



HISAR SPINNING MILLS LIMITED

REGD. OFF. & WORKS : 9th K.M. STONE, HISAR-BHIWANI ROAD, V.P.O. DABRA (HISAR)- 125005

TEL/FAX : 91-1662-260397. Mob. : 98120-22682

CIN : L17112HR1992 PLCO31621, E-mail : hsm12000@rediffmail.com

Dated: June 29, 2021

Dept. of Corporate Services
The Bombay Stock Exchange Limited
Registered Office: Floor 25,
P J Towers, Dalal Street,
Mumbai 400001

Sub: Compliance of Clause 33(3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter & year ended on March 31, 2021 – (SCRIP CODE 521068).

Dear Sir,

We are to inform that the Board of Directors of the Company at the meeting held on Tuesday, June 29, 2021, considered and approved the Audited Financial Results for the quarter and year ended on March 31, 2021. The said Audited Financial Results together with the Report of the Statutory Auditors', are attached hereto.

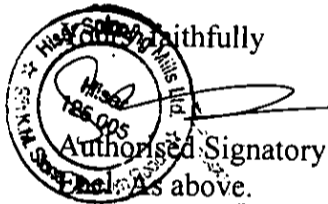
We confirm that the Auditor's Report is with unmodified opinion in respect of the Audited Financial Results of the Company for the year ended on March 31, 2021.

We inform that the meeting started at 15.30 Hrs. and concluded at 16.45 Hrs.

We hope you will find the same in order.

Thanking You,

Sincerely,
Yours faithfully


Authorised Signatory
As above.

CHD. OFF. : 707, INDUSTRIAL AREA, PHASE-I, CHANDIGARH. TEL / FAX : 91-172-2659754



ROMESH K. AGGARWAL & ASSOCIATES

CHARTERED ACCOUNTANTS

Head Office - G.T. ROAD, MILLER GANJ, LUDHIANA-141003

Delhi

Chandigarh

Ludhiana

Phones: 2532920, 2534289.

Independent Auditor's Review Report On the Quarterly and Year to Date Audited Financial 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,
Hisar Spinning Mills Limited

Report on the audit of the Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date financial results of Hisar Spinning Mills Limited ("the Company") for the quarter and year ended March 31, 2021 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and disclosure requirements) Regulations, 2015 as amended ("the Listing Regulations").

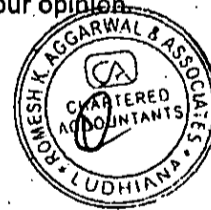
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid annual financial results:

i. are presented in accordance with the requirements of the Listing Regulations in this regard;
and

ii. give a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter ended March 31, 2021 and for the year ended March 31, 2021.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.



Management's Responsibilities for the Financial Results

The Statement has been prepared on the basis of the annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

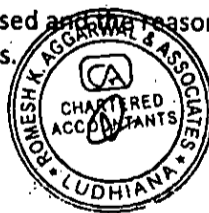
The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.



- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the Company of which we are the independent auditors to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of the Company of which we are the independent auditors.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

The annual financial results include the results for the quarter ended March 31, 2021 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For Romesh K Aggarwal & Associates

Chartered Accountants



Romesh K Aggarwal

Partner

M. No. 519347

Place - Chandigarh

Dated - June 29, 2021

UDIN - 21519347 AAAA O 7690

STATEMENT OF FINANCIAL RESULTS
FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2021

(₹ In lakhs, except per equity share data)						
Sr. No.	Particulars	3 Months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Year ended	Previous accounting year ended
		31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
		Audited	Unaudited	Audited	Audited	Audited
1	Revenue					
	Revenue from operations	984.00	855.68	741.04	2870.72	3141.49
	Other income	21.60	13.58	5.02	41.62	22.32
	Total income	985.60	869.26	746.06	2912.34	3163.81
2	Expenses					
	Cost of materials consumed	491.39	473.05	386.71	1630.83	1793.10
	Purchases of stock-in-trade	0.00	2.57	0.00	2.57	0.00
	Changes in inventories of finished goods and work-in-progress	68.09	30.71	31.35	-60.35	18.24
	Employee benefits expense	54.37	54.12	54.14	219.27	183.50
	Finance costs	1.45	1.82	6.93	8.49	22.03
	Depreciation expense	18.81	19.04	23.90	78.22	105.75
	Consumption of stores and spare parts	21.85	48.32	26.21	105.53	86.85
	Packing material consumed	10.64	8.98	7.44	33.48	32.54
	Power and fuel expenses	150.17	140.73	128.69	525.83	533.35
	Contract labour charges	11.56	12.38	3.41	31.56	14.38
	Freight and cartage outward	28.57	12.83	4.93	58.40	29.07
	Other expenses	21.72	18.20	20.27	73.57	67.64
	Total expenses	878.72	820.76	693.98	2707.38	2886.45
3	Profit before exceptional items and tax	106.88	48.51	52.08	204.96	277.36
	Exceptional items	0.00	0.00	0.00	0.00	0.00
4	Profit before tax	106.88	48.51	52.08	204.96	277.36
5	Tax expense:					
	- Current tax	16.39	6.79	15.79	33.66	74.63
	- Adjustment of tax relating to earlier years	0.07	0.00	-0.60	-5.14	1.70
	- Deferred tax	11.78	5.41	-0.91	29.23	2.98
	Total tax expense	28.24	12.20	14.28	57.75	79.31
6	Profit for the period (A)	78.64	36.31	37.80	147.21	198.05
	Other comprehensive income					
	Items that will not be reclassified to profit or loss					
	Remeasurements of the defined benefit plans	2.36	-4.58	-0.07	-2.50	0.92
	Income tax relating to items that will not be reclassified to profit or loss	-0.59	1.15	0.01	0.63	-0.26
7	Total Other Comprehensive Income (B)	1.77	-3.41	-0.06	-1.87	0.66
8	Total Comprehensive Income for the period (A+B)	80.41	32.90	37.74	145.34	198.71
9	Paid-up equity share capital (Face value of ₹ 10 Per share)	373.50	373.50	373.50	373.50	373.50
10	Other Equity	0.00	0.00	0.00	909.89	764.55
11	Earnings per equity share (₹) Basic and diluted (not annualised)	2.11	0.97	1.01	3.94	5.30

By Order of the Board of Directors
for Hisar Spinning Mills Limited

Place: Chandigarh
Dated: 28.08.2021



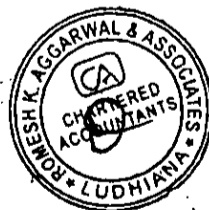
(Anurag Gupta)
Managing Director
DIN : 00192888

Contd....

HISAR SPINNING MILLS LIMITED
9TH KM. STONE, HISAR BHIWANI ROAD, V.P.O. DABRA, HISAR - 125005

STATEMENT OF ASSETS AND LIABILITIES

(₹ In lakhs)		
Particulars	As at	As at
	31.03.2021	31.03.2020
	Audited	Audited
(A) ASSETS		
(1) Non-Current Assets :		
(a) Property, plant and equipment	271.13	341.47
(b) Capital work-in-progress	0.00	0.00
(c) Financial assets:		
(i) Other financial assets	22.31	50.44
(d) Deferred tax assets (net)	95.89	125.12
(e) Other non-current assets	0.06	5.80
Sub-total - Non-Current Assets	389.39	522.83
(2) Current Assets :		
(a) Inventories	778.89	666.95
(b) Financial assets:		
(i) Trade receivables	301.73	223.25
(ii) Cash and cash equivalents	54.45	126.59
(iii) Bank balances other than (ii) above	145.01	208.07
(iv) Other financial assets	19.87	8.68
(c) Current tax assets (net)	8.31	7.88
(d) Other current assets	118.39	91.02
(e) Non-current assets classified as held for sale	0.00	0.30
Sub-total - Current Assets	1426.65	1332.74
TOTAL - ASSETS	1816.04	1855.57
(B) EQUITY AND LIABILITIES		
(1) Equity :		
(a) Equity Share capital	373.50	373.50
(b) Other Equity	909.89	764.55
Sub-total - Equity	1283.39	1138.05
Liabilities		
(2) Non-Current Liabilities :		
(a) Financial Liabilities		
(i) Borrowings	20.37	62.69
(ii) Other financial liabilities	3.81	26.45
(b) Other non-current liabilities	3.66	23.27
Sub-total - Non-Current Liabilities	27.84	112.41




Contd.....

Particulars	(₹ In lakhs)	
	As at 31.03.2021	As at 31.03.2020
	Audited	Audited
(3) Current Liabilities :		
(a) Financial Liabilities		
(i) Borrowings	103.58	91.11
(ii) Trade payables		
(A) total outstanding dues of micro enterprises and small enterprises; and	3.65	9.40
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	122.27	152.14
(iii) Other financial liabilities	160.59	224.64
(b) Other current liabilities	106.11	125.98
(c) Provisions	6.44	1.84
(d) Current tax liabilities (net)	2.17	0.00
Sub-total - Current Liabilities	504.81	605.11
Total - Liabilities	532.65	717.52
TOTAL - EQUITY AND LIABILITIES	1816.04	1855.57

By Order of the Board of Directors
for Hisar Spinning Mills Limited

Place: Chandigarh
Dated: 29.06.2021




(Anurag Gupta)
Managing Director
DIN : 00192888

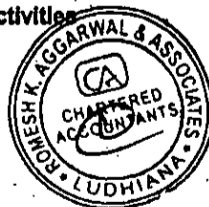
Contd.....

Hisar Spinning Mills Limited

Statement of Cash Flows for the year ended 31st March 2021

Particulars	₹ In lakhs	
	For the year ended 31.03.2021	For the year ended 31.03.2020
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	204.96	277.36
Adjustments for:		
Depreciation expense	78.22	105.75
Net loss/ (-) gain on disposal of property, plant and equipment	0.09	-2.81
Impairment loss on recognition on non-current assets at the lower of their carrying amount and fair value less costs to sell	-	3.36
Government grant relating to EPCG Scheme	-45.22	-20.95
Government grant relating to property, plant and equipment	-0.04	-0.04
Fair value loss/ (-) gain on financial instruments at FVTPL	-0.06	1.33
Net loss/ (-) gain on foreign currency transactions and translation	0.34	-0.75
Provision for interest written back	-29.39	-
Interest on shortfall in payment of advance income tax written back	-0.12	-
Deferred processing fees	0.06	0.06
Interest income	-9.10	-10.72
Finance costs	8.49	22.03
Operating profit before working capital changes	208.23	374.62
Changes in working capital:		
<u>Adjustments for decrease/ (-) increase in operating assets:-</u>		
Inventories	-111.94	46.77
Trade receivables	-78.82	16.06
Other financial assets (current)	-1.55	-0.30
Other financial assets (non-current)	0.00	0.00
Other assets (current)	-27.40	-28.38
Other assets (non-current)	5.71	-2.57
<u>Adjustments for increase/ (-) decrease in operating liabilities:-</u>		
Trade payables	-35.62	73.81
Other financial liabilities (current)	20.76	71.52
Other financial liabilities (non-current)	-22.64	-73.77
Other liabilities (current)	5.78	-23.92
Provisions (current)	2.10	-0.88
Cash generated from operations	-35.39	452.96
Income taxes paid (net of refund)	-26.05	-80.29
Net cash flows from/ (-) used in operating activities	-61.44	372.67
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment (including capital work-in-progress)	-7.88	-34.13
Proceeds from disposal of property, plant and equipment	0.21	4.58
<u>Bank balances not considered as cash and cash equivalents:</u>		
(-) Increase/ decrease in deposits with more than twelve months maturity (pledged with banks towards margin against bank guarantees)	18.82	0.68
(-) Increase/ decrease in deposits with original maturity more than twelve months but remaining maturity of less than twelve months (pledged with banks towards margin against bank guarantees)	-17.01	0.00
(-) Increase/ decrease in deposits with original maturity more than three months but remaining maturity of less than twelve months	80.07	-208.07
Interest received	8.82	7.94
Net cash flows from/ (-) used in investing activities	83.03	-229.00

Contd.....



Particulars	₹ in lakhs	
	For the year ended 31.03.2021	For the year ended 31.03.2020
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from borrowings (non-current)	0.00	0.00
Repayment of borrowings (non-current)	-97.25	-95.84
Proceeds from borrowings (current) (net)	12.47	0.00
Repayment of borrowings (current) (net)	0.00	-29.51
Finance costs paid (net of RTUFS subsidy and interest subvention for MSMEs)	-8.95	-21.22
Net cash flows from/ (-) used in financing activities	-93.73	-146.57
Net increase/ (-) decrease in cash and cash equivalents	-72.14	-2.90
Cash and cash equivalents at the beginning of the year	126.59	129.49
Cash and cash equivalents at the end of the year	54.45	126.59
<u>Components of cash and cash equivalents at the end of the year</u>		
Balances with Banks	50.27	125.30
- In current accounts	4.18	1.29
Cash on hand	54.45	126.59

Notes:

- The Statement of Cash Flows has been prepared in accordance with 'Indirect Method' as set out in Indian Accounting Standard (Ind AS) - 7 'Statement of Cash Flows', as notified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder.

Contd.....



2. Changes in liability arising from financing activities:

Particulars	₹ In lakhs	
	For the year ended 31.03.2021	For the year ended 31.03.2020
Opening balance of borrowings		
<u>Borrowings (non-current)</u>		
- Term Loans (including current maturities)	154.06	246.10
- Other long-term borrowings (including current maturities)	4.77	7.99
Borrowings (current)	91.11	120.62
Cash Flows		
<u>Proceeds from borrowings (non-current)</u>		
- Term Loans	0.00	0.00
- Other long-term borrowings	0.00	0.00
<u>Repayment of borrowings (non-current)</u>		
- Term Loans	93.73	92.62
- Other long-term borrowings	3.52	3.22
Increase/ (-) decrease in borrowings (current)	12.47	-29.51
Effective rate of interest adjustment	0.38	0.58
Closing balance of borrowings		
<u>Borrowings (non-current)</u>		
- Term Loans (including current maturities)	60.71	154.06
- Other long-term borrowings (including current maturities)	1.25	4.77
Borrowings (current)	103.58	91.11

By Order of the Board of Directors
for Hisar Spinning Mills Limited

Place: Chandigarh
Dated: 29.06.2021



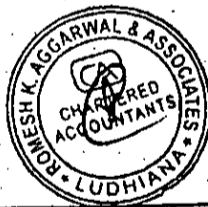
Anil Gupta
(Anil Gupta)
Managing Director
DIN : 00192888

Contd....


Notes:

1. The Financial results has been prepared in accordance with the Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder.
2. The above results were reviewed by the Audit Committee and thereafter were approved by the Board of Directors at their respective meeting held on 29th June, 2021.
3. The figures for the quarter ended 31st March are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto 31st December.
4. Previous reporting period figures in the financial results, including the notes thereto, have been reclassified wherever required to confirm to the current reporting period presentation/ classification.
5. No separate segment reporting is required because Company has not more than one business segment as per Ind AS - 108 "Segment Reporting".
6. The Company has decided to adopt the option permitted under Section 115BAA of the Income-tax Act, 1961 with effect from the year ended 31st March, 2020 relevant to the assessment year 2020-21. Accordingly, the Company has written back the excess provision of Income Tax amounting to ` 5.21 lakhs during the current financial year out of provision for income Tax of ` 74.63 lakhs made during the year ended 31st March, 2020, which was made on the basis of normal income tax rates prescribed for corporate assesseees, other than those which have opted for payment of tax in certain special cases such as under Section 115BAA of the Income-tax Act, 1961. Accordingly, the Company has also recognised provision for taxation and re-measured its deferred tax assets/ liabilities on the basis of rate prescribed in the said section and the impact of tax expense of current year and re-measurement of deferred tax assets/ liabilities is recognised in these financial statements. Therefore, tax expense are not comparable for all the periods presented in the above results.
7. On account of COVID-19 pandemic, the Government of India had imposed a complete nation-wide lockdown on 24th March, 2020 leading to temporarily shut down of Company's manufacturing facilities and operations for some period during first quarter. Since then the Government of India progressively relaxed lockdown conditions and has allowed industry to resume its operations. Hence results of year ended 31st March, 2021 are not comparable with corresponding year ended 31st March, 2020. The Company has made assessment of its liquidity position for the current year and the recoverability and carrying value of its assets comprising property, plant and equipment, inventories and trade receivables. The Company has considered internal and external sources of information for making said assessment. On the basis of said assessment, the Company expects to recover the carrying amount of these assets and no material adjustments is required in the financial results. Given the uncertainties associated with nature, condition and duration of COVID-19, the Company will closely monitor any material changes arising out of the future economic conditions and its impact on the business of the Company.
8. The Code on Social Security 2020 has been notified in the Official Gazette on 29th September, 2020. The effective date from which the changes are applicable is yet to be notified and the rules are yet to be framed. Impact if any, of the change will be assessed and accounted in the period in which said Code becomes effective and the rules framed thereunder are published.

Place: Chandigarh
Dated: 29.06.2021



By Order of the Board of Directors
for Hisar Spinning Mills Limited


(Anurag Gupta)
Managing Director
DIN : 00192888