

BSE Limited  
Corporate Relationship Department,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai-400001  
Fax No: 022-22721919, 3121

**BSE Scrip code: 502873**

**OUTCOME OF THE BOARD MEETING/FINANCIAL RESULTS**

**Reg: Un-audited Financial Results for the Quarter ended 30<sup>th</sup> September, 2018**

Dear Sir,

In Continuation to our letter dated 5<sup>th</sup> November, 2018 (Intimation date) and pursuant to Regulation 30 read with 'CLAUSE 7 of PARA A of PART A of SCHEDULE III' and Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 [SEBI (LODR) Regulations], we would like to inform you that the Board of Directors of the Company has, at its meeting held today, i.e. 13<sup>th</sup> November, 2018, inter alia, considered and approved the Un-audited Financial Results of the Company for the Quarter ended 30<sup>th</sup> September, 2018. The same were also reviewed by the Audit Committee in its meeting held on 13<sup>th</sup> November, 2018.

Further pursuant to Regulation 33 of SEBI (LODR) Regulation, we enclose the following:

- (i) Statement showing the Un-audited Financial Results for the quarter ended 30<sup>th</sup> September, 2018.
- (ii) Limited Review Report on the Un-audited Financial Results for the quarter ended 30<sup>th</sup> September, 2018.

Further, pursuant to Regulation 46(2) (I) of SEBI (LODR) Regulations, the said financial Results are being uploaded on the website of the Company.

The meeting of the Board of Directors commenced at 12.30 P.M and concluded at 2:15 P.M. We request you to kindly bring the above information to the notice of your members.

Thanking You

Yours Truly

For **H.P. Cotton Textile Mills Limited**



**Kailash Kumar Agarwal**  
Managing Director



# Walker Chandiook & Co LLP

**Walker Chandiook & Co LLP**  
(Formerly Walker, Chandiook & Co)  
L-41 Connaught Circus  
New Delhi 110001  
India

T +91 11 4278 7070  
F +91 11 4278 7071

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

### To the Board of Directors of H.P. Cotton Textile Mills Limited

1. We have reviewed the accompanying statement of unaudited financial results ('Statement') of H.P. Cotton Textile Mills Limited ('the Company') for the quarter ended 30 September 2018 and the year to date results for the period 01 April 2018 to 30 September 2018, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. 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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides 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 prepared in accordance with applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in accordance with the requirements 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.



# Walker Chandiook & Co LLP

4. The review of unaudited financial results for the three months period ended 30 June 2018 and three months and six months period ended 30 September 2017, included in the statement was carried out and reported by Bhargava Associates, Chartered Accountants vide their unmodified review reports dated 07 August 2018 and 13 December 2017 respectively and the audit of financial results for the year ended 31 March 2018, included in the Statement was carried out and reported by Bhargava Associates, Chartered Accountants, vide their unmodified audit report dated 30 May 2018, whose reports have been furnished to us and which have been relied upon by us for the purpose of our review of the Statement. Our review report is not modified in respect of this matter.

**For Walker Chandiook & Co LLP**

Chartered Accountants

Firm Registration No: 001076N/N500013

*Rohit Arora*

**Rohit Arora**

Partner

Membership No. 504774



Place: New Delhi

Date: 13 November 2018

(₹ in lacs)

Particulars	Quarter ended			Half year ended		Year ended
	30.09.2018 (Unaudited)	30.06.2018 (Unaudited)	30.09.2017 (Unaudited)	30.09.2018 (Unaudited)	30.09.2017 (Unaudited)	31.03.2018 (Audited)
<b>Income:</b>						
I. Revenue from operations	1,577	2,155	2,349	3,732	4,813	10,743
II. Other income	88	38	26	126	27	80
III Total Income (I + II)	1,665	2,193	2,375	3,858	4,840	10,823
<b>IV Expenses:</b>						
Cost of material consumed	899	1,272	1,211	2,171	2,705	5,354
Changes in inventories of finished goods and work-in-progress	(317)	(329)	(84)	(646)	(216)	(3)
Employee benefits expense	501	510	531	1,011	1,055	2,297
Finance costs	59	56	59	115	112	249
Depreciation and amortisation expense	57	54	40	111	65	161
Other expenses	657	659	611	1,316	1,259	2,745
Total Expenses (IV)	1,856	2,222	2,371	4,078	4,980	10,803
V Profit/(loss) before exceptional items & tax (III - IV)	(191)	(29)	4	(220)	(140)	20
VI Exceptional items	-	-	-	-	-	334
VII Profit/(loss) before tax (V + VI)	(191)	(29)	4	(220)	(140)	354
VIII Tax expense:						72
- Current tax	-	-	-	-	-	47
- Deferred tax (credit)/expense	(50)	30	1	(20)	(46)	119
Total tax expense (VIII)	(50)	30	1	(20)	(46)	119
IX Profit/(loss) for the period (VII - VIII)	(141)	(59)	3	(200)	(94)	235
X Other comprehensive income	-	-	-	-	-	6
XI Total comprehensive income/(loss) for the period (IX+ X)	(141)	(59)	3	(200)	(94)	241
XII Paid - up equity share capital (Face value per share ₹ 10)	38,100,000	38,100,000	38,100,000	38,100,000	38,100,000	38,100,000
XIII Earnings/(loss) per share (of ₹ 10 each)						
(a) Basic	(3.70)	(1.56)	0.08	(5.26)	(2.47)	6.18
(b) Diluted	(3.70)	(1.56)	0.08	(5.26)	(2.47)	6.18

**Notes to the Statement of Unaudited Financial Results for the quarter ended and half year ended 30 September 2018**

- The above financial results of H.P. Cotton Textile Mills Limited ("the Company") have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 13 November, 2018. The statutory auditors have carried out a limited review of unaudited financial results of the Company for the quarter and half year ended 30 September 2018, in accordance with Regulation 33, of the Securities and Exchange Board of India (Listing and other Disclosure Requirements) Regulation, 2015.
- The financial results have been prepared in accordance with the Indian Accounting Standards ("IND AS") as notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified in Section 133 of the Companies Act, 2013.
- Ind AS 115 Revenue from Contracts with Customers, mandatory for reporting periods beginning on or after 01 April 2018, replaces existing revenue recognition requirements. The application of Ind AS 115 has impacted the Company's accounting for recognition of revenue for sale of products to export customers.  
The Company has applied the modified retrospective approach and has given impact of Ind AS application pertaining to recognition of revenue based on satisfaction of performance obligation at a point in time. Accordingly, the figures for the comparative previous periods have not been restated and hence the current period figures are not comparable with the previous period figures. Due to the application of Ind AS 115 for the period ended 30 September 2018, revenue from operations is lower by Rs 450 lacs and net profit after tax by Rs 83 lacs, than what it would have been if replaced standards were applicable. Similarly, the basic and diluted EPS for the current period is lower by Rs 2.18 per share. Also, the application of Ind AS 115 did not have any significant impact on the opening retained earnings as on the date of applicability of this standard.
- Amounts for the quarters ended 30 September 2018 and 30 September 2017 represents the balancing amounts between the unaudited amounts for the half financial year ended on that date and the published year to date amounts upto the first quarters of the respective financial year which were subjected to limited review.
- In accordance with Ind AS 108, The Board of directors being the chief operating decision maker of the Company has determined its only business segment viz Textile (spinning). Since the Company's business is from manufacturing and sale of textile (spinning) and there are no other identifiable reportable segments, the segment revenue, segment results, total carrying amount of segment assets, total carrying amount of segment liabilities, total cost incurred to acquire segment assets, total amount of charge for depreciation during the year is as reflected in the financial statement.
- The figures for the corresponding previous period/year have been regrouped/reclassified/recasted, wherever necessary, to make them comparable.

SIGNED FOR  
IDENTIFICATION  
PURPOSES



*[Handwritten signature]*

H.P. COTTON TEXTILE MILLS LIMITED

Regd. Office:- 15th Km Stone, Delhi Road, Village Mayar, Hisar, Haryana

7. Statement of Assets and Liabilities for the year ended 30 September 2018

Particulars	(₹ in lacs)	
	As at 30 September 2018 (Unaudited)	As at 31 March 2018 (Audited)
<b>I ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	2,176	2,175
Capital work-in-progress	27	36
<b>Financial assets</b>		
Loans		
Other financial assets	517	401
Deferred tax assets (net)	99	79
Other non-current assets	9	6
	<b>2,828</b>	<b>2,697</b>
<b>Current assets</b>		
Inventories	2,338	1,950
<b>Financial assets</b>		
Trade receivables	745	916
Cash and cash equivalents	58	599
Other bank balances	443	105
Other financial assets	54	54
Other current assets	708	697
Current tax assets (net)	24	28
	<b>4,370</b>	<b>4,349</b>
<b>Total Assets</b>	<b>7,198</b>	<b>7,046</b>
<b>II EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Equity share capital	381	381
Other equity	1,279	1,517
	<b>1,660</b>	<b>1,898</b>
<b>LIABILITIES</b>		
<b>Financial liabilities</b>		
Borrowings	851	873
Provisions	364	291
	<b>1,215</b>	<b>1,164</b>
<b>Current liabilities</b>		
<b>Financial liabilities</b>		
Borrowings	1,365	1,385
Trade payables		
i) total outstanding dues of micro enterprises and small enterprises	24	16
ii) total outstanding dues of creditor other than micro enterprises and small enterprises	1,696	1,530
Other financial liabilities	467	476
Other current liabilities	493	293
Provisions	278	284
	<b>4,323</b>	<b>3,984</b>
<b>Total Equity and Liabilities</b>	<b>7,198</b>	<b>7,046</b>

For HP Cotton Textile Mills Limited

Kailash Kumar Agarwal  
Managing Director  
DIN: 00063470



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IDENTIFICATION  
PURPOSES

Place : New Delhi  
Date : 13 November 2018