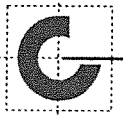




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HIMACHAL FUTURISTIC COMMUNICATIONS LTD.

8, Commercial Complex, Masjid Moth,
Greater Kailash - II, New Delhi - 110 048, India

Tel : (+91 11) 3088 2624, 3088 2626

Fax : (+91 11) 3068 9013

Web : www.hfcl.com

Email : secretarial@hfcl.com

HFCL/SEC/16-17/
February 14, 2017

The Secretary, The National Stock Exchange of India Limited, Exchange Plaza, 5 th Floor Plot no. C-1, Block G, Bandra Kurla Complex, Bandra(East) MUMBAI- 400 051	The Secretary, BSE Limited 27 th Floor Pphiroze Jeejeebhoy Towers, Dalal Street, MUMBAI-400 001
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Dear Sir,

Re: Outcome of the Board Meeting held on 14th February, 2017

This is to inform you that the Board of Directors of the Company at its Meeting held on 14th February, 2017, have inter-alia taken the following decisions:

1. Pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, approved Standalone and Consolidated Un-audited Financial Results for the third quarter and nine months ended 31st December, 2016 which have been reviewed by the Audit Committee. Arrangements have also been made to publish the Financial Results in the Newspapers. The Statutory Auditors of the Company have carried out a Limited Review of the above results. A Copy of above results alongwith Limited Review report is enclosed herewith.
2. Consequent to cessation of Shri Arvind Kharabanda as Key Managerial Personnel in the category of Whole time Director designated as Director (Finance), the revised details of Key Managerial Personnel authorised for determining materiality of any event or information as per Company's Policy for determining material events adopted in compliance with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are mentioned hereunder:

1. Shri Mahendra Nahata Managing Director Email:secretarial@hfcl.com Phone:(+91-11-30882624) Fax No.(+91-11-30689013)	2. Shri V R Jain CFO Email:secretarial@hfcl.com Phone:(+91-11-30882624) Fax No. (+91-11-30689013)	3. Shri Manoj Baid Vice President (Corporate) & Company Secretary Email:secretarial@hfcl.com Phone:(+91-11-30882624) Fax No. (+91-11-30689013)
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3. Approved the appointment of Shri Baldev Singh Kashtwal, Company Secretary in Whole-time Practice having C.P. No. 3169 and Membership No. F3616 as a Secretarial Auditor of the Company for the financial year 2016-17.

This is for your information and record please.

Thanking you,

Yours faithfully,

For **Himachal Futuristic Communications Limited**

(Manoj Baid)

Vice President (Corporate) &
Company Secretary

Encl.: as above

HIMACHAL FUTURISTIC COMMUNICATIONS LIMITED

Regd. Office : 8, Electronics Complex, Chambaghat, Solan-173213 (Himachal Pradesh)

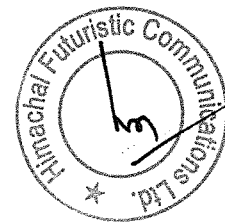
Tel. : (+9111792) 230644 Fax No (+9111792) 231902, E-mail: secretarial@hfcl.com

Website: www.hfcl.com / Corporate Identity Number (CIN): L64200HP1987PLC007466

STATEMENT OF STANDALONE & CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2016.

Rs. in Crore

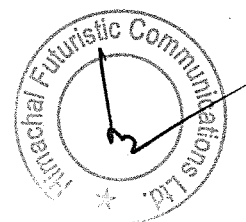
Sl. No.	Particulars	Standalone					Consolidated		
		Three months ended	Preceding three months ended	Corresponding three months ended in the previous year	Year to date figures for the current period ended	Year to date figures for the previous period ended	Three months ended	Preceding three months ended	Year to date figures for the current period ended
		December, 31st, 2016	September 30th, 2016	December 31st, 2015	December 31st, 2016	December 31st, 2015	December 31st, 2016	September 30th, 2016	December 31st, 2016
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Income from operations								
	Sales/income from Operations	441.99	470.34	657.26	1,466.95	1,996.96	460.22	492.55	1,544.98
2	Expenses								
	a) Cost of materials/services consumed	221.99	293.97	306.02	810.97	989.51	208.55	302.55	831.45
	b) Purchases of stock-in-trade	39.23	13.22	54.03	64.40	184.46	39.23	13.22	64.40
	c) Change in inventories of finished goods, work-in progress and stock-in trade	21.50	(43.06)	25.59	2.92	(5.99)	20.36	(42.57)	0.33
	d) Excise duty & service tax recovered	43.30	56.87	64.52	150.80	191.33	47.98	60.57	164.62
	e) Employee benefits expenses	28.57	33.34	23.75	97.47	136.84	32.56	37.30	108.62
	f) Depreciation and Amortisation expenses	3.86	3.25	6.31	11.40	19.11	5.32	4.63	15.60
	g) Other expenses	47.52	75.51	94.75	197.75	247.71	64.62	78.40	219.88
	h) Bad debts, advances & Miscellaneous balances written off (net)	0.01	-	(0.23)	0.09	(0.03)	0.01	0.02	0.11
	Total Expenses	405.98	433.10	574.74	1,335.80	1,762.94	418.63	454.12	1,405.01
3	Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	36.01	37.24	82.52	131.15	234.02	41.59	38.43	139.97
4	Other Income	2.25	3.34	2.76	10.24	11.57	1.50	2.60	9.65
5	Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)	38.26	40.58	85.28	141.39	245.59	43.09	41.03	149.62
6	Finance costs	17.48	15.69	14.86	49.54	41.26	17.52	16.86	51.59
7	Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	20.78	24.89	70.42	91.85	204.33	25.57	24.17	98.03
8	Exceptional items - expenses /(income)	-	-	-	-	(38.52)	-	-	-
9	Profit/(Loss) from ordinary activities before tax (7-8)	20.78	24.89	70.42	91.85	242.85	25.57	24.17	98.03
10	Tax expenses / adjustment for earlier years MAT credit Entitlement	4.82 (5.07)	5.31 (5.31)	14.86 (14.86)	20.74 (20.99)	53.55 (53.55)	3.68 (3.93)	6.45 (6.45)	20.74 (20.99)
11	Net Profit/(Loss) from ordinary activities after tax (9-10)	21.03	24.89	70.42	92.10	242.85	25.82	24.17	98.28
12	Extraordinary items - (expenses) /Income	-	-	-	-	-	-	-	-
13	Net Profit/(Loss) for the period (11+12)	21.03	24.89	70.42	92.10	242.85	25.82	24.17	98.28
14	Share of profit / (loss) of Associates	-	-	-	-	-	(1.00)	0.45	0.72
15	Minority Interest	-	-	-	-	-	1.13	(0.46)	1.23
16	Net profit/(loss) after taxes, minority interest and share of profit/(loss) of associates (13+14-15)	21.03	24.89	70.42	92.10	242.85	23.69	25.08	97.77
17	Other Comprehensive Income / (Loss)	0.28	(0.06)	(3.33)	1.49	5.15	0.24	0.18	1.19
18	Total Comprehensive Income/ (Loss) (16+17)	21.31	24.83	67.09	93.59	248.00	23.93	24.90	98.96
19	Paid-up Equity Share Capital (Face value of Re.1/- each)	123.94	123.94	123.94	123.94	123.94	123.94	123.94	123.94
20	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	-	-	-	-	-	-
21	Earning per Share(face value of Re 1/- each) - (not annualised)								
	(a) Before Extraordinary items - Basic	0.17	0.20	0.56	0.71	1.93	0.20	0.19	0.76
	- Diluted	0.17	0.20	0.56	0.71	1.93	0.20	0.19	0.76
	(b) After Extraordinary items - Basic	0.17	0.20	0.56	0.71	1.93	0.20	0.19	0.76
	- Diluted	0.17	0.20	0.56	0.71	1.93	0.20	0.19	0.76



SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Rs. in Crore

Sl. No.	Particulars	Standalone					Consolidated		
		Three months ended	Preceding three months ended	Corresponding three months ended in the previous year	Year to date figures for the current period ended	Year to date figures for the previous period ended	Three months ended	Preceding three months ended	Year to date figures for the current period ended
		December 31st, 2016	September 30th, 2016	December 31st, 2015	December 31st, 2016	December 31st, 2015	December 31st, 2016	September 30th, 2016	December 31st, 2016
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Segment Revenue								
	a. Telecom Products	150.71	107.80	159.59	390.48	515.29	165.40	124.48	459.44
	b. Turnkey Contracts and Services	291.28	362.54	497.67	1,076.47	1,481.67	294.82	368.07	1,085.54
	c. Others	-	-	-	-	-	-	-	-
	Total	441.99	470.34	657.26	1,466.95	1,996.96	460.22	492.55	1,544.98
	Less: Inter segment revenue	-	-	-	-	-	-	-	-
	Net Sales/Income from Operations	441.99	470.34	657.26	1,466.95	1,996.96	460.22	492.55	1,544.98
2	Segment Results Profit/(Loss) before tax and interest from each segment								
	a. Telecom Products	11.13	1.82	15.57	22.25	53.64	13.89	3.74	28.42
	b. Turnkey Contracts and Services	27.47	37.69	70.05	119.26	192.64	29.53	36.23	121.32
	c. Others	-	-	-	-	-	(0.01)	-	(0.01)
	Total	38.60	39.51	85.62	141.51	246.28	43.41	39.97	149.73
	Less: i. Interest	17.48	15.69	14.86	49.54	41.26	17.52	16.86	51.59
	ii. Other un-allocable expenditure net off	0.27	(0.70)	0.35	0.66	0.71	0.25	(0.69)	0.65
	iii. Un-allocable income	0.07	(0.37)	(0.01)	(0.54)	(38.54)	0.07	(0.37)	(0.54)
	Total Profit before Tax	20.78	24.89	70.42	91.85	242.85	25.57	24.17	98.03
3	Segment Assets								
	a. Telecom Products	643.97	663.47	626.73	643.97	626.73	818.06	811.16	818.06
	b. Turnkey Contracts and Services	1,198.84	1,162.47	1,082.73	1,198.84	1,082.73	1,214.25	1,179.37	1,214.25
	c. Others	-	-	-	-	-	2.06	0.63	2.06
	d. Un-allocable	362.25	362.65	288.60	362.25	288.60	362.25	253.13	362.25
	Total	2,205.06	2,188.59	1,998.06	2,205.06	1,998.06	2,396.62	2,244.29	2,396.62
4	Segment Liabilities								
	a. Telecom Products	162.61	176.34	173.12	162.61	173.12	415.83	407.95	415.83
	b. Turnkey Contracts and Services	501.46	497.40	468.36	501.46	468.36	514.79	512.21	514.79
	c. Others	-	-	-	-	-	1.57	0.14	1.57
	d. Un-allocable	531.50	526.69	351.53	531.50	351.53	522.28	408.68	522.28
	Total	1,195.57	1,200.43	993.01	1,195.57	993.01	1,454.47	1,328.98	1,454.47



Notes :

- The above standalone and consolidated unaudited financial results of the Company for the third quarter and nine months ended 31st December, 2016 as reviewed by the Audit committee were approved by the Board of Directors at their meeting held on 14th February, 2017.
- The Company has adopted Indian Accounting Standards (Ind-AS) from 1st April, 2016 with a transition date of 1st April, 2015. The consolidated financial results have been prepared in accordance with Ind AS as prescribed under Section 133 of Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standard) Rules, 2015 and Companies (Indian Accounting Standard) Amendment Rules, 2016. The unaudited results of the quarter ended 31st December, 2016 are also Ind AS compliant.
- The format for unaudited quarterly results as prescribed in SEBI's circular CIR/CFD/CMD/15/2015 dated 30th November, 2015 has been modified to comply with requirements of SEBI's circular dated 5th July, 2016, Ind AS and Schedule III to the Companies Act, 2013 applicable to companies that are required to comply with Ind AS.
- Income from operation is inclusive of excise duty & service tax recovered in accordance with Ind-AS 18 and further clarified by SEBI vide clarification dated 20th September, 2016 for disclosure in financial results.
- Reconciliation of the Net Profit for the corresponding quarter and nine months ended 31st December, 2015 as previously reported (Prepared under the previously applicable Indian Generally Accepted Accounting Principal referred to as IGAAP) vis-à-vis Ind AS is as below:

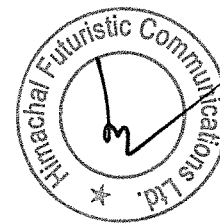
Particular	Rs. in Crore	
	Quarter ended 31st Dec. 2015	Nine Months ended 31st Dec. 2015
Net Profit as per IGAAP	70.16	254.23
Adjustments:		
Impact of Dividends and related distribution tax	(3.23)	(6.29)
Impact of reclassification of defined benefit plans	(3.50)	5.09
Tax impact on above adjustments		
Current tax	0.06	(2.43)
MAT credit entitlement	(0.06)	2.43
	63.43	253.03
Other Comprehensive Incomes	3.50	(5.09)
Remeasurement (gain)/loss of defined benefit plans	0.16	0.06
Others		
Total Comprehensive Income as per Ind AS	67.09	248.00

- This being the first reporting year for the quarterly & nine months unaudited Consolidated results for period ended 31st December, 2016, corresponding quarter & nine months consolidated figures of the period ended 31st December, 2015 are not applicable.
- The quarterly unaudited Consolidated results for three months ended 31st Decemeber, 2016 includes the results of the following entities:
 - Himachal Futuristic Communications Ltd. (HFCL)
 - HTL Limited (Subsidiary)
 - Moneta Finance Pvt. Ltd. (Subsidiary)
 - Polixel Security Systems Pvt. Ltd. (Subsidiary w.e.f. 9th August, 2016)
 - HFCL Advance Systems Pvt. Ltd. (Subsidiary)
 - HFCL Bezeq Telecom Ltd. (Associate)
 - DragonWave HFCL India Pvt. Ltd. (Jointly controlled entity)
- The Auditors' in their consolidated limited review report has stated that one of the subsidiary has written back the interest amounting to Rs. 75.11 lakhs on unsecured loan provided for the six months period ended 30th September, 2016 and has not made the provision of interest amounting to Rs. 37.55 lakhs for the quarter ended 31st December, 2016. In the opinion of the management interest already provided is adequate as the subsidiary is in the process of settlement/ confirmation of old claim with the lender.
- The figures of the previous periods have been regrouped/ rearranged wherever considered necessary.

By order of the Board

Place : New Delhi
Date : 14th February, 2017

Sd/-
(Mahendra Nahata)
Managing Director
DIN 00052898



KHANDELWAL JAIN & CO.

CHARTERED ACCOUNTANTS

BRANCH OFFICE:
GF-8 & 9, HANS BHAWAN,
1, BAHADUR SHAH ZAFAR MARG,
NEW DELHI-110 002


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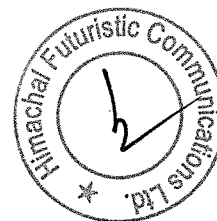
LIMITED REVIEW REPORT

To
The Board of Directors
Himachal Futuristic Communications Limited

1. We have reviewed the accompanying statement of Standalone Unaudited Financial Results of M/s Himachal Futuristic Communications Limited ("the Company") for the quarter and nine months ended 31st December, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016. This statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principals laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), 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 issue a report on the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagement (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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. 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 aforesaid Indian Accounting Standard and other accounting principles 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 modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For KHANDELWAL JAIN & CO.
Chartered Accountants
Firm Registration No. 105049W


(Madan Kumar Singhal)
Partner
M. No. 502570



Place: New Delhi
Dated: 14/02/2017

KHANDELWAL JAIN & CO.

CHARTERED ACCOUNTANTS

BRANCH OFFICE:
GF-8 & 9, HANS BHAWAN,
1, BAHADUR SHAH ZAFAR MARG,
NEW DELHI-110 002

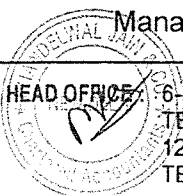
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23370892, 23378794
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LIMITED REVIEW REPORT

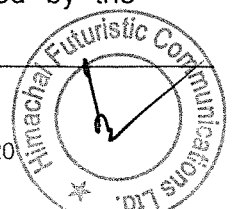
To
The Board of Directors
Himachal Futuristic Communications Limited

1. We have reviewed the accompanying statement of Consolidated Unaudited Financial Results of M/s Himachal Futuristic Communications Limited ("the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), its jointly controlled entity and its share of the loss of its associate for the quarter and nine months ended 31st December, 2016 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016. This statement which is the responsibility of the Holding Company's Management and approved by the 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" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagement (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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. The Statement includes the results of the following entities:
 - a. Himachal Futuristic Communications Limited (HFCL) (Holding Company)
 - b. HTL Limited (Subsidiary of HFCL)
 - c. Moneta Finance Pvt. Ltd. (Subsidiary of HFCL)
 - d. HFCL Advance Systems Pvt. Ltd. (Subsidiary of HFCL)
 - e. Polixel Security System Pvt Ltd. (Subsidiary of HFCL)
 - f. HFCL Bezeq Telecom Ltd. (Associate of HFCL)
 - g. DragonWave HFCL India Pvt. Ltd. (Jointly controlled entity of HFCL)
4. (a) We did not review the interim financial results of two subsidiary included in the Statement, whose interim financial result reflect total revenues of Rs. Nil and Rs. 260 for the quarter and nine months ended 31st December, 2016 respectively and total profit/(loss) after tax of Rs. (28,819) and Rs. (89,654) for the quarter and nine months ended 31st December, 2016 respectively. These financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the report of the other auditors.

(b) The Statement include one jointly controlled entity with Group's share of profit/(loss) after tax of Rs. 7,205,360 and Rs. 24,404,892 for the quarter and nine months ended 31st December, 2016 based on their interim financial results which are certified by the Management.




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TEL : 4311 6000 (MULTIPLE LINES), FAX : (91-22) 4311 6060 E-MAIL : kjco@vsnl.com

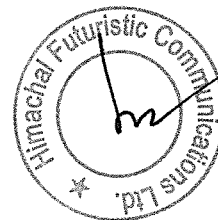
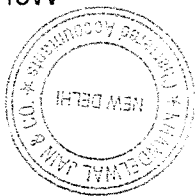


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5. *In the case of the subsidiary, HTL Ltd, the Company has written back the interest amounting to Rs. 75.11 lakhs on unsecured loan provided for the six month period ended 30th September, 2016 and has not made the provision of interest amounting to Rs. 37.55 lakhs for the quarter ended 31st December 2016 as the Company is in process of settlement with /confirmation from the lender. Had the said interest been not written back and provision for the same being made, profit for the quarter and nine month period would have been lower by Rs. 112.66 lakhs.*
6. (a) In the case of the subsidiary, HTL Ltd., net worth of the Company has been eroded and its current liabilities exceed its current assets by Rs.12,744.33 lakhs as on 31st December 2016. These factors raise doubts that the Company will not be able to continue as a going concern. The Company is in the process of infusion of further fund. During the previous year the company has however set up a manufacturing plant for manufacture of optical fibre cables. In view of the above, the financial statements have been prepared on a going concern basis. Our report is not qualified in respect of this matter
- (b) In the case of the subsidiary, HTL Ltd., the Subsidiary has paid remuneration to managerial personnel during the year for which approval of central government is yet to be obtained. Our report is not qualified in respect of this matter.
7. Based on our review conducted as above and based on the consideration of the reports of the other auditors referred to in paragraph 4 above, *except for the effects of the matter stated in paragraph 5 above*, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standard and other accounting principles 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 modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **KHANDELWAL JAIN & CO.**
Chartered Accountants
Firm Registration No. 105049W


(Manish Kumar Singhal)
Partner
M. No. 502570



Place: New Delhi
Dated: 14/02/2017