



November 04, 2020

BSE Limited

Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400001

Ref: H.P. Cotton Textile Mills Limited (Scrip Code: 502873)

Sub: Outcome of Board Meeting of H.P. Cotton Textile Mills Limited held on November 04, 2020

Dear Sir,

We wish to inform you that the Board of Director's in their Meeting held today i.e. November 04, 2020 has inter alia, considered and approved the Un-Audited Financial Results along with the Limited Review Report for the quarter/half year ended September 30, 2020.

Pursuant to Regulation 33 of Securities Exchange Board of India (Listing and other Disclosure Requirements) Regulations, 2015, please find enclosed herewith Un-audited Financial Results along with Limited Review Report for the quarter/half year ended September 30, 2020.

The copies of the above results are also uploaded on the Company's website <https://www.hpthreads.com>

The said meeting of the Board of Directors commenced at 12:30 P.M. and concluded at 03:40 P.M.

You are requested to kindly take the same on your record.

Yours Faithfully,

For H.P. Cotton Textile Mills Limited

Shubham Jain
Company Secretary and Compliance Officer



Encl: As above



H.P. Cotton Textile Mills Limited

(A Government of India recognised Star Export House)

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CIN NO. L18101HR1981PLC012274



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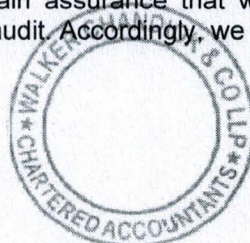
Walker Chandiook & Co LLP

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Independent Auditor's Review Report on Unaudited 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 (as amended)

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

1. We have reviewed the accompanying statement of unaudited financial results ('the Statement') of H.P. Cotton Textile Mills Limited ('the Company') for the quarter ended 30 September 2020 and the year to date results for the period 01 April 2020 to 30 September 2020, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
2. The Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under section 143(10) of the Act, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Gurugram, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

Walker Chandiook & Co LLP is registered with limited liability with identification number AAC-2085 and its registered office at L-41 Connaught Circus, New Delhi, 110001, India

Walker Chandiook & Co LLP

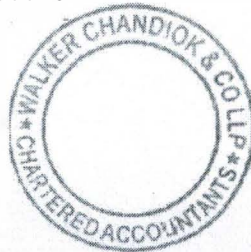
Independent Auditor's Review Report on Unaudited Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (cont'd)

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 recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Act, and other accounting principles generally accepted in India, 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 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Walker Chandiook & Co LLP**
Chartered Accountants
Firm Registration No: 001076N/N500013

Rohit Arora

Rohit Arora
Partner
Membership No. 504774



UDIN: 20504774AAAAMZ8311

Place: New Delhi
Date: 04 November 2020

Statement of unaudited financial results for the quarter and six months ended 30 September 2020

(₹ in lacs except as stated otherwise)

Particulars	Three months ended 30 September 2020	Three months ended 30 June 2020	Three months ended 30 September 2019	Six months ended 30 September 2020	Six months ended 30 September 2019	Year ended 31 March 2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Income:						
I. Revenue from operations	2,476	1,739	2,053	4,215	3,613	8,175
II. Other income	41	15	53	56	94	188
III Total income (I + II)	2,517	1,754	2,106	4,271	3,707	8,363
IV Expenses:						
Cost of materials consumed	866	596	930	1,462	1,719	3,406
Changes in inventories of finished goods and work-in-progress	36	124	(195)	160	(391)	(308)
Employee benefits expense	780	369	548	1,149	1,090	2,221
Finance costs	68	60	86	128	175	334
Depreciation and amortisation expenses	68	65	64	133	129	260
Other expenses	618	418	610	1,036	1,108	2,412
Total expenses (IV)	2,436	1,632	2,043	4,068	3,830	8,325
V Profit/(loss) before tax (III - IV)	81	122	63	203	(123)	38
VI Tax expense:						
- Current tax	14	8	-	22	-	(11)
- Deferred tax	16	23	25	39	(20)	15
Total tax expense/(income)	30	31	25	61	(20)	4
VII Profit/(loss) for the period (V - VI)	51	91	38	142	(103)	34
VIII Other comprehensive income						
(i) Items that will not be reclassified to profit or loss	-	-	-	-	-	41
(ii) Income tax relating to these items that will not be reclassified to profit or loss	-	-	-	-	-	(11)
IX Total comprehensive income for the period {comprising profit/(loss) and other comprehensive income for the period} (VII+ VIII)	51	91	38	142	(103)	64
X Paid-up equity share capital (face value per share ₹ 10)	381	381	381	381	381	381
XI Other equity						1,519
XII Earnings/(loss) per share (of ₹ 10 each)	(not annualized)	(not annualized)	(not annualized)	(not annualized)	(not annualized)	(annualized)
(a) Basic (Rs.)	1.34	2.39	0.99	3.73	(2.70)	0.90
(b) Diluted (Rs.)	1.34	2.39	0.99	3.73	(2.70)	0.90

Notes:

- The unaudited 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 04 November 2020. The statutory auditors have carried out a limited review of unaudited financial results of the Company for the quarter and six months ended 30 September 2020, in accordance with Regulation 33, of the Securities and Exchange Board of India (Listing and other Disclosure Requirements) Regulation, 2015 and have issued an unmodified review report.
- The above results have been prepared in accordance with the recognition and measurement principles of applicable Indian Accounting Standards ("Ind AS") as notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended), specified under section 133 of the Companies Act, 2013.
- 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 results.
- As notified vide disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 dated 19 March 2019, the Company's promoters have entered into a family agreement dated 14 March 2019, which would result in inter-se transfer of equity shares of the Company by and among member of the Promoter Group over next two years (collectively, the "Proposed Family Re-arrangement").
- In continuance of the above family arrangement, Mr. Ravindra Agarwal, Mr. Surendra Kumar Agarwal and Mr. Kailash Kumar Agarwal have executed another re-arrangement agreement dated 12 February 2020, which would result in an inter-se transfer of all equity shares of Mr. Ravindra Agarwal & family and Mr. Surendra Kumar Agarwal & family to Mr. Kailash Kumar Agarwal. The proposed family re-arrangement would also entail an indirect acquisition of shares of the Company held by certain entities, namely, Jainish Products Limited, Sailesh Textile Manufacturing Company Limited, Achhar Investments Limited and Sacred Trading & Investment Co. Limited, all of which belong to the Promoter Group (collectively, the and "Promoter group Companies"), by the same persons belonging to the promoter group.
- The figures for the corresponding previous period/year have been regrouped/reclassified/recasted, wherever necessary, to make them comparable.


 Raghav Kumar Agarwal
 Executive Director, CEO & CFO
 DIN: 02836610
 Place : New Delhi
 Date : 4 November 2020



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7. Unaudited statement of assets and liabilities as at 30 September 2020

(₹ in lacs)

Particulars	As at	As at
	30 September 2020 (Unaudited)	31 March 2020 (Audited)
I ASSETS		
Non-current assets		
(a) Property, plant and equipment	2,022	2,001
(b) Right-of-use assets	130	154
(c) Other intangible assets	74	83
(d) Financial assets		
(i) Loans	142	142
(e) Deferred tax assets (net)	-	34
(f) Non current tax assets (net)	10	51
(g) Other non-current assets	23	23
	2,401	2,488
Current assets		
(a) Inventories	2,121	2,137
(b) Financial assets		
(i) Trade receivables	994	608
(ii) Cash and cash equivalents	41	11
(iii) Bank balance other than (ii) above	136	131
(iv) Other financial assets	184	186
(c) Other current assets	737	523
	4,213	3,596
Total assets	6,614	6,084
II EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	381	381
(b) Other equity	1,649	1,519
	2,030	1,900
LIABILITIES		
Non current liabilities		
(a) Financial liabilities		
(i) Borrowings	292	31
(ii) Lease liability	78	104
(b) Deferred tax liabilities (net)	10	-
(c) Provisions	306	242
	686	377
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	1,014	1,322
(ii) Trade payables		
i) total outstanding dues of micro enterprises and small enterprises	88	71
ii) total outstanding dues of creditor other than micro enterprises and small enterprises	1,398	1,570
(iii) Lease liability	50	48
(iv) Other financial liabilities	497	279
(b) Other current liabilities	650	330
(c) Provisions	179	184
(d) Current tax liabilities (net)	22	3
	3,898	3,807
Total equity and liabilities	6,614	6,084




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8. Unaudited statement of cash flow for the six months ended 30 September 2020.

(₹ in lacs)

Particulars	Six months ended	Six months ended
	30 September 2020	30 September 2019
	(Unaudited)	(Unaudited)
A. Cash flows from operating activities		
Net profit/(loss) before tax	203	(123)
Adjustment for:		
Depreciation and amortisation expenses	133	129
Loss on sale of fixed assets	-	1
Unrealised foreign exchange fluctuation	(7)	(21)
Interest income	(12)	(31)
Interest expense	128	160
Interest and expenses for fair valuation of deposits	-*	-*
Operating profit before working capital changes	445	115
Movements in working capital :		
(Increase)/decrease in other non-current asset	(1)	1
Decrease in other financial assets	2	42
(Increase)/ decrease in trade receivables	(378)	135
(Increase) in other current assets	(220)	(35)
Decrease in inventories	16	115
(Decrease) in trade payables	(156)	(86)
Increase in other financial liabilities	87	194
Increase in other current liabilities	320	93
Increase in provisions	58	53
Cash generated from operations	174	627
Income tax refund/(paid)	38	(3)
Net cash flow generated from operating activities	212	624
B. Cash flows from investing activities		
Purchase of property, plant and equipment, including intangible assets, capital work in progress and capital advances	(120)	(16)
Proceeds from/(investment in) fixed deposits	-	(119)
Proceeds from sale of fixed assets	-	1
Interest received	8	5
Net cash flow (used in) investing activities	(112)	(129)
C. Cash flows from financing activities		
Proceeds from long-term borrowings	376	-
Repayment of long-term borrowings	(18)	(19)
Repayment of short-term borrowings(net)	(307)	(349)
Payment of principal portion of lease liability	(24)	(18)
Payment of interest portion of lease liability	(7)	(9)
Finance charges paid	(90)	(117)
Net cash flow used in financing activities	(70)	(512)
D. Net increase/(decrease) in cash and cash equivalents (A+B+C)	30	(17)
E. Cash and cash equivalents at the beginning of the period	11	23
F. Cash and cash equivalents at the end of the period (D+E)	41	6

G. Cash and cash equivalents comprises of:

i. Balances with scheduled banks - in current accounts	41	3
ii. Cash on hand	-*	3
	41	6

* rounded off to nil

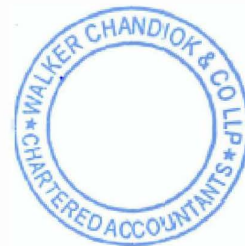
Note:

The above cash flow statement has been prepared under the 'indirect method' as set out in Ind AS 7, 'Statement of cash flows'.

For HP Cotton Textile Mills Limited



Raghav Kumar Agarwal
Executive Director, CEO & CFO
DIN: 02836610



Place : New Delhi
Date : 04 November 2020

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