Borrowings	927.20	960.44
		ii)	Trade Payables	2,112.54	2,223.21
		iii)	Other Financial Liabilities	698.21	1,074.69
	b.		Other Current Liabilities	98.64	84.88
	c.		Provisions	96.44	76.14
				3,933.03	4,419.36
			Total	**8,780.63**	**9,671.30**

Hindoostan Mills Limited

Statement Cash Flow for Half Year Ended 30th September 2019

₹ in lakhs

Sr. No.	Particulars	Half Year Ended 30th Sep. 2019	Half Year Ended 30th Sep. 2018
		(Unaudited)	(Unaudited)
A.	**CASHFLOW FROM OPERATING ACTIVITIES**		
	Loss before tax from continuing operations	(289.27)	(272.88)
	Loss before tax from discontinued operations	(166.60)	(393.40)
		(455.87)	(666.28)
	Adjustment for :		
	Depreciation and Amortisation expenses	293.74	457.15
	Depreciation and Amortisation expenses (Refer Note no. 33(XVI) - Discontinued Oprations)	-	25.88
	Impairment (Refer Note no. 33(XVI) - Discontinued Oprations)	143.96	324.02
	Finance Cost	59.86	116.58
	Finance Cost (Refer Note no. 33(XVI) - Discontinued Oprations)	17.31	-
	Property, Plant and Equipments Written off	-	8.19
	Provision for Doubtful Debts and Advances	6.02	8.97
	Bad Debts and Debit Balances Written Off	0.03	22.51
	Bad Debts and Sundry Debit Balances Written Off (Refer Note no. 33(XVI) - Discontinued Oprations)	-	6.52
	Lease Income	(60.93)	-
	Fair Value Gain on MF Valued as FVTPL	-	18.96
	Loss / (Profit) on Sale of Property, Plant and Equipments (Net)	(0.51)	-
	Gain on Sale of Investment	-	(20.76)
	Provision for Doubtful Advances no longer required written back	-	(26.31)
	Excess provision no longer required written back	(0.66)	-
	Sundry Credit Balance Written Back	(0.64)	(0.61)
	Interest and Dividend Income	(8.48)	(8.95)
	Interest Income (Refer Note no. 33(XVI) - Discontinued Oprations)	(0.33)	(0.95)
		449.37	931.20
	Operating Profit before Working Capital Changes	(6.50)	264.92
	Changes in :		
	Inventories	66.61	(257.85)
	Trade Receivables	361.28	102.12
	Other Financial Assets	(50.68)	202.04
	Other Non- Financial Assets	9.88	34.36
	Trade Payables	(109.36)	181.22
	Other Financial Liabilities	(115.91)	(172.56)
	Other Current Liabilities	13.76	(64.34)
	Provisions	71.59	56.71
		247.17	81.70
	Cash Generated from Operations	240.67	346.62
	Direct Taxes paid (Net of Refunds)	4.32	(1.15)
	Net Cash Generated From Operating Activities	244.99	345.47
B.	**CASHFLOW FROM INVESTING ACTIVITIES**		
	Purchase of Property, Plant and Equipments	(63.46)	(28.62)
	Sale of Property, Plant and Equipments	43.20	-
	Interest and Dividend Received	17.36	14.79
	Lease Income Received	60.93	-
	Investments Purchased and Sold (Net)	-	68.53
	Net Cash used in Investing Activities	58.03	54.70
C.	**CASHFLOW FROM FINANCING ACTIVITIES**		
	Interest Paid	(79.79)	(120.32)
	Repayment of Borrowing	(291.19)	(332.90)
	Net Cash used in Financing Activities	(370.98)	(453.22)
	Net Increase in Cash and Cash Equivalents (A+B+C)	(67.96)	(53.05)
	Cash and Cash Equivalents at the beginning of the year		
	Cash and Cash Equivalents	80.72	58.76
	Other Bank Balances	19.61	46.42
		100.33	105.18
	Cash and Cash Equivalents at the end of the year		
	Cash and Bank Balance	21.06	29.10
	Other Bank Balances		
	Earmarked Balance with Banks	7.95	13.78
	Margin Money Deposit	3.36	6.75
	Other Bank Deposits	-	2.50
	Cash and Cash Equivalents at the end of the Half Year	32.37	52.13

HINDOOSTAN MILLS LIMITED MUMBAI

M. A. PARIKH & CO.
CHARTERED ACCOUNTANTS

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

Review Report to
Board of Directors
Hindoostan Mills Limited

1. We have reviewed the accompanying statement of 'Un-audited financial results' of Hindoostan Mills Limited for the half year ended 30th September, 2019 (hereinafter referred to as 'Statement'). This Statement is being submitted pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

2. 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.

   Attention is drawn to the facts and figures for net cash inflows for the corresponding period from 1st April, 2018 to 30th September, 2018, as reported in these unaudited financial results which have been approved by the Board of Directors of the Company, but have not been subjected to 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 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.

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 the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as Amended , including the manner in which it is to be disclosed, or that it contains any material misstatement.

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

M.A. PARIKH & CO. MUMBAI CHARTERED ACCOUNTANTS

Mukul Patel
Partner
Membership No. 032489
UDIN : 19032489AAAAAJ1011

Place : Mumbai
Date : 24th October, 2019