

Auditor's report on Financial Results of Hardcastle and Waud Manufacturing Company Limited pursuant to the regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015

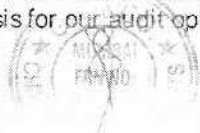
To the Board of Directors
Hardcastle and Waud Manufacturing Company Limited

We have audited the accompanying statement of financial results (the statement) of Hardcastle and Waud Manufacturing Company Limited ("the Company") for the quarter and year ended March 31, 2018, attached herewith, being submitted by the company's management pursuant to the requirement of Regulations 33 of the SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015, read with SEBI Circular No, CIR/CFD/FAC/62/2016 dated July 5, 2016. The quarterly financial results are derived figures between the audited figures in respect of the year ended March 31, 2018 and the published year-to-date figures up to December 31, 2017, being the date of the end of the third quarter of the current financial year, which were subject to limited review.

The financial results for the quarter and year ended March 31, 2018 have been prepared on the basis of the financial results for the nine month period ended December 31, 2017, the audited annual Ind AS financial statements as at and for the year ended March 31, 2018, and relevant requirement of Regulations 33 of the SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015, read with SEBI Circular No, CIR/CFD/FAC/62/2016 dated July 5, 2016, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company.

Our responsibility is to express an opinion on these financial results based on our review of the financial results for the nine-month period ended December 31, 2017 which was prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) specified under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India; our audit of the financial statements as at and for the year ended March 31, 2018; and the relevant requirements of the SEBI Regulations.


We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our audit opinion.



Based on our audit conducted, in our opinion and to the best of our information and according to the explanations given to us, these quarterly standalone financial results as well as the year to date results:

- (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and
- (ii) give a true and fair view of the net loss (financial performance including other comprehensive income) and other financial information of the company for the quarter ended March 31, 2018 and net loss (financial performance including other comprehensive income) and other financial information of the company for the year ended March 31, 2018.

For GMJ & Co.
Chartered Accountants
Firm Registration No: 103429W


CA S. Maheshwari
Partner
Membership No.: 38755
Place: Mumbai
Date: May 29, 2018



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 and Year Ended 31.03.2018

Sr.No	Particulars	(Rs. in Lakhs)				
		Quarter ended			Year Ended	
		31.03.2018 Audited	31.12.2017 Unaudited	31.03.2017 Audited	31.03.2018 Audited	31.03.2017 Audited
I	Revenue from Operations	9.42	11.82	129.19	315.60	821.66
II	Other Income	3.49	3.02	3.12	12.70	15.81
III	Total Income (I+II)	12.92	14.84	132.31	328.30	837.47
IV	Expenses					
	Purchases of Stock-in-Trade	37.69	27.47	41.09	138.77	155.23
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1.24)	5.26	1.97	(1.24)	0.00
	Employee benefits expenses	15.12	12.16	12.61	51.63	45.59
	Finance costs	0.00	-	0.00	0.00	0.02
	Depreciation and amortisation expenses	9.91	9.42	8.94	39.33	35.82
	Other expenses	13.63	14.49	23.62	75.33	97.08
	Total Expenses	75.12	68.80	88.24	303.82	333.75
V	Profit/(Loss) before exceptional items and tax (III-IV)	(62.20)	(53.97)	44.07	24.48	503.72
VI	Exceptional Items	0.00	-	0.00	0.00	
VII	Profit / (Loss) before Tax (V-VI)	(62.20)	(53.97)	44.07	24.48	503.72
VIII	Tax Expense					
	Current Tax	(11.13)	(12.71)	(4.75)	1.42	(4.75)
	Deferred Tax	77.48	8.52	(4.58)	31.40	104.88
	Provision for Earlier Years	(1.42)	-	5.25	0.00	0.00
IX	Profit for the period (VII-VIII)	(127.14)	(49.78)	48.16	(8.34)	403.59
X	Other Comprehensive Income					
	A (i) items that will not be reclassified to Profit or Loss	(7.03)	0.08	1.76	(6.70)	1.43
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.33	-	32.58	1.72	2.25
	B (i) items that will be reclassified to Profit or Loss	11.34	-	0.00	11.34	0.00
	(ii) Income tax relating to items that will be reclassified to profit or loss	(1.59)	-	0.00	(1.59)	0.00
	Total of Other Comprehensive Income , net of tax	3.06	0.08	34.34	4.78	3.68
XI	Total Comprehensive Income (VIII+X) (Comprising Profit (Loss) and other Comprehensive Income for the period)	(124.08)	(49.70)	82.50	(3.56)	407.28
XII	Paid-up equity share capital - (Face Value of Rs. 10/- each)	67.95	67.95	67.95	67.95	67.95
XIII	Earnings per share of Rs 10/- each, (Not annualised) :					
	a) Basic	(18.71)	(7.33)	7.09	(1.23)	59.40
	b) Diluted	(18.71)	(7.33)	7.09	(1.23)	59.40
XIV	Reserve excluding revaluation reserves as per balancesheet of previous accounting year					3,495.46



SEGMENT-WISE REVENUE, RESULTS, ASSETS & LIABILITIES:						(Rs. in Lakhs)
Sr.No	Particulars	Quarter ended			Year Ended	
		31.03.2018 Audited	31.12.2017 Unaudited	31.03.2017 Audited	31.03.2018 Audited	31.03.2017 Audited
1	Segment Revenue					
	a) Industrial Chemicals	44.63	40.17	51.72	167.68	185.66
	b) Investments	(66.38)	(59.52)	46.05	22.49	510.88
	c) Leasing	31.17	31.17	31.65	125.43	125.34
	Total	9.42	11.82	129.42	315.60	821.88
2	Segment Results - Profit / (Loss) before tax and interest					
	a) Industrial Chemicals	2.47	7.35	3.38	22.02	17.54
	b) Investments	(66.39)	(59.52)	46.05	22.48	510.88
	c) Leasing	22.75	21.74	3.87	83.37	86.73
	Total	(41.17)	(30.43)	53.30	127.87	615.15
	less : Interest	0.00	-	0.00	0.00	0.00
	Less : Extra-Ordinary Items	0.00	-	0.00	0.00	0.00
	All other un-allocable (expenditure)/income	(21.04)	(23.53)	(9.23)	(103.39)	(111.43)
	Total Profit / (Loss) Before Tax	(62.21)	(53.96)	44.07	24.48	503.72
3	Segment Assets					
	Industrial Chemicals	63.78	51.59	50.26	63.78	50.26
	Investments	2040.78	1995.57	1970.83	2040.78	1970.83
	Leasing	913.47	860.75	941.67	913.47	941.67
	Total	3018.03	2907.91	2962.76	3018.03	2962.76
	Add:Unallocated Corporate Assets	870.81	1064.26	835.71	870.81	835.71
	Total	3,888.84	3,972.17	3,798.47	3,888.84	3,798.47
4	Segment Liabilities					
	Industrial Chemicals	0.11	70.34	0.11	0.11	0.11
	Investments	0.00	0.00	0.00	0.00	0.00
	Leasing	222.82	229.96	234.95	222.82	234.95
	Total	222.93	300.30	235.06	222.93	235.06
	Add:Total Net Worth	3665.91	3671.87	3563.41	3665.91	3563.41
	Total	3,888.84	3,972.17	3,798.47	3,888.84	3,798.47



HARDCASTLE & WAUD MFG CO. LTD

Statement of Assets & Liabilities

(Rs. In Lakhs)

				31.03.2018 Audited	31.03.2017 Audited
ASSETS					
1	Non-current assets				
	Property, plant and equipment			268.24	267.78
	Capital work in progress			1.65	18.84
	Investment property			672.88	684.96
	Investments			2,007.89	1,970.83
	Deferred tax assets (net)			-	24.67
	Other non-current assets			835.48	747.56
				3,786.14	3,714.64
(2)	Current Assets				
	Inventories			1.24	-
	Investments			32.89	-
	Trade receivables			34.40	34.88
	Cash and cash equivalents			32.94	33.16
	Other current assets			26.93	28.66
				128.40	96.70
	TOTAL ASSETS			3,914.54	3,811.34
EQUITY AND LIABILITIES					
	EQUITY				
	Equity share capital			67.95	67.95
	Other Equity			3,599.69	3,495.46
				3,667.63	3,563.41
	LIABILITIES				
(1)	Non-current liabilities				
	Financial Liabilities				
	Deferred tax liabilities (Net)			4.64	-
				4.64	-
(2)	Current liabilities				
	Financial Liability				
	Trade payables			-	7.32
	Other financial liabilities			230.85	236.90
	Provisions			11.42	3.71
				242.27	247.93
	TOTAL EQUITY AND LIABILITIES			3,914.54	3,811.34

NOTES:

- The above audited results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on 29th May, 2018.
- Investors can visit the Company's website at www.hawcoindia.in for updated information.
- The above results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS), prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. With effect from April 1, 2017, the Company has first time adopted Ind AS with transition date of April 1, 2016.
- Figures of the last quarter are the balancing figures in respect of the full financial year and published year to date figure up to the third quarter of relevant financial year
- Figures of the previous period have been regrouped/rearranged wherever necessary/practicable to conform to the current presentation.



6) Reconciliation of net profit reported in accordance with India GAAP to Total Comprehensive Income in accordance with Ind AS is given below.

		(Rs. in Lakhs)	
		Quarter ended 31/03/2017	Year ended 31/03/2017
Sr.No	Particulars		
A)	Net Profit as per Indian GAAP	(0.12)	22.24
1	Depreciation and Amortization Expenses	(0.84)	(3.31)
2	Actuarial gain/ (loss) on defined benefit liability reclassified to OCI	(1.43)	(1.43)
3	Adjustment in Deferred Tax	5.20	(104.88)
4	Fair value changes on financial assets mandatorily measured at FVTPL	45.35	490.97
C)	Net Profit before Other Comprehensive Income as per Ind AS	48.16	403.59
1	Other Comprehensive Income (Net of Taxes)	34.33	3.68
D)	Total Comprehensive Income for the period	82.50	407.28

7) Reconciliation between Total Equity previously reported (referred to as "Previous GAAP) AND Ind AS in accordance with the requirements of Ind As 101 is presented as under

		(Rs. in Lakhs)	
		As at March 31,2017	As at March 31,2016
Particulars			
Total Equity as per Previous GAAP		3,596.85	3,574.60
Effect of fair valuation of equity investments through other comprehensive income		31.22	32.99
Effect of reclassification of preference share (income)		(167.39)	(659.07)
Depriciation of investment properties		(3.31)	-
Tax adjustment as per IND AS		106.04	400.50
Total Equity as per Ind AS		3563.41	3349.02

By Order of the Board

Banwari Lal Jatia

Banwari Lal Jatia
Managing Director

Date : 29th May 2018





Hardcastle & Waud Manufacturing Co. Ltd

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29th May, 2018

The Secretary
Bombay Stock Exchange 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 for the quarter and year ended 31st March, 2018

Pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, read with SEBI Circular No. CIR/CFD/CMD/56/2016 dated 27.5.2016, 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 31st March, 2018.

Thanking you,

Yours faithfully,
For **Hardcastle and Waud Mfg. Co. Ltd.**

O P Adukia
Director
(DIN: 00017001)