

**Independent Auditor's Report on the Quarterly and Year to Date 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 Hardcastle & Waud Manufacturing Co. Ltd**

**Report on the audit of the Financial Statements**

**Opinion**

We have audited the accompanying statement of Financial Results of Hardcastle & Waud Manufacturing Co. Ltd ("the Company"), for the quarter and year ended March 31, 2021 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing regulations").

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

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the total comprehensive loss (comprising profit and other comprehensive loss for the year) and other financial information for the quarter and 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 (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 results 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 ICAI's Code of Ethics.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### **Emphasis of Matter**

We draw attention to Note 4 of the financial results which describes the possible effect of uncertainties relating to COVID-19 pandemic on the Company's financial performance as assessed by the management.

Our opinion is not modified in this matter.

#### **Other Matters**

Due to COVID-19 pandemic and the lockdown and other restrictions imposed by the Government and local administration, the audit processes were carried out based on the remote access to the extent available/feasible and necessary records made available by the management through digital medium.

The statement includes the results for the quarter ended March 31, 2021 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2021 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, as required under the Listing Regulations.

Our opinion is not modified in these matters.

#### **Management's and Board of Directors' Responsibilities for the Financial Results**

These quarterly financial results as well as the year to date Financial Results have been prepared on the basis of the audited financial statements. The quarterly financial results are the balancing figures 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.

The Company's Management and Board of Directors are responsible for the preparation and presentation of the financial results that give a true and fair view of the net profit and other comprehensive loss and other financial information in accordance with the recognition and measurement principles laid down in Indian 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 the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements 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 Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Financial Results, the Management and 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 Financial Results as a whole are 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 these Financial Results.

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

- i. Identify and assess the risks of material misstatement of the Financial Results, 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.
- ii. Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of such controls.
- iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Management and the Board of Directors.
- iv. Conclude on the appropriateness of the Management and 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.

- v. Evaluate the overall presentation, structure and content of the Financial Results, including the disclosures, and whether the Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.

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.

**For GMJ & Co.**  
**Chartered Accountants**  
**FRN: 103429W**



**CA Atul Jain**  
**Partner**

**Membership No. 037097**  
**UDIN: 21037097AAAADH2928**



**Place: Mumbai**  
**Date: 16<sup>th</sup> June, 2021**



**HARDCASTLE & WAUD MFG CO. LTD**  
 Regd. Off : Mall Office, II Floor, Metro Junction Mall of West Pioneer Properties (India) Private Ltd,  
 Netivali Baug, Kalyan 421306  
 Tel. No. 022 22837658 Fax No. 022 22873176  
 CIN : L99999MH1945PLC004581 - Website : www.hawcoindia.in

**Statement of Financial Results for the Quarter/Year Ended 31.03.2021**

Sr. No	Particulars	(₹ in Lakhs)				
		Quarter Ended			Year Ended	
		31.03.2021 Audited	31.12.2020 Unaudited	31.03.2020 Audited	31.03.2021 Audited	31.03.2020 Audited
<b>I</b>	Revenue from Operations	111.10	79.00	146.50	319.08	352.00
<b>II</b>	Other Income	1.31	4.88	3.42	13.66	16.51
<b>III</b>	<b>Total Income (I+II)</b>	<b>112.41</b>	<b>83.88</b>	<b>149.92</b>	<b>332.74</b>	<b>368.51</b>
<b>IV</b>	<b>Expenses</b>					
	Purchases of Stock-in-Trade	39.36	16.06	37.63	71.42	94.77
	Changes in Inventories of Stock-in-Trade	-	9.98	(23.55)	26.41	(23.47)
	Employee Benefits Expenses	18.93	20.31	19.26	70.18	60.78
	Finance Costs	-	-	0.01	0.06	0.05
	Depreciation and Amortisation Expenses	13.22	13.31	10.60	47.41	40.45
	Other Expenses	24.52	13.09	21.28	60.94	72.28
	<b>Total Expenses</b>	<b>96.03</b>	<b>72.75</b>	<b>65.23</b>	<b>276.42</b>	<b>244.86</b>
<b>V</b>	<b>Profit before exceptional items and tax (III-IV)</b>	<b>16.38</b>	<b>11.13</b>	<b>84.69</b>	<b>56.32</b>	<b>123.65</b>
<b>VI</b>	Exceptional Items	-	-	-	-	-
<b>VII</b>	<b>Profit before extraordinary items and tax (V - VI)</b>	<b>16.38</b>	<b>11.13</b>	<b>84.69</b>	<b>56.32</b>	<b>123.65</b>
<b>VIII</b>	Extraordinary Items	-	-	-	-	-
<b>IX</b>	<b>Profit before tax (VII- VIII)</b>	<b>16.38</b>	<b>11.13</b>	<b>84.69</b>	<b>56.32</b>	<b>123.65</b>
<b>X</b>	<b>Tax Expense</b>					
	Current Tax	4.55	3.26	12.96	11.56	15.13
	Deferred Tax	(3.71)	2.03	8.22	43.85	21.73
	Provision for Earlier Years	(0.01)	-	(3.33)	(0.01)	(3.33)
<b>XI</b>	<b>Profit for the period/year (IX-X)</b>	<b>15.55</b>	<b>5.84</b>	<b>66.84</b>	<b>0.92</b>	<b>90.12</b>
<b>XII</b>	<b>Other Comprehensive Income</b>					
	A (i) Items that will not be reclassified to Profit or (Loss)	(49.41)	0.48	(356.56)	(45.34)	(354.18)
	(ii) Income tax relating to items that will not be reclassified to Profit or (Loss)	10.27	(0.05)	92.08	25.29	93.04
	B (i) Items that will be reclassified to Profit or (Loss)	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to Profit or (Loss)	-	-	-	-	-
	<b>Total of Other Comprehensive Income / (Loss) , net of tax</b>	<b>(39.14)</b>	<b>0.43</b>	<b>(264.48)</b>	<b>(20.05)</b>	<b>(261.14)</b>
<b>XIII</b>	<b>Total Comprehensive Income (XI+XII) (Comprising Profit/(Loss) and other Comprehensive Income/(Loss) for the period/year)</b>	<b>(23.59)</b>	<b>6.27</b>	<b>(197.64)</b>	<b>(19.13)</b>	<b>(171.02)</b>
<b>XIV</b>	<b>Paid-up equity share capital - (Face Value of Rs. 10/- each)</b>	<b>67.95</b>	<b>67.95</b>	<b>67.95</b>	<b>67.95</b>	<b>67.95</b>
<b>XV</b>	Earnings per share of Rs 10/- each, (Not annualised) :					
	a) Basic (in ₹)	2.29	0.86	9.84	0.14	13.26
	b) Diluted (in ₹)	2.29	0.86	9.84	0.14	13.26
<b>XVI</b>	Reserve excluding revaluation reserves as per balancesheet of previous accounting year					





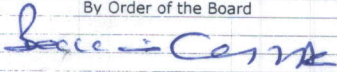
SEGMENT-WISE REVENUE, RESULTS, ASSETS & LIABILITIES:						(₹ in Lakhs)
Sr. No	Particulars	Quarter ended			Year Ended	
		31.03.2021 Audited	31.12.2020 Unaudited	31.03.2020 Audited	31.03.2021 Audited	31.03.2020 Audited
<b>I</b>	<b>Segment Revenue</b>					
	a) Trading	62.83	39.65	23.80	154.78	115.03
	b) Investments	6.74	1.75	5.33	10.36	12.14
	c) Leasing	41.53	37.60	117.37	153.94	224.83
	<b>Total</b>	<b>111.10</b>	<b>79.00</b>	<b>146.50</b>	<b>319.08</b>	<b>352.00</b>
<b>II</b>	<b>Segment Results - Profit before tax and interest</b>					
	a) Trading	22.82	12.82	9.69	55.16	42.76
	b) Investments	6.73	1.75	5.34	10.35	12.14
	c) Leasing	25.95	21.13	108.93	94.99	182.27
	<b>Total</b>	<b>55.50</b>	<b>35.70</b>	<b>123.96</b>	<b>160.50</b>	<b>237.17</b>
	less : Interest	-	-	(0.01)	(0.06)	(0.05)
	Less : Extra-Ordinary Items	-	-	-	-	-
	Add : All other un-allocable (expenditure)/income	(39.12)	(24.57)	(39.26)	(104.12)	(113.47)
	<b>Total Profit Before Tax</b>	<b>16.38</b>	<b>11.13</b>	<b>84.69</b>	<b>56.32</b>	<b>123.65</b>
<b>III</b>	<b>Segment Assets</b>					
	a) Trading	75.52	48.58	64.09	75.52	64.09
	b) Investments	1,604.14	1,587.43	1,605.31	1,604.14	1,605.31
	c) Leasing	1,945.75	1,917.24	1,947.96	1,945.75	1,947.96
	<b>Total</b>	<b>3,625.41</b>	<b>3,553.25</b>	<b>3,617.36</b>	<b>3,625.41</b>	<b>3,617.36</b>
	Add:Unallocated Corporate Assets	120.81	228.42	147.49	120.81	147.49
	<b>Total</b>	<b>3,746.22</b>	<b>3,781.67</b>	<b>3,764.85</b>	<b>3,746.22</b>	<b>3,764.85</b>
<b>IV</b>	<b>Segment Liabilities</b>					
	a) Trading	-	18.25	1.17	-	1.17
	b) Investments	-	-	-	-	-
	c) Leasing	233.14	221.68	224.17	233.14	224.17
	<b>Total</b>	<b>233.14</b>	<b>239.93</b>	<b>225.34</b>	<b>233.14</b>	<b>225.34</b>
	Add:Unallocated Corporate Liabilities	22.55	27.61	29.84	22.55	29.84
	<b>Total</b>	<b>255.69</b>	<b>267.54</b>	<b>255.18</b>	<b>255.69</b>	<b>255.18</b>
	Add:Net Worth	3,490.53	3,514.13	3,509.67	3,490.53	3,509.67
	<b>Total</b>	<b>3,746.22</b>	<b>3,781.67</b>	<b>3,764.85</b>	<b>3,746.22</b>	<b>3,764.85</b>

**Statement of Assets & Liabilities**

			(₹ in Lakhs)	
			As at 31-03-2021 Unaudited	As at 31-03-2020 Unaudited
<b>ASSETS</b>				
<b>I</b>	<b>Non-current assets</b>			
	Property, Plant and Equipment		420.91	360.41
	Capital work-in Progress		24.05	26.76
	Investment Properties		1,509.96	751.68
	<b>Financial Assets</b>			
	Investments		1,292.79	1,483.03
	Deferred tax assets (net)		67.73	92.59
	Other non-current assets		27.79	817.87
			<b>3,343.23</b>	<b>3,532.34</b>
<b>II</b>	<b>Current Assets</b>			
	Inventories		-	26.41
	<b>Financial Assets</b>			
	Investments		11.34	122.28
	Trade receivables		63.53	26.08
	Cash and cash equivalents		9.38	4.60
	Bank balances other than above		7.50	7.50
	Other Current Assets		311.24	45.64
			<b>402.99</b>	<b>232.51</b>
	<b>TOTAL ASSETS</b>		<b>3,746.22</b>	<b>3,764.85</b>
<b>EQUITY AND LIABILITIES</b>				
<b>EQUITY</b>				
	Equity Share Capital		67.95	67.95
	Other Equity		3,422.58	3,441.72
			<b>3,490.53</b>	<b>3,509.67</b>
<b>LIABILITIES</b>				
<b>I</b>	<b>Non-current liabilities</b>			
<b>II</b>	<b>Current liabilities</b>			
	<b>Financial Liabilities</b>			
	Borrowings		-	5.01
	Trade Payables due to			
	(i) Micro & Small Enterprise		-	6.35
	(ii) Other than Micro & Small Enterprise		12.55	1.17
	Other financial liabilities		230.14	229.25
	Provisions		13.00	13.40
	Current Tax Liabilities ( Net )		-	-
			<b>255.69</b>	<b>255.18</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>		<b>3,746.22</b>	<b>3,764.85</b>





Statement of Cash Flow		
Particulars	(₹ in Lakhs)	
	Year Ended 31.03.2021	Year Ended 31.03.2020
<b>Cash flow from Operating Activities</b>		
<b>Profit before Tax</b>		
<b>Adjustments for Non-Cash and Non-Operating Items</b>	<b>56.31</b>	<b>123.65</b>
Provision for Leave Encashment	0.15	0.60
Provision for Gratuity	1.37	2.80
Net gain on fair valuation of investments	(0.06)	(7.31)
Net gain on sale of investments	(4.56)	(4.81)
(Profit)/Loss on Sale of Property, Plant and Equipments (net)	0.06	(81.39)
Depreciation & Amortisation	47.41	40.45
Dividend income	(0.28)	(0.02)
Interest Income	(7.00)	(2.51)
<b>Operating Profit/(Loss) before Working Capital Changes</b>	<b>93.40</b>	<b>71.46</b>
Increase in Trade Payables	5.02	4.35
Increase/(Decrease) in Other Current Liabilities	0.89	(3.53)
(Increase) in Other non-current assets	8.60	(2.68)
(Increase) in Trade Receivables	(37.44)	10.16
(Increase) in Inventories	26.41	(23.47)
(Increase)/Decrease in Other current assets	34.40	(42.80)
<b>Cash generated from Operations</b>	<b>131.28</b>	<b>13.49</b>
Direct Taxes Paid (Net)	(1.87)	2.38
<b>Net Cash Flow from Operating Activities - (A)</b>	<b>129.41</b>	<b>15.87</b>
<b>Cash Flows from Investing Activities</b>		
Purchase of Property, Plant and Equipments	(85.45)	(60.34)
Fixed Deposits with Banks	(300.00)	(7.50)
(Purchase)/Sale of Investments (net)	258.54	41.64
Dividend Received	0.28	0.02
Interest Received	7.00	0.97
<b>Net cash used in Investing Activities - (B)</b>	<b>(119.63)</b>	<b>(25.21)</b>
<b>Cash Flow from Financing Activities</b>		
(Repayment)/Received - Current Borrowing (Net)	(5.01)	(20.00)
<b>Net Cash (used in)/generated from Financing Activities (C)</b>	<b>(5.01)</b>	<b>(20.00)</b>
<b>(Decrease)/Increase in Cash and Cash Equivalents (A+B+C)</b>	<b>4.78</b>	<b>(29.34)</b>
Cash and Cash Equivalents at Beginning of the year	4.60	33.94
<b>Cash and Cash Equivalents at End of the year</b>	<b>9.38</b>	<b>4.60</b>
<b>Components of Cash and Cash Equivalents</b>		
Cash on Hand		
Balances with Scheduled Banks - In Current Accounts	0.64	0.73
Cheques on Hand	6.43	2.54
<b>Cash and cash equivalents in cash flow statement</b>	<b>9.38</b>	<b>4.60</b>
<b>NOTES :</b>		
1) The above results have been reviewed by the Audit Committee and by the Board of Directors at their respective meeting held on 16th June, 2021.		
2) Financial Results is also available on the website www.bseindia.com and on the Company's website www.hawcoindia.in.		
3) Figures of the previous period have been regrouped/rearranged wherever necessary/practicable to conform to the current presentation.		
4) The Company has made investment in an entity engaged in Operating Commercial mall and construction & development of Real Estate Projects. Due to impact of Covid-19 on this sector, there is impact on the value of such Investment made by the Company. The Company has assessed fair value of the Investments and the impact has been accounted for by the Company. However, this has no impact on the cash flows of the Company.		
5) The figures of the last quarter are the balancing figures between the audited figures for the full year and unaudited published year to date figures upto the third quarter of the financial year.		
By Order of the Board		
		
Banwari Lal Jatia Managing Director		
Date : 16th June,2021		
Place: Mumbai		





# HARDCASTLE & WAUD MANUFACTURING COMPANY LIMITED

Regd. Off.: Mall Office, 2nd Floor, Metro Junction Mall of West Pioneer Properties (I) Pvt Ltd, Netivali,  
Kalyan (E), Thane – 421306

Tel. No.: 022-22837658 Fax: 022-22873176

CIN No.: L99999MH1945PLC004581

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16.06.2021

To,

BSE Ltd  
Phiroz Jeejeebhoy Towers  
Dalal Street  
Mumbai 400 001

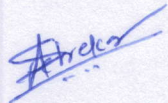
Dear Sirs,

**Sub: Declaration with respect to Audit Report with unmodified opinion on the Audited Financial Results of the Company for the quarter and year ended 31<sup>st</sup> March, 2021**

Pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, it is hereby declared that the Statutory Auditors of the Company have issued an Audit Report with unmodified opinion on the Audited Financial Results of the Company for the quarter and year ended 31<sup>st</sup> March, 2021.

Thanking you,

Yours faithfully,  
For **Hardcastle & Waud Manufacturing Company Limited**



**Smita Achrekar**  
Company Secretary & Compliance Officer