

STATEMENT OF UNAUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2019.

(Rs. in Crore unless otherwise stated)

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	Previous Year ended	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	Previous Year ended
		December 31st 2019	September 30th 2019	December 31st 2018	December 31st 2019	December 31st 2018	March 31st 2019	December 31st 2019	September 30th 2019	December 31st 2018	December 31st 2019	December 31st 2018	March 31st 2019
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
I	INCOME												
	Revenue from Operations	812.87	923.05	1,103.68	2,936.53	3,271.52	4,366.20	853.47	979.52	1,220.88	3,175.72	3,522.32	4,737.79
	Other Income	8.16	3.54	1.79	14.90	8.45	45.75	8.84	3.82	3.32	17.20	11.34	42.74
	Total Income	821.03	926.59	1,105.47	2,951.43	3,279.97	4,411.95	862.31	983.34	1,224.20	3,192.92	3,533.66	4,780.53
II	EXPENSES												
	Cost of materials/services consumed	469.19	525.41	554.80	1,555.41	1,659.03	2,268.29	489.01	550.75	638.94	1,683.92	1,839.57	2529.22
	Purchases of stock-in-trade	144.05	226.32	329.42	723.09	1,065.96	1,403.49	145.27	229.31	330.73	748.97	1,070.26	1,416.56
	Change in inventories of finished goods, work-in-progress and stock-in trade	26.41	(42.85)	52.12	20.44	57.32	10.92	29.62	(39.18)	50.06	20.08	49.62	(7.91)
	Employee benefits expenses	45.91	45.47	41.87	144.30	125.86	176.91	52.49	53.17	47.34	167.32	141.65	199.76
	Finance costs	17.71	23.57	26.71	64.12	59.39	77.94	24.04	29.81	28.00	81.53	63.26	91.86
	Depreciation and Amortisation expenses	6.97	5.98	4.78	18.53	12.73	17.52	9.85	8.47	6.89	27.08	18.49	26.97
	Other expenses	36.69	41.91	20.51	114.78	93.21	166.14	41.91	47.50	25.75	132.69	109.85	184.69
	Total Expenses	746.93	825.81	1,030.21	2,640.67	3,073.50	4,121.21	792.19	879.83	1,127.71	2,861.59	3,292.70	4,441.15
III	Profit / (loss) before, exceptional items and tax (I-II)	74.10	100.78	75.26	310.76	206.47	290.74	70.12	103.51	96.49	331.33	240.96	339.38
IV	Share of net profits of joint ventures accounted for using equity method	-	-	-	-	-	-	(0.34)	(0.38)	(0.52)	(1.05)	(0.69)	(0.09)
V	Profit / (loss) before exceptional items and tax (III+IV)	74.10	100.78	75.26	310.76	206.47	290.74	69.78	103.13	95.97	330.28	240.27	339.29
VI	Exceptional item	-	-	-	-	-	-	-	-	-	-	-	-
VII	Profit / (Loss) before tax (V-VI)	74.10	100.78	75.26	310.76	206.47	290.74	69.78	103.13	95.97	330.28	240.27	339.29
VIII	Tax expense												
	Current Tax	12.44	12.38	16.88	55.37	45.47	65.08	11.98	12.44	16.88	55.76	45.47	65.41
	Deferred Tax (including MAT credit adjustments)	12.01	25.56	9.96	53.56	28.47	41.63	12.22	24.76	9.96	45.89	28.46	41.62
IX	Profit / (Loss) after tax for the period from continuing operations (VII- VIII)	49.65	62.84	48.42	201.83	132.53	184.03	45.58	65.93	69.13	228.63	166.34	232.26
X	Other Comprehensive Income												
	Items that will not be reclassified to profit or loss	(0.48)	0.04	0.36	0.79	(0.60)	5.58	(0.37)	0.04	0.22	0.67	(1.01)	4.92
	Income tax on above item	0.13	(0.42)	(0.25)	(0.68)	(0.23)	(0.36)	0.13	(0.42)	(0.25)	(0.68)	(0.23)	(0.36)
	Items that will be reclassified to profit or loss	-	-	-	-	-	(0.03)	-	-	-	-	-	(0.03)
	Other comprehensive income for the period after tax	(0.35)	(0.38)	0.11	0.11	(0.83)	5.19	(0.24)	(0.38)	(0.03)	(0.01)	(1.24)	4.53
XI	Total comprehensive income for the period (IX+X)	49.30	62.46	48.53	201.94	131.70	189.22	45.34	65.55	69.10	228.62	165.10	236.79
XII	Profit attributable to:												
	Owners of the Parent	-	-	-	-	-	-	46.08	65.00	67.61	221.47	157.28	219.91
	Non-controlling interests	-	-	-	-	-	-	(0.52)	0.94	1.52	7.15	9.05	12.35
XIII	Total comprehensive income attributable to:												
	Owners of the Parent	-	-	-	-	-	-	45.84	64.62	63.89	221.51	156.16	224.60
	Non-controlling interests	-	-	-	-	-	-	(0.52)	0.94	5.21	7.10	8.94	12.19
XIV	Paid-up Equity Share Capital (Face value of Re.1/- each)	128.44	128.44	124.69	128.44	124.69	127.44	128.44	128.44	124.69	128.44	124.69	127.44
XV	Other Equity	-	-	-	-	-	1,316.13	-	-	-	-	-	1,304.27
XVI	Earnings per Share (face value of Re 1/- each) -												
	Basic (Rs.)	0.39	0.49	0.39	1.57	1.06	1.48	0.36	0.51	0.55	1.73	1.27	1.77
	Diluted (Rs.)	0.39	0.48	0.38	1.57	1.05	1.46	0.36	0.50	0.54	1.72	1.26	1.75



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		December 31st 2019	September 30th 2019	December 31st 2018	December 31st 2019	December 31st 2018	March 31st 2019	December 31st 2019	September 30th 2019	December 31st 2018	December 31st 2019	December 31st 2018	March 31st 2019
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
1	Segment Revenue												
	a. Telecom Products	80.22	126.97	274.46	427.66	715.88	986.69	120.55	183.21	389.78	665.60	961.16	1,351.66
	b. Turnkey Contracts and Services	732.65	796.08	829.22	2,508.87	2,555.64	3,379.51	732.92	796.31	831.10	2,510.12	2,561.16	3,386.13
	c. Others	-	-	-	-	-	-	-	-	-	-	-	-
	Revenue from Operations	812.87	923.05	1,103.68	2,936.53	3,271.52	4,366.20	853.47	979.52	1,220.88	3,175.72	3,522.32	4,737.79
2	Segment Results Profit/(Loss) before tax and interest from each segment												
	a. Telecom Products	6.97	23.34	38.50	61.61	82.60	105.94	11.36	32.29	61.04	98.46	120.95	168.47
	b. Turnkey Contracts and Services	76.68	98.87	61.51	299.95	179.62	252.40	74.92	99.29	61.52	301.90	179.64	252.40
	c. Others	-	-	-	-	-	-	(0.31)	(0.39)	(0.02)	(0.85)	(0.01)	0.02
	Total	83.65	122.21	100.01	361.56	262.22	358.34	85.97	131.19	122.54	399.51	300.58	420.89
	Less: i. Interest	17.71	23.57	26.71	64.12	59.39	77.94	24.04	29.81	28.00	81.53	63.26	91.86
	ii. Other un-allocable expenditure net off	0.01	1.35	0.31	1.45	2.03	8.15	0.35	1.74	0.83	2.50	2.73	8.24
	iii. Un-allocable income	(8.17)	(3.49)	(2.27)	(14.77)	(5.67)	(18.49)	(8.20)	(3.49)	(2.26)	(14.80)	(5.68)	(18.50)
	Total Profit before Tax	74.10	100.78	75.26	310.76	206.47	290.74	69.78	103.13	95.97	330.28	240.27	339.29
3	Segment Assets												
	a. Telecom Products	856.87	998.13	897.28	856.87	897.28	868.92	1,031.39	1,175.66	1,007.27	1,031.39	1,007.27	1,017.62
	b. Turnkey Contracts and Services	2,311.99	2,193.17	1,532.77	2,311.99	1,532.77	1,789.18	2,324.23	2,206.68	1,578.38	2,324.23	1,578.38	1,790.57
	c. Others	-	-	-	-	-	-	3.58	0.14	0.39	3.58	0.39	0.28
	d. Un-allocated	503.34	471.96	518.58	503.34	518.58	485.72	503.34	471.96	527.57	503.34	527.57	485.72
	Total	3,672.20	3,663.26	2,948.63	3,672.20	2,948.63	3,143.82	3,862.54	3,854.44	3,113.61	3,862.54	3,113.61	3,294.19
4	Segment Liabilities												
	a. Telecom Products	247.09	307.46	290.34	247.09	290.34	297.67	412.93	474.09	431.41	412.93	431.41	464.32
	b. Turnkey Contracts and Services	1,212.35	1,227.96	796.73	1,212.35	796.73	855.49	1,217.73	1,233.23	846.81	1,217.73	846.81	851.05
	c. Others	-	-	-	-	-	-	2.12	0.51	-	2.12	-	0.02
	d. Un-allocated	569.26	535.26	513.83	569.26	513.83	547.09	569.26	535.26	519.66	569.26	519.66	547.09
	Total	2,028.70	2,070.68	1,600.90	2,028.70	1,600.90	1,700.25	2,202.04	2,243.09	1,797.88	2,202.04	1,797.88	1,862.48

Notes :

- The above Un-Audited Standalone & Consolidated Financial Results of the Company for the third quarter and nine months ended 31st December, 2019 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 20th January, 2020.
- The above Results are in compliance with the Indian Accounting Standards (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time.
- The Auditors have conducted limited review of the aforesaid financial results for the third quarter and nine months ended 31st December, 2019. Consolidated figures for the corresponding quarter and nine months ended 31st December, 2018, as reported in these consolidated financial results have been approved by the Company's Board of Directors, but have not been subjected to review.
- The Consolidated results for the year ended 31st December, 2019 includes the results of the following entities:
 - HFCL Limited (Formerly Himachal Futuristic Communications Ltd.) (HFCL) (Holding Company)
 - HTL Ltd. (Subsidiary)
 - Moneta Finance Pvt. Ltd. (Wholly owned Subsidiary)
 - Polixel Security Systems Pvt. Ltd. (Wholly owned Subsidiary)
 - HFCL Advance Systems Pvt. Ltd. (Wholly owned Subsidiary)
 - DragonWave HFCL India Pvt. Ltd. (Wholly owned Subsidiary w.e.f. 17.12.2019)
 - Raddef Pvt. Ltd. (subsidiary w.e.f. 15.05.2019)
- During the quarter under review, the Company has completed the acquisition of balance 50.10% of the equity shares in DragonWave HFCL India Private Ltd (CIN U64200DL2010PTC211117) a joint venture company, from DragonWave Pte Ltd., Singapore, JV Party at a total consideration of Rs.2.25 crore, thereby making it a wholly owned subsidiary of the Company w.e.f. 17th December, 2019.
The consideration price has been allocated to assets and liabilities as per Ind AS 103 - Business Combinations resulting into Capital Reserve of Rs. 2.21 Crore. Hence, consolidated figures for the quarter and nine month ended 31st December, 2019 are not comparable to the previous periods disclosed.
- Earning per share is not annualised for the Quarter ended 31st December, 2019, Quarter ended 30th September, 2019, Quarter ended 31st December, 2018, nine months ended 31st December, 2019 and nine months ended 31st December, 2018.
- The Group has adopted Ind AS 116 — Leases, effective from 1st April, 2019 using the cumulative effect method. The adoption of the Standard does not have any material impact on the financial results of the Group.
- The figures of the previous periods have been re-grouped/ re-arranged wherever considered necessary.

Place : New Delhi
Date : 20th January, 2020

By order of the Board

(Mahendra Nahata)
Managing Director
DIN 00052898



Independent Auditors' Review Report on Standalone Unaudited 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
HFCL Limited (Formerly Himachal Futuristic Communications Limited)**

We have reviewed the accompanying statement of unaudited standalone financial results ('the Statement') of HFCL Limited (Formerly Himachal Futuristic Communications Limited) ('the Company') for the quarter ended December 31, 2019 and for the period from April 01, 2019 to December 31, 2019, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations'), including relevant circulars issued by the SEBI from time to time. The Statement is the responsibility of the Company's Management and has been approved by the Company's Board of Directors. Our responsibility is to issue a report on the Statement based on our review of the Statement, which has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), specified under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, and other accounting principles generally accepted in India and in Compliance with regulation 33 of the Listing Regulations.

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 Standards on Auditing 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.

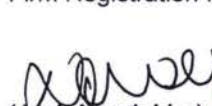
Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with the recognition and measurement principles laid down in the applicable Indian accounting standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued there under and other recognised accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.


For S. BHANDARI & CO.
Chartered Accountants
Firm Registration No. 000560C


(P.D. Baid)
Partner
Membership No. 072625
UDIN: 20072625AAAAAB3584



For OSWAL SUNIL & COMPANY
Chartered Accountants
Firm Registration No. 016520N


(Amit Nowlakha)
Partner
Membership No. 513504
UDIN: 20513504AAAAAD5508



Place: New Delhi
Date: 20th January 2020

Independent Auditors' Review Report on Consolidated Unaudited 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
HFCL Limited (Formerly Himachal Futuristic Communications Limited)**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results ("the Statement") of HFCL Limited (Formerly Himachal Futuristic Communications Limited) ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter ended December 31, 2019 and for the period from April 01, 2019 to December 31, 2019, being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations"). Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended December 31, 2018 and corresponding period from April 01, 2018 to December 31, 2018, as reported in these consolidated financial results have been approved by the Parent's Board of Directors, but have not been subjected to review.

2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent'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 read with relevant rules issued thereunder, and other accounting principles generally accepted in India and in compliance with regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review of the Statement.

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 Standards on Auditing 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of following Subsidiaries:

- i. HTL Ltd.,
- ii. Polixel Security Systems Pvt. Ltd.,
- iii. Raddef Private Limited,
- iv. Moneta Finance Pvt. Ltd.,
- v. HFCL Advance Systems Pvt. Ltd. and
- vi. Dragon Wave HFCL India Pvt. Ltd. (Consequent upon acquisition of balance 50.10% equity shares, Joint Venture Entity became wholly owned subsidiary w.e.f. 17.12.2019)

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6 and 7 below, 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 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 Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.



6. We did not review the interim financial information / financial results of three subsidiaries included in the consolidated unaudited financial results, whose interim financial information / financial results reflect total revenues of Rs. 64.51 Crore and Rs. 312.78 Crore, total net profit/(loss) after tax of (Rs. 1.90 Crore) and Rs. 27.87 Crore and total comprehensive income/(loss) of (Rs. 1.89 Crore) and Rs. 27.68 Crore for the quarter ended December 31, 2019 and for the period from April 01, 2019 to December 31, 2019 respectively, as considered in the consolidated unaudited financial results. These interim financial information / financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion 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 reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matters.

7. The interim financial information / financial results of three subsidiaries included in the consolidated unaudited financial results, whose interim financial information / financial results reflect total revenues of Rs. 0.57 Crore and Rs. 19.50 Crore, total net profit / (loss) after tax of (Rs. 1.81 Crore) and Rs. 0.08 Crore and total comprehensive income/ (loss) of (Rs. 1.70 Crore) and Rs. 0.16 Crore for the quarter ended December 31, 2019 and for the period from April 01, 2019 to December 31, 2019 respectively, as considered in the consolidated unaudited financial results, have been reviewed by one of the joint auditors of the parent company and our opinion on the consolidated unaudited financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of such joint auditor.

Our conclusion on the Statement is not modified in respect of the above matters

For S. BHANDARI & CO.
Chartered Accountants
Firm Registration No. 000560C


(P.D. Baid)
Partner
Membership No. 072625
UDIN: 20072625AAAAAC2669



For OSWAL SUNIL & COMPANY
Chartered Accountants
Firm Registration No. 016520N


(Amit Nowlakha)
Partner
Membership No. 513504
UDIN: 20513504AAAAAE3298



Place: New Delhi
Date: 20th January, 2020