



BSE Limited

Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400001

January 31, 2022

Ref: H.P. Cotton Textile Mills Limited (Scrip Code: 502873)

Sub: Outcome of Board Meeting of H.P. Cotton Textile Mills Limited held on January 31, 2022

Dear Sir,

We wish to inform you that the Board of Director's in their Meeting held today i.e. January 31, 2022 has inter alia, considered and approved the Un-Audited Financial Results along with the Limited Review Report for the quarter and nine months ended December 31, 2021.

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 and nine months ended December 31, 2021.

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 02:30 P.M. and concluded at 03:02 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)

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Independent Auditor's Review Report on Unaudited Quarterly Financial Results and Year to Date 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 31 December 2021 and the year to date results for the period 01 April 2021 to 31 December 2021, 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 recognition and measurement 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 and is in compliance with the presentation and disclosure 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. 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 ChandioK & Co LLP

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

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 recognition and measurement 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 ChandioK & Co LLP
Chartered Accountants
Firm Registration No: 001076N/N500013

Rohit Arora

Rohit Arora
Partner
Membership No. 504774
UDIN: 22504774AAAAAW6049



Place: New Delhi
Date: 31 January 2022

Statement of unaudited financial results for the quarter and nine months ended 31 December 2021

(Rs. in lakhs except as stated otherwise)

Particulars	Three months ended 31 December 2021	Three months ended 30 September 2021	Three months ended 31 December 2020	Nine months ended 31 December 2021	Nine months ended 31 December 2020	Year ended 31 March 2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I. Income:						
Revenue from operations	3,571	3,351	2,333	10,015	6,548	9,657
II. Other income	30	37	34	126	90	132
III Total income (I + II)	3,601	3,388	2,367	10,141	6,638	9,789
IV Expenses:						
Cost of materials consumed	1,660	1,448	950	4,478	2,413	3,775
Changes in inventories of finished goods and work-in-progress	(162)	(188)	(236)	(397)	(76)	(214)
Employee benefits expense	868	818	670	2,342	1,819	2,537
Finance costs	80	66	38	208	166	249
Depreciation and amortisation expense	75	71	69	214	202	271
Other expenses	928	821	713	2,401	1,749	2,622
Total expenses (IV)	3,449	3,036	2,204	9,246	6,273	9,240
V Profit before tax (III - IV)	152	352	163	895	365	549
VI Tax expense:						
- Current tax	26	59	37	150	58	93
- Deferred tax	15	21	9	69	49	96
Total tax expense	41	80	46	219	107	189
VII Profit for the period/year (V - VI)	111	272	117	676	258	360
VIII Other comprehensive income						
Items that will not be reclassified to profit or loss						
Re-measurement (loss)/gain of defined benefit obligations	-	-	-	-	-	(22)
Income tax relating to these items that will not be reclassified to profit or loss	-	-	-	-	-	6
IX Total comprehensive income for the period/year (comprising profit and other comprehensive income for the period/year) (VII+ VIII)	111	272	117	676	258	344
X Paid-up equity share capital (face value per share Rs. 10)	381	381	381	381	381	381
XI Other equity						1,853
XII Earnings per share (face value of Rs. 10 each)	(not annualised)	(not annualised)	(not annualised)	(not annualised)	(not annualised)	(annualised)
(a) Basic (Rs.)	2.92	7.14	3.06	17.74	6.77	9.46
(b) Diluted (Rs.)	2.92	7.14	3.06	17.74	6.77	9.46

1. The unaudited 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 31 January 2022. The statutory auditors have carried out a limited review of unaudited financial results of the Company for the quarter and nine months ended 31 December 2021, 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.

2. 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.

3. 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 period is as reflected in the financial results.

4. 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"), which has partially been executed and partially would be executed in due course.

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, Jamish Products Limited, Sailesh Textile Manufacturing Company Limited, Achlar Investments Limited and Sacred Trading & Investment Co. Limited, all of which belong to the Promoter Group (collectively, the "Promoter group Companies"), by the same persons belonging to the promoter group. During the current period the proposed inter-se transfer from Mr. Surendra Kumar Agarwal & family to Mr. Kailash Kumar Agarwal has been completed.

5. During the previous quarter, the new scheme for Remission of Duties and Taxes on Exported Products (RoDTEP) was introduced by Ministry of Commerce and Industry vide notification dated 17 August 2021 for eligible exported goods. Accordingly the company had recognised in Revenue from operations the benefit of RoDTEP of Rs 129.08 lakhs during the quarter ended 30 September 2021, out of which Rs 45.51 lakhs benefit pertains to eligible export sales for the period from 1 January 2021 to 31 March 2021 and Rs 41.88 lakhs benefit pertains to export sales for the period from 1 April 2021 to 30 June 2021.

6. Pursuant to the Board resolution passed at the meeting held on 12 January 2022, the Company has approved to issue and allot 1,12,000 share warrants of Rs. 10.00/- each on preferential basis at an issue price of Rs. 180 per share warrant (including a premium of Rs. 170/share warrant) which is not less than the price determined in accordance with Chapter V of SEBI ICDR Regulations, for cash consideration, for an aggregate amount up to Rs. 202 lakhs. The same has been notified to the shareholders through the notice for Extraordinary General Meeting to be held on 07 February 2022.

7. The figures for the corresponding previous quarter/period/year have been regrouped/reclassified/recasted, wherever necessary, to make them comparable.

For H P Cotton Textile Mills Limited


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



Place : New Delhi
 Date : 31 January 2022



**SIGNED FOR
 IDENTIFICATION
 PURPOSES ONLY**