



September 12, 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 September 12, 2020

Dear Sir,

We wish to inform you that the Board of Director's in their Meeting held today i.e. September 12, 2020 has inter alia, considered and approved the Un-Audited Financial Results along with the Limited Review Report for the quarter ended June 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 ended June 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 03:00 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)

Corporate Office:

F-0, The Mira Corporate Suites,
1 & 2, Old Ishwar Nagar, Mathura Road,
New Delhi - 110065, India
www.hpthreads.com

T: +91 11 26927387, 49073415
+91 11 41540471 / 72 / 73
F: +91 11 49073410
E: info@hpthreads.com

Regd. Office & Works:

15 K.M. Stone, Delhi Road,
V.R.O. Mayar, Hisar - 125 044,
Haryana, India

CIN NO. L18101HR1981PLC012274



Walker Chandiook & Co LLP

Walker Chandiook & Co LLP
L 41, Connaught Circus,
Outer Circle,
New Delhi – 110 001
India
T +91 11 45002219
F +91 11 42787071

Independent Auditor's Review Report on Unaudited Quarterly 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 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 June 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 accounting 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. 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.



Walker Chandiook & Co LLP

Independent Auditor's Review Report on unaudited Quarterly Financial 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 accounting 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



Digitally signed
by Rohit Arora
Date:
2020.09.12
14:28:31
+05:30

Rohit
Partner

Membership No. 504774

UDIN: 20504774AAAAKT3599



Place: New Delhi

Date: 12 September 2020


Statement of unaudited financial results for the quarter ended 30 June 2020

Particulars	Three months ended 30 June 2020	Three months ended 31 March 2020 (Refer note 4)	Corresponding three months ended 30 June 2019	Year ended 31 March 2020
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Income:				
I. Revenue from operations	1,739	2,426	1,560	8,175
II. Other income	15	72	41	188
III Total income (I + II)	1,754	2,498	1,601	8,363
IV Expenses:				
Cost of materials consumed	596	828	789	3,406
Changes in inventories of finished goods and work-in-progress	124	244	(196)	(308)
Employee benefits expense	369	547	542	2,221
Finance costs	60	72	89	334
Depreciation and amortisation expenses	65	65	65	260
Other expenses	418	621	498	2,412
Total expenses (IV)	1,632	2,377	1,787	8,325
V Profit before tax (III - IV)	122	121	(186)	38
VI Tax expense:				
- Current tax	8	8	-	(11)
- Deferred tax	23	24	(45)	15
Total tax expense/(income)	31	32	(45)	4
VII Profit/(loss) for the period (V - VI)	91	89	(141)	34
VIII Other comprehensive income				
(i) Items that will not be reclassified to profit or loss	-	41	-	41
(ii) Income tax relating to these items that will not be reclassified to profit or loss	-	(11)	-	(11)
IX Total comprehensive income for the period {comprising profit/(loss) and other comprehensive income for the period} (VII+ VIII)	91	119	(141)	64
X Paid-up equity share capital (face value per share Rs. 10)	381	381	381	381
XI Other equity				1,519
XII Earnings/(loss) per share (of Rs. 10 each)	(not annualized)	(not annualized)	(not annualized)	(annualized)
(a) Basic (Rs.)	2.39	2.34	(3.70)	0.90
(b) Diluted (Rs.)	2.39	2.34	(3.70)	0.90

Notes:

- The 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 12 September 2020. The statutory auditors have carried out a limited review of unaudited financial results of the Company for the quarter ended 30 June 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.
 - Figures for the quarter ended 31 March 2020 represents the balancing figures between audited figures for the full financial year ended 31 March 2020 and published year to date figures upto the third quarter of the year ended 31 March 2020.
 - 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.
 - World Health Organisation (WHO) declared outbreak of Coronavirus Disease (Covid-19) a global pandemic on 11 March 2020. Consequent to this, Government of India declared lockdown on 23 March 2020 and the Company temporarily suspended the operations in the factory in compliance with the lockdown instructions. Covid-19 had impacted the business operations of the Company, only during the tenure of the lockdown period from 23 March 2020 to 24 April 2020, subsequent to which the company was able to restore its normal production capacity to its pre-covid production levels during the month of June 2020.
- The Company has made detailed assessment of its liquidity position to continue operations for the current year and recoverability and carrying value of its assets comprising property, plant and equipment, inventory and trade receivables. Based on the current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The Company will continue to closely monitor any material changes arising of future economic conditions and impact on its business.
- The figures for the corresponding previous period/year have been regrouped/reclassified/recasted, wherever necessary, to make them comparable.

For HP Cotton Textile Mills Limited


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



**SIGNED FOR
 IDENTIFICATION
 PURPOSES ONLY**

Place : New Delhi
 Date : 12 September 2020