



November 07, 2020

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 November 07, 2020

1. Un-Audited Financial Results and “Limited Review” for the Quarter and Half Year ended September 30, 2020

In terms of Regulation 33 of 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, 2020 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 November 07, 2020 for your information and record.

2. In terms of regulation 30 of SEBI (Listing Obligation And Disclosure Requirement) Regulations, 2015, we hereby inform you that –

- a. The Covid-19 pandemic has had a major impact on businesses across the world and the Company too has been affected by it. Due to the lockdown, which was implemented from March 22, 2020, the Company could start partial operations with reduced capacity from May 9, 2020 and gradually scaled up the operations despite the difficulty in availability of manpower. As on date, whilst 251 permanent workers have not reported for duty unauthorisedly in a concerted manner, hampering the production of the plant, the remaining 50 workers and staff that have resumed their duties able to maintain production at around 40 % capacity even in these trying circumstances.

Hindustan Mills Limited

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

CIN no. L17121MH1904PLC000195. T. 91-22-61240700, Email: contact@hindoostan.com,

Web site www.hindoostan.com



- b. The Board of Directors has approved to assign, grant, transfer, sell and release leasehold interest in the plot no.B-24 situated at Additional Ambernath MIDC Industrial area, district Thane along with structures standing thereon together with Furniture and Fixtures thereon for consideration of Rs.1,350/- Lakhs which includes Goods and Services Tax, if any, that may be applicable.

The Meeting of the Board of Directors commenced at 11.00 A.M. and concluded at 2.20 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 LIMITED

Registered Office : Sir Vithaldas Chambers, 16, Mumbai Samachar Marg, Mumbai - 400 001.

Statement of Unaudited Results for the Quarter ended 30th September 2020

Sr. No.	Particulars	Quarter Ended			Year to Date		₹ in lakhs
		30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	Year Ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I	Revenue						
	(a) Net Sales/Income from Operations	1,363.77	567.80	3,469.11	1,931.57	7,140.86	13,945.65
	(b) Other Operating Income	37.38	23.21	41.97	60.59	75.20	162.21
	Total Revenue from operations	1,401.15	591.01	3,511.08	1,992.16	7,216.06	14,107.86
	Other Income	6.37	39.19	39.57	45.56	81.31	229.02
	Total Revenue	1,407.52	630.20	3,550.65	2,037.72	7,297.37	14,336.88
II	Expenses						
	a) Cost of Materials Consumed	630.00	351.51	2,355.39	981.51	4,893.04	9,161.25
	b) Purchase of Stock - in -Trade	3.76	6.75	83.86	10.51	435.85	720.10
	c) Changes in Inventories of Finished goods , Work in progress and Stock in Trade	278.43	(47.74)	70.21	230.69	(174.47)	(4.71)
	d) Employee Benefits Expense	237.69	182.08	412.58	419.77	797.92	1,586.18
	e) Finance Cost	29.42	41.68	27.73	71.10	59.86	120.01
	f) Depreciation and Amortisation Expenses	125.68	95.27	144.01	220.95	293.74	587.70
	g) Other Expenses	385.91	199.58	628.07	585.49	1,280.70	2,617.88
	Total Expenses	1,690.89	829.13	3,721.85	2,520.02	7,586.64	14,788.41
III	Loss before Tax (Refer Note No. 9)	(283.37)	(198.93)	(171.20)	(482.30)	(289.27)	(451.53)
IV	Less : Tax expense	-	-	1.40	-	1.05	(1.41)
V	Loss for the period from continuing operations	(283.37)	(198.93)	(172.60)	(482.30)	(290.32)	(450.12)
VI	Loss before tax from discontinued operation (Refer Note No. 9)	(12.84)	(4.41)	(23.42)	(17.25)	(166.60)	(160.82)
VII	Less : Tax expense of discontinued operation	-	-	-	-	-	-
VIII	Loss for the period from discontinued operations	(12.84)	(4.41)	(23.42)	(17.25)	(166.60)	(160.82)
IX	Loss for the period	(296.21)	(203.34)	(196.02)	(499.55)	(456.92)	(610.94)
X	Other Comprehensive Income						
	- Items that will not be reclassified subsequently to profit & loss	2.81	2.70	2.09	5.51	4.17	10.81
XI	Total Comprehensive Income	(293.40)	(200.64)	(193.93)	(494.04)	(452.75)	(600.13)
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	(17.02)	(11.95)	(10.37)	(28.97)	(17.44)	(27.04)
	- Diluted	(17.02)	(11.95)	(10.37)	(28.97)	(17.44)	(27.04)
XIV	Earnings Per Equity Share from discontinued operation						
	- Basic	(0.78)	(0.26)	(1.41)	(1.04)	(10.01)	(9.66)
	- Diluted	(0.78)	(0.26)	(1.41)	(1.04)	(10.01)	(9.66)
XV	Earnings Per Equity Share from continuing and discontinued operation						
	- Basic	(17.80)	(12.21)	(11.78)	(30.01)	(27.45)	(36.70)
	- Diluted	(17.80)	(12.21)	(11.78)	(30.01)	(27.45)	(36.70)
	See accompanying notes to the Financial Results						
		(Not Annualised)	(Not Annualised)	(Not Annualised)	(Not Annualised)	(Not Annualised)	(Annualised)



HINDOOSTAN MILLS LIMITED
Unaudited Segment Information for the Quarter ended 30th September 2020

₹ in lakhs

Sr.No.	Particulars	Quarter Ended			Year To Date		Year Ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
		30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
1	Segment Revenue						
	a) Textile	1,060.08	511.58	3,277.76	1,571.66	6,741.53	12,951.95
	b) Engineering Products	341.07	79.43	233.32	420.50	474.53	1,155.91
	Gross Sales/Income from Operations	1401.15	591.01	3,511.08	1,992.16	7,216.06	14,107.86
2	Segment Results - Loss before Tax, Interest & Unallocable overheads						
	a) Textile	(293.24)	(160.40)	(194.04)	(453.64)	(308.14)	(585.09)
	b) Engineering Products	40.27	(20.12)	19.78	20.15	16.95	117.24
	c) Composite Products - Discontinued operation	(12.90)	(4.47)	(6.24)	(17.37)	(156.62)	(142.91)
	Total	(265.87)	(184.99)	(180.50)	(450.86)	(447.81)	(610.76)
	d) Interest Expenses	(29.42)	(41.68)	(27.73)	(71.10)	(59.86)	(120.01)
	e) Interest Expenses - Discontinued operation	-	-	(17.24)	-	(17.31)	(18.40)
	f) Unallocable overheads net of unallocable income	(0.98)	23.27	30.79	22.29	61.78	136.33
	g) Unallocable overheads net of unallocable income - Discontinued operation	0.06	0.06	0.06	0.12	7.33	0.49
	h) Total Loss before Tax (Refer Note No. 9)	(296.21)	(203.34)	(194.62)	(499.55)	(455.87)	(612.35)
3	Segment Assets						
	a) Textile	5,417.24	6,944.18	7,277.45	5,417.24	7,277.45	7,262.12
	b) Engineering Products	939.65	937.76	845.90	939.65	845.90	1,134.06
	c) Composite Products - Discontinued operation	139.64	139.50	280.22	139.64	280.22	140.05
	d) Unallocable	448.37	401.35	377.06	448.37	377.06	378.71
	Total Assets	6,944.90	8,422.79	8,780.63	6,944.90	8,780.63	8,914.94
4	Segment Liabilities						
	a) Textile	1,285.24	2,527.66	2,559.93	1,285.24	2,559.93	2,574.09
	b) Engineering Products	356.27	405.57	229.28	356.27	229.28	540.29
	c) Composite Products - Discontinued operation	140.78	2.85	6.20	140.78	6.20	1.74
	d) Unallocable	749.24	736.68	736.01	749.24	736.01	715.68
	Total Liabilities	2,531.53	3,672.76	3,531.42	2,531.53	3,531.42	3,831.80
5	Capital Employed						
	(Segment Assets - Segment Liabilities)						
	a) Textile	4,132.00	4,416.52	4,717.52	4,132.00	4,717.52	4,688.03
	b) Engineering Products	583.38	532.19	616.62	583.38	616.62	593.77
	c) Composite Products - Discontinued operation	(1.14)	136.65	274.02	(1.14)	274.02	138.31
	d) Unallocable	(300.87)	(335.33)	(358.95)	(300.87)	(358.95)	(336.97)
	Total Capital Employed in the Company	4,413.37	4,750.03	5,249.21	4,413.37	5,249.21	5,083.14

Notes:

- 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 7th November, 2020. The limited review as required as per listing agreement has been carried out by the Statutory Auditors of the Company.
- The Covid-19 pandemic has had a major impact on businesses across the world and the Company too has been affected by it. Due to the lockdown, which was implemented from March 22, 2020, the Company could start partial operations with reduced capacity from May 9, 2020 and gradually scaled up the operations despite the difficulty in availability of manpower. As on date, whilst 251 permanent workers have not reported for duty unauthorisedly in a concerted manner, hampering the production of the plant, the remaining 50 workers and staff that have resumed their duties able to maintain production at around 40 % capacity even in these trying circumstances.
The Company has taken precautionary measures to safeguard health and safety of employees. Lower production and sales have negatively impacted the revenues and profitability of the Company for Q1 and Q2 of 2020. This situation is expected to continue for some more time.
- During lock down due to Covid-19, our factory was closed during the period April 1 to May 8 2020. Payment of wages during lockdown is under consideration of the Hon. Supreme Court, in a case filed by Nagreeka Textiles, Kolhapur, and other cases, and final judgement is awaited. However in order to mitigate the hardship being faced by the workmen, the Company has paid on account advances (subject to adjustment against wages) to workers for this closure period, which is equivalent to about 50% of their wages. A final decision will be taken in this matter depending upon the judgement of the Hon. Supreme Court.



4) Assets Held for Sale:

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 expected to complete the transaction of sale of the assets of the said Division either in whole or substantially the whole or in parts as approved by shareholders. The Company has assets of ₹ 133.47 lakhs as "Assets Held for Sale".

The Board of Directors at their meeting held on 7th November 2020 has approved to assign, grant, transfer, sell and release leasehold interest in the plot no. B-24 situated at Additional Ambarnath MIDC Industrial area, district Thane along with structures standing thereon together with Furniture and Fixtures thereon for consideration of ₹ 1350 lakhs which includes Goods and Services Tax, if any, that may be applicable.

5) The Board of Directors at their meeting held on 14th July 2020 had decided to sell the Company's 5/8 share, being 62.5% in the Bruce Street property located at 10, Homi Modi Street, Fort, Mumbai – 400001, for ₹ 1,350.00 lakhs against which the Company has received ₹ 100.00 lakhs as an Earnest Money Deposit.

6) The Memorandum of Settlement between Hindoostan Mills Limited and the Karad Taluka Girani Kamagar Sangh, Karad (Sangh) expired on 31st December, 2019. The negotiations between the Management and the Sangh are in progress and accordingly, the Company has made a provision on an estimated basis which will be adjusted in the year in which negotiations are concluded.

7) Interest Subsidy:

(a) Recognition of interest subsidy: Company has been recognising interest subsidy in terms of its eligibility under the New Textile Policy 2012 as Other Income from May, 2014 to September, 2019.

(b) Recovery of subsidy from Government : The aggregate revenue recognised by the Company for the period from October, 2016 to 30th September, 2019 aggregating to ₹ 127.33 lakhs is outstanding as on date which is considered good for recovery by the Management.

8) As reported earlier, in connection with the joint property development transaction entered into by the Company with Caprihans India Limited (Caprihans). 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 inter alia 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 Learned 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 has also filed an appeal before the Division Bench of the Hon. High Court challenging the judgment of the Learned Single Judge. The Appeals will come up for hearing in due course.

The Company is of the view that, at this juncture, since the matter is sub judice, the provision of ₹ 63.98 lakhs will be adjusted in the year in which finality is reached.

9) Loss before Tax Sr. No (III) ₹ 283.37 lakhs relates to Continuing operations and Loss before Tax Sr. No (VI) ₹ 12.84 lakhs relates to Discontinued operations aggregating to ₹ 296.21 lakhs as shown in Sr. No (2h) per Segment Results.

10) In view of losses for the quarter ended 30th September 2020, no provision for Income Tax and Minimum Alternate Tax under Section 115JB of Income Tax Act, 1961 are required to be made.

11) There was no investor complaint pending at the beginning of the quarter. During the quarter ended 30th September 2020, the Company has received no complaints and hence no complaint is pending as at 30th September 2020.

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

Mumbai
Dated : 7th November, 2020

Sd/-
KHUSHAAL THACKERSEY
EXECUTIVE DIRECTOR



Hindoostan Mills Limited

Unaudited Balance Sheet as on 30th September 2020

₹ in lakhs

Sr. No.	Particulars	30.09.2020 (Unaudited)	31.03.2020 (Audited)
I.	Assets		
1	Non-Current Assets		
a.	Property, Plant and Equipment	2,475.34	2,649.88
b.	Capital Work in Progress	31.05	60.37
c.	Investment in Property	8.82	11.77
d.	<u>Financial Assets</u>		
i)	Investments	0.76	0.67
ii)	Other Financial Assets	167.92	158.30
e.	Other Non-Current Assets	2.83	4.42
		2,686.72	2,885.41
2	Current Assets		
a.	Inventories	1,943.93	2,243.15
b.	<u>Financial Assets</u>		
i)	Investment	50.57	-
ii)	Trade Receivables	1,284.58	2,824.09
iii)	Cash and Cash Equivalents	62.49	61.93
iv)	Other Financial Assets	403.94	379.75
c.	Current Tax Assets (Net)	295.22	297.95
d.	Other Current Assets	83.98	89.19
e.	Assets held for sale	133.47	133.47
		4,258.18	6,029.53
	Total	6,944.90	8,914.94
II.	Equity and Liabilities		
1	Equity		
a.	Equity Share Capital	166.45	166.45
b.	Other Equity	3,514.01	4,008.05
		3,680.46	4,174.50
2	Liabilities		
	Non-Current Liabilities		
a.	<u>Financial Liabilities</u>		
i)	Other Financial Liabilities	34.69	32.70
b.	Provisions	549.12	524.77
		583.81	557.47
	Current Liabilities		
a.	<u>Financial Liabilities</u>		
i)	Borrowings	732.91	908.64
ii)	Trade Payables	823.68	2,336.74
iii)	Other Financial Liabilities	898.85	690.06
b.	Other Current Liabilities	139.13	170.84
c.	Provisions	86.06	76.69
		2,680.63	4,182.97
	Total	6,944.90	8,914.94



Hindoostan Mills Limited
Statement Cash Flow for Half Year Ended 30th September 2020

₹ in lakhs

Sr. No.	Particulars	Half Year ended 30th Sep. 2020 (Unaudited)	Half Year ended 30th Sep. 2019 (Unaudited)
A.	CASHFLOW FROM OPERATING ACTIVITIES		
	Loss before tax from continuing operations	(482.30)	(289.27)
	Loss before tax from discontinued operations	(17.25)	(166.60)
		(499.55)	(455.87)
	Adjustment for :		
	Depreciation and Amortisation expenses	220.95	293.74
	Impairment - Discontinued Operations	-	143.96
	Finance Cost	71.10	59.86
	Finance Cost - Discontinued Operations	-	17.31
	Property, Plant and Equipments Written off	5.98	-
	Provision for Doubtful Debts and Advances	-	6.02
	Bad Debts and Debit Balances Written Off	-	0.03
	Bad Debts and Sundry Debit Balances Written Off - Discontinued Operations	0.02	-
	Lease Income	(23.57)	(60.93)
	Profit on Sale of Property, Plant and Equipments (Net)	-	(0.51)
	Profit on Sale of Investments	(0.40)	-
	Provision for Doubtful Debts/Advances no longer required written back	(0.06)	-
	Excess provision no longer required written back	(0.12)	(0.66)
	Sundry Credit Balance Written Back	(1.12)	(0.64)
	Interest and Dividend Income	(8.46)	(8.48)
	Interest Income - Discontinued Operations	(0.13)	(0.33)
		264.19	449.37
	Operating Profit before Working Capital Changes	(235.36)	(6.50)
	Changes in :		
	Inventories	299.21	66.61
	Trade Receivables	1,539.55	361.28
	Other Financial Assets	(21.54)	(50.68)
	Other Non- Financial Assets	36.12	9.88
	Trade Payables	(1,511.82)	(109.36)
	Other Financial Liabilities	210.79	(115.91)
	Other Current Liabilities	(31.71)	13.76
	Provisions	39.14	71.59
		559.74	247.17
	Cash Generated from Operations	324.38	240.67
	Direct Taxes paid (Net of Refunds)	2.72	4.32
	Net Cash Generated From Operating Activities	327.10	244.99
B.	CASHFLOW FROM INVESTING ACTIVITIES		
	Purchase of Property, Plant and Equipments	(49.44)	(63.46)
	Sale of Property, Plant and Equipments	-	43.20
	Interest and Dividend Received	13.77	17.36
	Lease Income Received	6.13	60.93
	Investments Purchased and Sold (Net)	(50.17)	-
		(79.71)	58.03
	Net Cash used in Investing Activities		



Hindoostan Mills Limited
Statement Cash Flow for Half Year Ended 30th September 2020

₹ in lakhs

Sr. No.	Particulars	Half Year ended 30th Sep. 2020 (Unaudited)	Half Year ended 30th Sep. 2019 (Unaudited)
C.	CASHFLOW FROM FINANCING ACTIVITIES		
	Interest Paid	(71.10)	(79.79)
	Repayment of Borrowing	(175.73)	(291.19)
	Net Cash used in Financing Activities	(246.83)	(370.98)
	Net Increase in Cash and Cash Equivalents (A+B+C)	0.56	(67.96)
	Cash and Cash Equivalents at the beginning of the year		
	Cash and Cash Equivalents	23.95	80.72
	Other Bank Balances	37.98	19.61
		61.93	100.33
	Cash and Cash Equivalents at the end of the Half year		
	Cash and Bank Balance	41.34	21.06
	<u>Other Bank Balances</u>		
	Earmarked Balance with Banks	5.80	7.95
	Margin Money Deposit	15.35	3.36
	Cash and Cash Equivalents at the end of the Half Year	62.49	32.37



M. A. PARIKH & CO.

CHARTERED ACCOUNTANTS

Limited Review 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 unaudited financial results ("the Statement") of Hindoostan Mills Limited (the Company) for the quarter ended 30th September, 2020, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

Management's responsibility

2. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting", as prescribed under Section 133 of Companies Act, 2013 ("the Act") read with relevant rules issued there under and other accounting principles generally accepted in India.

Auditor's responsibility

3. Our responsibility is to issue a report on the Statement based on our review.

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 personnel of the Company 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. Conclusion

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 recognition and measurement principles laid down in the applicable Indian Accounting Standard i.e. "Ind AS" prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder 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.

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

MUKUL
MADHUBHAI
PATEL

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MADHUBHAI PATEL
Date: 2020.11.07 14:43:32
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Mukul Patel
Partner

Place: Mumbai
Date: 07th November, 2020

Membership No. 032489
UDIN: 20032489AAAABY4416