

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

**Review Report to,
The Board of Directors,
Hardcastle & Waud Mfg Co. Ltd**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **Hardcastle & Waud Mfg Co. Ltd** ("the company") for the quarter ended September 30, 2020 and year to date from April 1, 2020 to September 30, 2020 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the Listing Regulations").
2. This statement is the responsibility of the Company's Management and has been approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 'Interim Financial Reporting' prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results, prepared in accordance with applicable Indian Accounting Standards prescribed under section 133 of Companies Act 2013 read with rules issued thereunder and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms 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.



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.

For GMJ & Co

Chartered Accountants

Firm Registration No: 103429W



CA Atul Jain

Partner

M. No. 037097

UDIN: 20037097AAAADB2172



Place : Mumbai

Date :. November 09, 2020

Statement of Unaudited Financial Results for the Quarter/Half Year Ended 30.09.2020

Sr. No	Particulars	Quarter ended			Half Year Ended		(₹ in Lakhs)
		30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	Year Ended
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	31.03.2020 Audited
I	Revenue from Operations	75.95	53.03	56.15	128.98	114.63	352.00
II	Other Income	4.34	3.13	6.68	7.47	9.79	16.51
III	Total Income (I+II)	80.29	56.16	62.83	136.45	124.42	368.51
IV	Expenses						
	Purchases of Stock-in-Trade	16.00	-	1.99	16.00	23.03	94.77
	Changes in Inventories of Stock-in-Trade	6.08	10.35	5.58	16.43	2.94	(23.47)
	Employee Benefits Expenses	14.95	15.99	10.91	30.94	27.26	60.78
	Finance Costs	-	0.06	-	0.06	0.04	0.05
	Depreciation and Amortisation Expenses	10.53	10.35	9.89	20.88	19.95	40.45
	Other Expenses	13.81	9.52	13.39	23.33	34.50	72.28
	Total Expenses	61.37	46.27	41.76	107.64	107.72	244.86
V	Profit / (Loss) before exceptional items and tax (III-IV)	18.92	9.89	21.07	28.81	16.70	123.65
VI	Exceptional Items	-	-	-	-	-	-
VII	Profit / (Loss) before extraordinary items and tax (V - VI)	18.92	9.89	21.07	28.81	16.70	123.65
VIII	Extraordinary items	-	-	-	-	-	-
IX	Profit/ (Loss) before tax (VII- VIII)	18.92	9.89	21.07	28.81	16.70	123.65
X	Tax Expense						
	Current Tax	3.75	-	0.95	3.75	0.95	15.13
	Deferred Tax	3.39	42.14	(0.37)	45.53	10.14	21.73
	Provision for Earlier Years	-	-	-	-	-	(3.33)
XI	(Loss) / Profit for the period/year (IX-X)	11.78	(32.25)	20.49	(20.47)	5.61	90.12
XII	Other Comprehensive Income						
	A (i) items that will not be reclassified to Profit or (Loss)	2.81	0.78	2.83	3.59	2.50	(354.18)
	(ii)Income tax relating to items that will not be reclassified to Profit or (Loss)	(0.55)	15.62	0.95	15.07	0.95	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)	-	-	-	-	-	-
	Total of Other Comprehensive Income / (Loss) , net of tax	2.26	16.40	3.78	18.66	3.45	(261.14)
XIII	Total Comprehensive Income (XI+XII) (Comprising Profit/(Loss) and other Comprehensive Income/Loss for the period/year)	14.04	(15.85)	24.27	(1.81)	9.06	(171.02)
XIV	Paid-up equity share capital - (Face Value of Rs. 10/- each)	67.95	67.95	67.95	67.95	67.95	67.95
XV	Earnings per share of Rs 10/- each, (Not annualised) :						
	a) Basic	1.73	(4.75)	3.02	(3.01)	0.83	13.26
	b) Diluted	1.73	(4.75)	3.02	(3.01)	0.83	13.26
XVI	Reserve excluding revaluation reserves as per balancesheet of previous accounting year						

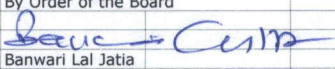


SEGMENT-WISE REVENUE, RESULTS, ASSETS & LIABILITIES:		Quarter ended			Half Year Ended		(₹ in Lakhs)
Sr. No	Particulars	Quarter ended			Half Year Ended		Year Ended
		30.09.2020 Unaudited	30.06.2020 Unaudited	30.09.2019 Unaudited	30.09.2020 Unaudited	30.09.2019 Unaudited	31.03.2020 Audited
I	Segment Revenue						
	a) Trading	36.03	16.27	13.05	52.30	41.12	115.03
	b) Investments	1.86	0.01	7.41	1.87	2.00	12.14
	c) Leasing	38.06	36.75	35.69	74.81	71.51	224.83
	Total	75.95	53.03	56.15	128.98	114.63	352.00
II	Segment Results - Profit / (Loss) before tax and interest						
	a) Trading	13.95	5.57	6.20	19.52	14.25	42.76
	b) Investments	1.86	0.01	7.40	1.87	2.00	12.14
	c) Leasing	25.17	22.74	24.05	47.91	45.75	182.27
	Total	40.98	28.32	37.65	69.30	62.00	237.17
	less : Interest	-	(0.06)	-	(0.06)	(0.04)	(0.05)
	Less : Extra-Ordinary Items	-	-	-	-	-	-
	Add : All other un-allocable (expenditure)/income	(22.06)	(18.37)	(16.58)	(40.43)	(45.26)	(113.47)
	Total Profit Before Tax	18.92	9.89	21.07	28.81	16.70	123.65
III	Segment Assets						
	a) Trading	55.33	55.00	28.17	55.33	28.17	64.09
	b) Investments	1,577.21	1,631.06	2,022.23	1,577.21	2,022.23	1,605.31
	c) Leasing	1,927.99	1,925.48	1,794.17	1,927.99	1,794.17	1,947.96
	Total	3,560.53	3,611.54	3,844.57	3,560.53	3,844.57	3,617.36
	Add:Unallocated Corporate Assets	222.14	132.06	89.41	222.14	89.41	147.49
	Total	3,782.67	3,743.60	3,933.98	3,782.67	3,933.98	3,764.85
IV	Segment Liabilities						
	a) Trading	18.88	1.17	0.14	18.88	0.14	1.17
	b) Investments	-	-	-	-	-	-
	c) Leasing	228.89	219.22	219.72	228.89	219.72	224.17
	Total	247.77	220.39	219.86	247.77	219.86	225.34
	Add:Unallocated Corporate Liabilities	27.04	29.39	24.38	27.04	24.38	29.84
	Total	274.81	249.78	244.24	274.81	244.24	255.18
	Add:Net Worth	3,507.86	3,493.82	3,689.74	3,507.86	3,689.74	3,509.67
	Total	3,782.67	3,743.60	3,933.98	3,782.67	3,933.98	3,764.85



Statement of Assets & Liabilities							(₹ in Lakhs)	
							As at 30-09-2020 Unaudited	As at 31-03-2020 Unaudited
ASSETS								
I	Non-current assets							
	Property, Plant and Equipment						346.95	360.41
	Capital work-in Progress						51.64	26.76
	Investment Properties						1,522.86	751.68
	Financial Assets							
	Investments						1,343.64	1,483.03
	Deferred tax assets (net)						62.13	92.59
	Other non-current assets						33.79	817.87
							3,361.01	3,532.34
II	Current Assets							
	Inventories						9.98	26.41
	Financial Assets							
	Investments						233.56	122.28
	Trade receivables						46.87	26.08
	Cash and cash equivalents						20.46	12.10
	Other Current Assets						110.79	45.64
							421.66	232.51
	TOTAL ASSETS						3,782.67	3,764.85
EQUITY AND LIABILITIES								
EQUITY								
	Equity Share Capital						67.95	67.95
	Other Equity						3,439.91	3,441.72
							3,507.86	3,509.67
LIABILITIES								
I	Non-current liabilities							
							-	-
II	Current liabilities							
	Financial Liabilities							
	Borrowings							
	Trade Payables due to							
	(i) Micro & Small Enterprise						18.88	6.35
	(ii) Other than Micro & Small Enterprise						9.00	1.17
	Other financial liabilities						233.53	229.25
	Provisions						13.40	13.40
							274.81	255.18
	TOTAL EQUITY AND LIABILITIES						3,782.67	3,764.85



Statement of Unaudited Cash Flow		(₹ in Lakhs)	
Particulars	Half Year ended 30/09/2020 Unaudited	Half Year ended 30/09/2019 Unaudited	
Cash flow from Operating Activities			
Profit before Tax	28.81	16.70	
Adjustments for Non-Cash and Non-Operating Items			
Provision for Leave Encashment	-	-	
Provision for Gratuity	-	-	
Net gain on fair valuation of investments	(1.63)	(1.17)	
Net gain on sale of investments	(0.23)	(0.83)	
(Profit)/Loss on Sale of Property, Plant and Equipments (net)	0.06	-	
Depreciation & Amortisation	20.88	19.95	
Dividend Income	(0.02)	(0.02)	
Interest Income	(1.37)	(1.80)	
Operating Profit/(Loss) before Working Capital Changes	46.50	32.83	
Increase in Trade Payables	20.36	(3.08)	
Increase/(Decrease) in Other Current Liabilities	4.28	(0.60)	
(Increase) in Other non-current assets	7.60	4.57	
(Increase) in Trade Receivables	(20.78)	8.06	
(Increase) in Inventories	16.43	2.93	
(Increase)/Decrease in Other current assets	(65.15)	(1.48)	
Cash generated from Operations	9.24	43.23	
Direct Taxes Paid (Net)	(5.36)	11.40	
Net Cash Flow from Operating Activities - (A)	3.88	54.63	
Cash Flows from Investing Activities			
Purchase of Property, Plant and Equipments	(25.45)	(9.75)	
(Purchase)/Sale of Investments (net)	33.55	(26.74)	
Dividend Received	0.02	0.02	
Interest Received	1.37	1.80	
Net cash generated from/(used in) in Investing Activities - (B)	9.49	(34.67)	
Cash Flow from Financing Activities			
(Repayment)/Received - Current Borrowing (Net)	(5.01)	(25.01)	
Net Cash (used in)/generated from Financing Activities (C)	(5.01)	(25.01)	
Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	8.36	(5.05)	
Cash and Cash Equivalents at Beginning of the year	4.60	26.44	
Cash and Cash Equivalents at End of the year	12.96	21.39	
Components of Cash and Cash Equivalents			
Cash on Hand	0.46	0.36	
Balances with Scheduled Banks - In Current Accounts	12.50	21.03	
Cheques on Hand	-	-	
Fixed Deposits with Banks	7.50	7.50	
Total	20.46	28.89	
Less : Fixed deposits not considered as cash equivalents	7.50	7.50	
Cash and cash equivalents in cash flow statement	12.96	21.39	
NOTES :			
1) The above results have been reviewed by the Audit Committee and by the Board of Directors at their respective meeting held on 09th November, 2020			
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) Activities pertaining to sale of traded goods and investment have been impacted due to present crises of COVID-19 and accordingly the profitability of the Company also have been impacted.			
		By Order of the Board	
			
		Banwari Lal Jatia Managing Director	
Date : 09th November, 2020			
Place : Mumbai			

