



## HFCL Limited

8, Commercial Complex, Masjid Moth, Greater Kailash - II,  
New Delhi - 110048, India

Tel : (+91 11) 3520 9400, 3520 9500 Fax : (+91 11) 3520 9525

Web : [www.hfcl.com](http://www.hfcl.com)

Email : [secretarial@hfcl.com](mailto:secretarial@hfcl.com)

HFCL/SEC/22-23

April 29, 2022

<b>The BSE Ltd.</b> 1 <sup>st</sup> Floor, New Trading Wing, Rotunda Building Phiroze Jeejeebhoy Towers, Dalal Street, Fort Mumbai – 400001 <a href="mailto:corp.relations@bseindia.com">corp.relations@bseindia.com</a> <b>Security Code No.: 500183</b>	<b>The National Stock Exchange of India Ltd.</b> Exchange Plaza, 5 <sup>th</sup> Floor, C – 1, Block G Bandra – Kurla Complex, Bandra (E) Mumbai – 400051 <a href="mailto:cmlist@nse.co.in">cmlist@nse.co.in</a> <b>Security Code No.: HFCL</b>
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**RE: Disclosures under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”).**

**Subject: Outcome of the meeting of the Board of Directors held on April 29, 2022.**

Time of Commencement: 02:10 P.M.

Time of Conclusion: 04:15 P.M.

Dear Sir(s)/ Madam,

This is in continuation to our earlier intimation dated April 13, 2022 and April 25, 2022.

In terms of Regulation 30 read with Para A of Part A of Schedule III to the SEBI Listing Regulations, we wish to inform you that the **Board of Directors** of the Company has, at its meeting held today, *inter-alia*:-

- i. Considered and approved the audited Financial Results** of the Company for the 4<sup>th</sup> Quarter and Financial Year ended March 31, 2022, along with Statement of Profit & Loss, Statement of Assets & Liabilities and the Statement of Cash Flow, for the financial year ended March 31, 2022, both on Standalone and Consolidated basis in accordance with the provisions of Regulation 33 of the SEBI Listing Regulations, along with the Auditors' Reports thereon.

These results have been duly reviewed by the Audit Committee and audited by M/s S. Bhandari & Co., Chartered Accountants and M/s Oswal Sunil & Company, Chartered Accountants, Statutory Auditors of the Company.

The copies of the aforesaid Financial Results along with the Auditors' Reports thereon and Declaration on Unmodified Opinion on the Audit Reports, both on Standalone and Consolidated basis, are enclosed herewith.

Please note that aforesaid Financial Results will also be available on the Company's website at [www.hfcl.com](http://www.hfcl.com).

We hereby also submit a copy of **Press Release** on the **Audited Financial Results of the Company for 4<sup>th</sup> quarter and financial year ended March 31, 2022**, both on Standalone and Consolidated basis.

- ii. Considered and recommended Dividend** for the financial year 2021-22 @ 18%, i.e., **Re. 0.18/-** per equity share of face value Re.1/- each, out of the Profits of the Company for the financial year 2021-22, which shall be paid, subject to the approval of the shareholders in the ensuing annual general meeting or other authorities, wherever required.



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The Dividend for the financial year ended March 31, 2022, if declared, at the ensuing annual general meeting, will be paid to the shareholders, within 30 days from the date of declaration.

You are requested to take the above information on records and disseminate the same on your respective websites.

Thanking you,

Thanking you.

Yours faithfully,  
For HFCL Limited

A handwritten signature in blue ink, appearing to read "Manoj Baid", is written over a circular blue stamp. The stamp contains the text "HFCL LIMITED" around the perimeter and a small star at the bottom.

**(Manoj Baid)**  
Senior Vice-President (Corporate) &  
Company Secretary

**Encl:** Audited Annual Financial Results;  
Statement of Assets & Liabilities;  
Cash Flow Statement;  
Auditors' Report;  
Declaration on Unmodified Opinion;  
Press Release.

**Independent Auditors' Report on the Quarterly and Annual Audited Standalone Financial Results of the Company Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.**

TO THE BOARD OF DIRECTORS OF  
**HFCL Limited**

**Report on the Audit of the Standalone Financial Results**

**Opinion**

We have audited the accompanying statement of quarterly and annual standalone financial results of **HFCL Limited** (the "Company") for the quarter ended March 31, 2022 and for the year ended March 31, 2022 ("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").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i) is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards ("Ind AS") and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter and year ended March 31, 2022.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants ("ICAI") of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

**Management's Responsibilities for the Standalone Financial Results**

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting



frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditors' Responsibilities for the Audit of the Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit



evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Standalone Financial Results of the Company to express an opinion on the Standalone Financial Results.

Materiality is the magnitude of misstatements in the Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **Other Matters**

The Statement includes the results for the quarter ended March 31, 2022 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2022 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

**For S Bhandari & Co.**  
Chartered Accountants  
Firm Registration No. 000560C

**(P. D. Baid)**  
Partner  
Membership No: 072625  
UDIN:22072625AICCKY9911



Place: New Delhi  
Date: April 29, 2022

**For Oswal Sunil & Company**  
Chartered Accountants  
Firm Registration No. 016520N

**(Sunil Bhansali)**  
Partner  
Membership No: 054645  
UDIN: 22054645AICAOA1846



Place: New Delhi  
Date: April 29, 2022

**Independent Auditors' Report on the Quarterly and Annual Audited Consolidated Financial Results of the Company Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

TO THE BOARD OF DIRECTORS OF  
**HFCL LIMITED**

**Report on the Audit of the Consolidated Financial Results**

**Opinion**

We have audited the accompanying statement of quarterly and annual consolidated financial results of HFCL Limited ("Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), and its jointly controlled entities for the quarter ended March 31, 2022 and for the year ended March 31, 2022 ("the Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors on separate audited financial statements/financial information of the subsidiaries and jointly controlled entities, the aforesaid consolidated financial results:

- i. include the financial results of the following entities:

**Holding Company**

- HFCL Limited

**Subsidiaries**

- HTL Ltd.;
- Polixel Security Systems Pvt. Ltd.;
- Moneta Finance Pvt. Ltd.;
- HFCL Advance Systems Pvt. Ltd.;
- Raddef Pvt. Ltd.;
- Dragon Wave HFCL India Pvt. Ltd.;
- HFCL Technologies Pvt. Ltd. (w.e.f. June 26, 2021);
- HFCL Inc.(w.e.f. October 08,2021); and
- HFCL B.V. (w.e.f. October 07,2021)

**Jointly Controlled Entities**

- Nimpaa Telecommunications Pvt. Ltd (w.e.f. June 14,2021);
- BigCat Wireless Pvt. Ltd. (w.e.f. November 12,2021)

- ii. are presented in accordance with the requirements of the Listing Regulations in this regard; and
- iii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards ("Ind AS"), and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive income and other financial information of the Group and of its jointly controlled entities for the quarter and year ended March 31, 2022.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditors' Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are



independent of the Group and its jointly controlled entities in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our audit opinion.

#### **Board of Directors' Responsibilities for the Consolidated Financial Results**

These Consolidated financial results have been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group including its jointly controlled entities in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

The respective Board of Directors of the companies included in the Group and of its jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its jointly controlled entities and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group and of its jointly controlled entities are responsible for assessing the ability of the Group and its jointly controlled entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the Companies included in the Group and of its jointly controlled entities are responsible for overseeing the financial reporting process of the Group and of its jointly controlled entities.

#### **Auditors' Responsibilities for the Audit of the Consolidated Financial Results**

Our objectives are to obtain reasonable assurance about whether the Consolidated financial results as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its jointly controlled entities to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group and its jointly controlled entities to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated financial results, including the disclosures, and whether the Consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations to the extent applicable.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its jointly controlled entities to express an opinion on the consolidated financial results. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Consolidated Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Consolidated Financial Results.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### Other Matters



i) We did not audit the financial information / financial results of two subsidiaries included in the consolidated financial results, whose financial results/statements include total assets of Rs. 10.85 Crores as at March 31, 2022, total revenues of Rs. 0.21 Crores and Rs. 0.62 Crores for the quarter and for the year ended March 31, 2022, respectively, total net profit after tax of Rs. 0.25 Crores and Rs. 0.73 Crores for the quarter and for the year ended March 31, 2022, respectively, total comprehensive income of Rs. 0.25 Crores and Rs. 0.73 Crores, for the quarter and for the year ended March 31, 2022, respectively, and net cash inflows of Rs. 0.04 Crores for the year ended March 31, 2022, as considered in the Consolidated financial results which have been audited by their respective independent auditors.

The independent auditor's report on the financial statements/financial information of these entities have been furnished to us by the Management and our opinion on the Consolidated 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 auditors and the procedures performed by us as stated in paragraph above.

Our opinion on the Consolidated financial results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

ii) The financial information / financial results of five subsidiaries included in the consolidated financial results, whose financial results/statements include total assets of Rs. 548.91 Crores as at March 31, 2022, total revenues of Rs. 279.95 Crores and Rs. 1013.93 Crores for the quarter and for the year ended March 31, 2022, respectively, total net profit after tax of Rs. 9.63 Crores and Rs. 46.07 Crores for the quarter and for the year ended March 31, 2022, respectively, total comprehensive income of Rs. 9.65 Crores and Rs. 45.97 Crores, for the quarter and for the year ended March 31, 2022, respectively, and net cash inflows of Rs. 0.63 Crores for the year ended March 31, 2022, as considered in the Consolidated financial results which have been audited by one of the joint auditor of the Holding company and our opinion on the consolidated 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.

iii) The Consolidated Financial Statements includes financial performance of two foreign branches which reflects total assets of Rs. 7.78 Crores as at March 31, 2022, total revenues of Rs. 3.81 Crores and Rs. 3.81 Crores for the quarter and for the year ended March 31, 2022, respectively, Net profit after tax of Rs. 1.83 Crores and Rs. 1.83 Crores for the quarter and for the year ended March 31, 2022, respectively and total comprehensive income of Rs. 1.83 Crores and Rs. 1.83 Crores for the quarter and for the year ended March 31, 2022, respectively, and net cash outflow of Rs. (0.16) Crores for the year ended March 31, 2022, audited by the independent auditors in accordance with the regulations of such foreign countries, whose reports has been furnished to us by the management, these financial results have been converted by the management as per accounting principles generally accepted in India which has been considered in the consolidated financial results solely based on such converted financial results.

Our opinion on the Consolidated financial results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

iv) The Consolidated Financial Statements includes financial performance of two foreign subsidiaries which reflects total assets of Rs. 0.39 Crores as at March 31, 2022, total revenues of Rs. 1.97 Crores and Rs. 1.97 for the quarter and for the year ended March 31, 2022, respectively, Net profit after tax of Rs. 0.30 Crores and Rs. 0.20 Crores for the quarter and for the year ended March 31, 2022, respectively, and total comprehensive income of Rs. 0.30 Crores and Rs. 0.20 Crores for the quarter and for the year ended March 31, 2022, respectively, and net cash inflows of Rs. 0.17 Crores for the year ended March 31, 2022, which was audited by the independent auditors in accordance with the regulations of such foreign countries, whose reports has been furnished to us by the management, these financial results have been converted by the management as per accounting principles generally accepted in India which has been considered in the consolidated financial results solely based on such converted financial results.

Our opinion on the Consolidated financial results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.



v) We did not audit the financial information / financial results of two jointly controlled entities included in the consolidated financial results, whose financial results/statements include total net loss after tax of Rs. (0.59) Crores and Rs. (2.49) Crores, total comprehensive (loss) of Rs. (0.59) Crores and Rs. (2.49) Crores, for the quarter and for the year ended March 31, 2022, respectively, as considered in the Consolidated financial results which have been audited by their respective independent auditors.

The independent auditor's report on the financial statements/financial information of these entities have been furnished to us by the Management and our opinion on the Consolidated financial results in so far as it relates to the amounts and disclosures included in respect of these jointly controlled entities is based solely on the reports of such auditors and the procedures performed by us as stated in paragraph above.

Our opinion on the Consolidated financial results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

vi) The Statement includes the results for the quarter ended March 31, 2022 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2022 and the published unaudited year-to-date figures up to the end of the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

**For S Bhandari & Co.**  
Chartered Accountants  
Firm Registration No. 000560C



**(P. D. Baid)**  
Partner  
Membership No: 072625  
UDIN:22072625AICDVE8976

Place: New Delhi  
Date: April 29, 2022

**For Oswal Sunil & Company**  
Chartered Accountants  
Firm Registration No. 016520N



**(Sunil Bhansali)**  
Partner  
Membership No: 054645  
UDIN: 22054645AICATY3861

Place: New Delhi  
Date: April 29, 2022

## HFCL LIMITED

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

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Website: www.hfcl.com / Corporate Identity Number (CIN): L64200HP1987FLC007466

## STATEMENT OF AUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE FOURTH QUARTER AND YEAR ENDED 31st MARCH, 2022.

(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	Current Financial year ended	Previous Financial Year ended	Three months ended	Preceding three months ended	Corresponding three months ended in the previous year	Current Financial year ended	Previous Financial Year ended
		March 31st 2022	December 31st 2021	March 31st 2021	March 31st 2022	March 31st 2021	March 31st 2022	December 31st 2021	March 31st 2021	March 31st 2022	March 31st 2021
		Audited	Un-Audited	Audited	Audited	Audited	Audited	Un-Audited	Audited	Audited	Audited
<b>I</b>	<b>INCOME</b>										
	Revenue from Operations	1,065.96	1,107.36	1,276.94	4,286.44	4,105.87	1,182.98	1,215.21	1,391.40	4,727.11	4,422.96
	Other Income (refer note 8)	32.55	3.25	5.93	43.83	33.22	29.58	3.99	6.47	42.91	34.76
	<b>Total Income</b>	<b>1,098.51</b>	<b>1,110.61</b>	<b>1,282.87</b>	<b>4,330.27</b>	<b>4,139.09</b>	<b>1,212.56</b>	<b>1,219.20</b>	<b>1,397.87</b>	<b>4,770.02</b>	<b>4,457.72</b>
<b>II</b>	<b>EXPENSES</b>										
	Cost of materials/services consumed	655.50	584.00	401.61	2,127.92	1,462.22	710.36	634.33	464.96	2,335.55	1,617.45
	Purchases of stock-in-trade	222.12	296.22	539.88	1,203.00	1,744.89	234.20	306.35	543.17	1,243.71	1,778.40
	Change in inventories of finished goods, work-in progress and stock-in trade	(43.98)	(32.95)	77.06	(65.70)	27.95	(46.87)	(37.48)	79.52	(80.52)	8.07
	Employee benefits expenses	58.59	70.54	52.22	261.60	215.69	71.54	81.82	63.72	310.56	252.85
	Finance costs	28.45	30.22	42.10	132.64	148.25	37.75	39.12	51.14	166.40	174.72
	Depreciation, Impairment and Amortisation expenses	16.80	14.33	13.81	57.30	53.59	22.68	19.74	18.39	78.25	68.63
	Other expenses	78.03	53.46	46.94	231.84	186.50	89.65	59.62	58.73	267.74	216.61
	<b>Total Expenses</b>	<b>1,015.51</b>	<b>1,015.82</b>	<b>1,173.62</b>	<b>3,948.60</b>	<b>3,839.09</b>	<b>1,119.31</b>	<b>1,103.50</b>	<b>1,279.63</b>	<b>4,321.69</b>	<b>4,116.73</b>
<b>III</b>	<b>Profit / (loss) before, exceptional items and tax (I-II)</b>	<b>83.00</b>	<b>94.79</b>	<b>109.25</b>	<b>381.67</b>	<b>300.00</b>	<b>93.25</b>	<b>115.70</b>	<b>118.24</b>	<b>448.33</b>	<b>340.99</b>
<b>IV</b>	Share of net profits / (loss) of jointly control entities accounted for using equity method	-	-	-	-	-	0.10	0.15	-	0.16	-
<b>V</b>	<b>Profit / (loss) before exceptional items and tax (III+IV)</b>	<b>83.00</b>	<b>94.79</b>	<b>109.25</b>	<b>381.67</b>	<b>300.00</b>	<b>93.35</b>	<b>115.85</b>	<b>118.24</b>	<b>448.49</b>	<b>340.99</b>
<b>VI</b>	Exceptional item (refer note 7)	-	-	-	-	4.13	-	6.38	-	6.38	4.13
<b>VII</b>	<b>Profit / (Loss) before tax (V-VI)</b>	<b>83.00</b>	<b>94.79</b>	<b>109.25</b>	<b>381.67</b>	<b>295.87</b>	<b>93.35</b>	<b>109.47</b>	<b>118.24</b>	<b>442.11</b>	<b>336.86</b>
<b>VIII</b>	<b>Tax expense</b>										
	Current Tax	20.76	24.17	28.50	96.96	75.70	24.99	27.51	32.41	114.50	86.13
	Deferred Tax	0.30	0.50	(1.75)	1.93	(2.69)	0.23	0.86	(0.64)	1.75	4.49
<b>IX</b>	<b>Profit / (Loss) after tax for the period from continuing operations (VII- VIII)</b>	<b>61.94</b>	<b>70.12</b>	<b>82.50</b>	<b>282.78</b>	<b>222.86</b>	<b>68.13</b>	<b>81.10</b>	<b>86.47</b>	<b>325.86</b>	<b>246.24</b>
<b>X</b>	<b>Other Comprehensive Income</b>										
	Items that will not be reclassified to profit or loss	0.92	1.17	1.94	2.18	5.99	0.93	1.05	2.06	2.02	6.36
	Income tax on above item	(0.17)	(0.08)	(0.12)	(0.04)	(0.86)	(0.17)	(0.03)	(0.21)	0.02	(0.95)
	Items that will be reclassified to profit or loss	(0.26)	0.12	(0.18)	(0.35)	(0.45)	(0.24)	0.12	(0.18)	(0.33)	(0.45)
	<b>Other comprehensive income for the period after tax</b>	<b>0.49</b>	<b>1.21</b>	<b>1.64</b>	<b>1.79</b>	<b>-4.68</b>	<b>0.52</b>	<b>1.14</b>	<b>1.67</b>	<b>1.71</b>	<b>4.96</b>
<b>XI</b>	<b>Total comprehensive income for the period (IX+X)</b>	<b>62.43</b>	<b>71.33</b>	<b>84.14</b>	<b>284.57</b>	<b>227.54</b>	<b>68.65</b>	<b>82.24</b>	<b>88.14</b>	<b>327.57</b>	<b>251.20</b>
<b>XII</b>	<b>Profit attributable to:</b>										
	Owners of the Parent	-	-	-	-	-	65.32	78.38	84.67	315.12	239.00
	Non-controlling interests	-	-	-	-	-	2.81	2.72	1.79	12.75	7.24
<b>XIII</b>	<b>Total comprehensive income attributable to:</b>										
	Owners of the Parent	-	-	-	-	-	65.85	79.54	86.35	314.87	243.89
	Non-controlling interests	-	-	-	-	-	2.81	2.69	1.79	12.71	7.31
<b>XIV</b>	<b>Paid-up Equity Share Capital (Face value of Re. 1/- each)</b>	<b>137.49</b>	<b>137.43</b>	<b>128.44</b>	<b>137.49</b>	<b>128.44</b>	<b>137.49</b>	<b>137.43</b>	<b>128.44</b>	<b>137.49</b>	<b>128.44</b>
<b>XV</b>	<b>Other Equity</b>	-	-	-	<b>2,590.87</b>	<b>1,748.05</b>	-	-	-	<b>2,680.88</b>	<b>1,795.03</b>
<b>XVI</b>	<b>Earnings per Share (face value of Re. 1/- each) -</b>										
	Basic (Rs.)	0.45	0.53	0.64	2.15	1.74	0.47	0.59	0.66	2.38	1.86
	Diluted (Rs.)	0.45	0.54	0.64	2.15	1.74	0.46	0.60	0.66	2.38	1.87

Cont...



Sl. No.	Particulars	Standalone					Consolidated				
		Three months ended	Preceding three months ended	Corresponding three months ended in the previous year	Current Financial year ended	Previous Financial Year ended	Three months ended	Preceding three months ended	Corresponding three months ended in the previous year	Current Financial year ended	Previous Financial Year ended
		March 31st 2022	December 31st 2021	March 31st 2021	March 31st 2022	March 31st 2021	March 31st 2022	December 31st 2021	March 31st 2021	March 31st 2022	March 31st 2021
		Audited	Un-Audited	Audited	Audited	Audited	Audited	Un-Audited	Audited	Audited	Audited
1	<b>Segment Revenue</b>										
	a. Telecom Products	436.57	375.68	273.57	1,509.51	889.23	584.79	512.36	387.82	2,055.17	
	b. Turnkey Contracts and Services	629.39	731.68	1,003.37	2,776.93	3,216.64	597.98	702.85	1,003.58	2,671.73	
	c. Others	-	-	-	-	-	0.21	-	-	0.21	
	<b>Revenue from Operations</b>	<b>1,065.96</b>	<b>1,107.36</b>	<b>1,276.94</b>	<b>4,286.44</b>	<b>4,105.87</b>	<b>1,182.98</b>	<b>1,215.21</b>	<b>1,391.40</b>	<b>4,727.11</b>	
2	<b>Segment Results - Profit/(Loss) before tax and interest from each segment</b>										
	a. Telecom Products	51.29	48.13	38.94	177.86	84.78	71.80	70.79	55.53	274.30	
	b. Turnkey Contracts and Services	43.16	74.70	108.99	316.31	353.11	42.37	74.11	108.83	313.71	
	c. Others	-	-	-	-	-	(0.32)	1.34	1.57	0.04	
	<b>Total</b>	<b>94.45</b>	<b>122.83</b>	<b>147.93</b>	<b>494.17</b>	<b>437.89</b>	<b>113.85</b>	<b>146.24</b>	<b>165.93</b>	<b>588.05</b>	
	Less: i. Interest	28.45	30.22	42.10	132.64	148.25	37.75	39.12	51.14	166.40	
	ii. Other un-allocable expenditure net off	0.26	1.00	4.06	7.61	10.38	0.32	0.85	4.06	7.61	
	iii. Un-allocable income	(17.26)	(3.18)	(7.48)	(27.75)	(16.61)	(17.57)	(3.20)	(7.51)	(28.07)	
	<b>Total Profit before Tax</b>	<b>83.00</b>	<b>94.79</b>	<b>109.25</b>	<b>381.67</b>	<b>295.87</b>	<b>93.35</b>	<b>109.47</b>	<b>118.24</b>	<b>442.11</b>	
3	<b>Segment Assets</b>										
	a. Telecom Products	1,220.88	1,183.60	1,035.99	1,220.88	1,035.99	1,574.25	1,547.81	1,304.84	1,574.25	
	b. Turnkey Contracts and Services	2,816.26	3,101.03	3,391.05	2,816.26	3,391.05	2,823.55	3,109.62	3,400.47	2,823.55	
	c. Others	-	-	-	-	-	3.63	5.12	0.30	3.63	
	d. Un-allocated	770.04	839.40	510.17	770.04	510.17	770.04	837.40	510.17	770.04	
	<b>Total</b>	<b>4,807.18</b>	<b>5,124.03</b>	<b>4,937.21</b>	<b>4,807.18</b>	<b>4,937.21</b>	<b>5,171.47</b>	<b>5,499.95</b>	<b>5,215.78</b>	<b>5,171.47</b>	
4	<b>Segment Liabilities</b>										
	a. Telecom Products	686.32	503.37	461.58	686.32	461.58	955.69	789.97	688.02	955.69	
	b. Turnkey Contracts and Services	974.65	1,406.99	1,916.67	974.65	1,916.67	978.42	1,411.32	1,920.43	1,920.43	
	c. Others	-	-	-	-	-	1.13	1.22	1.40	1.13	
	d. Un-allocated	417.85	537.70	682.47	417.85	682.47	417.85	537.70	682.47	417.85	
	<b>Total</b>	<b>2,078.82</b>	<b>2,448.06</b>	<b>3,060.72</b>	<b>2,078.82</b>	<b>3,060.72</b>	<b>2,353.09</b>	<b>2,740.21</b>	<b>3,292.32</b>	<b>2,353.09</b>	

## Notes:

- The above Audited Standalone & Consolidated Financial Results of the Company for the fourth quarter and year ended 31st March, 2022, have been reviewed and recommended by the Audit Committee and were approved by the Board of Directors of the Company at their respective meetings held on 29th April, 2022.
- 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 Company has considered the possible effects that may result from the pandemic relating to COVID-19 in the preparation of the financial results including their recoverability of carrying amounts of financial and non financial assets. Further the impact assessment does not indicate any adverse impact on the ability of the Company to continue as a going concern. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has, at the date of approval of the financial results, used internal and external sources of information including credit reports and related information and economic forecasts and expects that the carrying amount of the assets will be recovered. The impact of COVID-19 on the Company's financial results may differ from that estimated as at the date of approval of these financial results.
- The Board of Directors of the Company had approved allotment of 49,34,300 equity shares of face value of Re. 1/- each at applicable grant price to HFCL Employee's Trust under HFCL Employee's Long Term Incentive Plan 2017.
- During the year, the Company has issued 8,72,72,727 equity shares of face value of Re. 1 each at an issue price of Rs.68.75 per equity share (including premium of Rs.67.75 per equity share), aggregating to Rs.600.00 crore (including securities premium of Rs.591.27 crore). The issue was made through eligible Qualified Institutional Placement ("QIP") in terms of chapter VI of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 as amended, Section 42 & 62 and other relevant provisions of the Companies Act, 2013. Out of the net proceeds from QIP issue, the Company had utilized Rs. 365.27 Crore up to 31st March, 2022, towards purposes specified in the placement document. The balance amount of QIP's net proceeds as on March 31, 2022 remains invested in fixed deposits with scheduled commercial banks as Interim use of funds.
- The Consolidated results for the quarter and year ended March 31, 2022 includes the results of the following entities:
  - HFCL Limited (HFCL) (Holding Company)
  - ITIL Limited (Subsidiary)
  - Moneta Finance Pvt. Limited (Wholly owned Subsidiary)
  - Pulixel Security Systems Pvt. Limited (Wholly owned Subsidiary)
  - HFCL Advance Systems Pvt. Limited (Wholly owned Subsidiary)
  - DragonWave HFCL India Pvt. Limited (Wholly owned Subsidiary)
  - Raddel Pvt. Limited (Subsidiary)
  - Nimnapa Telecommunications Private Limited (Jointly Controlled Entity w.e.f. 14th June, 2021)
  - HFCL Technologies Pvt. Limited (Wholly owned Subsidiary w.e.f. 26th June, 2021)
  - DigCal Wireless Pvt. Limited (Jointly Controlled Entity with 50% voting right w.e.f. 12th November 2021)
  - HFCL Inc. (Wholly owned Subsidiary w.e.f. 08th October 2021) - United States of America
  - HFCL B.V. (Wholly owned Subsidiary w.e.f. 07th October 2021) - Netherland
- ITIL Ltd. (Subsidiary) has announced a Voluntary Retirement Scheme (VRS) 2021 to eligible employees/officers and said VRS Scheme remained open for the period 04th October, 2021 to 10th November, 2021. Total VRS Compensation paid during the current quarter is Rs. 6.38 Crore and the same has been disclosed as an exceptional items in the consolidated financial results.
- Other income includes i) subsidy under state incentive scheme of Rs.15.20 crore, ii) reversal of share based payment to employees of Rs.8.26 crore and iii) financial guarantee income of Rs.4.56 crore.
- Earning per share is not annualised for the Quarter ended 31st March, 2022, Quarter ended 31st December, 2021, and Quarter ended 31st March, 2021.
- The Figures of the quarter ended March 31, 2022 and March 31, 2021 are the balancing figures between audited figures in respect of the full financial years and the published year to date figures upto the third quarter of the respective financial years, which were subject to limited review by the Auditors.
- The Board has recommended a Dividend @ 18%, i.e., Rs.0.18 per equity share of face value of Re.1/- each, for the financial year ended March 31, 2022, subject to the approval of shareholders at the ensuing Annual General Meeting (AGM) of the Company or other authorities whenever required. The Dividend for the financial year ended 31st March, 2022, if declared at the ensuing AGM, will be paid to the shareholders within 30 days from the date of declaration.
- The figures of the previous periods have been re-grouped/re-arranged wherever considered necessary.

Place : New Delhi  
Date : 29th April, 2022(Mahendra Nilata)  
Managing Director  
DIN 00052898

HFCL LIMITED

Statement of Assets and Liabilities as at March 31, 2022.

(All amounts are in Rs.crore)

Particulars	Standalone		Consolidated	
	As at March 31, 2022	As at March 31, 2021	As at March 31, 2022	As at March 31, 2021
	Audited	Audited	Audited	Audited
<b>ASSETS</b>				
(1) Non-current Assets				
(a) Property, Plant and Equipment	339.92	331.04	464.63	443.35
(b) Capital work-in-progress	25.90	3.73	47.46	11.82
(c) Right-of-use-assets	24.07	20.13	24.07	20.32
(d) Goodwill	-	-	26.17	26.17
(e) Other Intangible assets	11.50	16.41	13.41	17.97
(f) Intangible assets under development	60.51	23.34	60.69	24.20
(g) Investment in associates/ joint venture accounted for using the equity method	42.97	26.70	11.66	-
(h) Financial Assets				
(i) Investments	32.96	32.88	34.90	34.82
(ii) Trade receivables	595.57	444.78	595.61	444.83
(iii) Loans	28.50	26.50	10.50	6.50
(iv) Others	105.84	80.33	40.54	11.03
(i) Deferred tax assets (net)	8.59	10.57	4.97	6.70
(j) Other non-current assets	10.83	15.89	17.55	18.26
<b>Sub-total</b>	<b>1,287.16</b>	<b>1,032.30</b>	<b>1,352.16</b>	<b>1,065.97</b>
(2) Current Assets				
(a) Inventories	408.51	306.24	573.38	435.26
(b) Financial Assets				
(i) Investments	8.62	5.62	8.80	5.79
(ii) Trade receivables	1,804.15	2,528.03	1,895.94	2,610.99
(iii) Cash and cash equivalents	14.84	19.79	17.20	21.30
(iv) Bank balances other than (iii) above	489.78	273.95	511.04	285.14
(v) Loans	18.50	3.00	26.04	11.87
(vi) Others - advances	382.54	457.26	386.31	461.81
(c) Current Tax Assets (Net)	5.03	74.91	6.39	75.56
(d) Contract Assets	146.86	20.63	146.88	20.70
(e) Other current assets	241.19	215.48	247.32	221.41
<b>Sub-total</b>	<b>3,520.02</b>	<b>3,904.91</b>	<b>3,819.30</b>	<b>4,149.83</b>
<b>Total Assets</b>	<b>4,807.18</b>	<b>4,937.21</b>	<b>5,171.46</b>	<b>5,215.80</b>
<b>EQUITY AND LIABILITIES</b>				
(1) Equity				
(a) Equity Share capital	137.49	128.44	137.49	128.44
(b) Other Equity	2,590.86	1,748.05	2,660.91	1,787.77
(c) Non-Controlling interest	-	-	19.97	7.26
<b>Sub-total</b>	<b>2,728.35</b>	<b>1,876.49</b>	<b>2,818.37</b>	<b>1,923.47</b>
(2) Liabilities				
<b>Non-current Liabilities</b>				
(a) Financial Liabilities				
(i) Borrowings	95.34	197.43	121.26	250.78
(ii) Lease liabilities	19.34	18.43	19.34	18.47
(b) Provisions	33.42	32.19	35.04	36.50
<b>Sub-total</b>	<b>148.10</b>	<b>248.05</b>	<b>175.64</b>	<b>305.75</b>
<b>Current Liabilities</b>				
(a) Financial Liabilities				
(i) Borrowings	515.50	605.39	608.52	668.84
(ii) Lease liabilities	7.21	3.58	7.21	3.75
(iii) Trade Payable	933.82	1,651.76	1,036.93	1,747.96
(iv) Other financial liabilities	376.91	399.62	415.71	406.21
(b) Current Tax liabilities (Net)	20.98	42.33	30.32	46.37
(c) Other current liabilities	66.93	68.13	68.90	71.22
(d) Contract liabilities	-	30.11	-	30.11
(e) Provisions	9.38	11.75	9.86	12.12
<b>Sub-total</b>	<b>1,930.73</b>	<b>2,812.67</b>	<b>2,177.45</b>	<b>2,986.58</b>
<b>Total Equity and Liabilities</b>	<b>4,807.18</b>	<b>4,937.21</b>	<b>5,171.46</b>	<b>5,215.80</b>

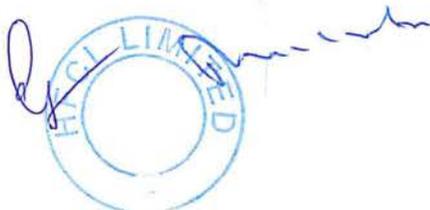


**HFCL LIMITED**
**Statement of Cash Flow for the year ended March 31, 2022**
*(All amounts are in Rs.crore)*

Particulars	Standalone		Consolidated	
	For the year ended March 31, 2022	For the year ended March 31, 2021	For the year ended March 31, 2022	For the year ended March 31, 2021
	Audited	Audited	Audited	Audited
<b>I. Cash flow from Operating Activities :</b>				
Net Profit before taxes and Exceptional items	381.67	295.87	442.12	336.86
Adjustments for :				
Depreciation, Impairment and Amortization expenses	57.30	53.59	78.25	68.63
(Gain)/Loss on disposal of property, plant and equipment	0.01	0.03	0.01	0.03
Financial Guarantee impairment	(4.56)	(2.89)	(0.36)	(0.40)
Impairment loss, Bad Debts, advances and miscellaneous balances written off	5.43	3.98	5.57	4.66
Employee Share based payments expenses	(8.26)	3.69	(8.68)	3.89
Share of profit of joint ventures	-	-	(0.16)	-
Dividend and interest income classified as investing cash flows	(12.90)	(2.33)	(13.91)	(3.77)
Finance costs (net)	132.64	148.25	166.40	176.09
	169.66	204.32	227.12	249.13
Change in operating assets and liabilities :				
(Increase)/ Decrease in Trade and other receivables	567.65	(1,311.20)	558.69	(1,330.79)
(Increase)/ Decrease in Inventories	(102.26)	(33.86)	(138.11)	(91.59)
Increase/ (Decrease) in Trade payables	(717.94)	869.75	(711.03)	932.72
(Increase)/ Decrease in other financial assets	105.56	94.85	106.82	95.73
(Increase)/ Decrease in other non-current assets	(3.21)	(1.27)	(2.85)	(0.87)
(Increase)/ Decrease in other current assets	(151.94)	3.91	(152.09)	1.17
Increase / (Decrease) in provisions	(2.36)	1.46	(2.26)	1.43
Increase in other non-current liabilities	1.37	7.97	(1.79)	7.89
Increase/(Decrease) in other current liabilities	(58.87)	(36.69)	(59.33)	(39.12)
	(362.00)	(405.08)	(401.95)	(423.43)
Cash generated from operations	189.33	95.11	267.29	162.56
Income taxes paid/refund (net)	(48.44)	(12.63)	(61.38)	(17.79)
Net cash inflow from / (used in) operating activities	140.89	82.48	205.91	144.77
<b>II Cash flow from Investing activities</b>				
Payment for acquisition of subsidiary, net of cash acquired	(13.08)	(12.96)	(12.00)	(13.03)
Payments for property, plant and equipment including CWIP	(97.61)	(56.91)	(145.21)	(97.37)
Payments for Intangible Assets	(37.70)	(7.73)	(37.86)	(8.70)
Payment for loan to body corporate	(17.50)	3.75	(18.17)	3.11
Proceeds from sale of property, plant and equipment	0.52	2.14	0.74	2.15
Bank deposits placed/matured (net)	(238.13)	(87.49)	(252.19)	(87.95)
Proceeds from sale of Investment	0.01	33.13	-	33.13
Interest received	15.70	10.20	6.83	3.77
Net Cash flow from / (used in) investing activities	(387.79)	(115.87)	(457.86)	(164.89)
<b>III Cash flow from Financing Activities</b>				
Proceeds from issues of ESOP	605.78	-	605.78	-
Share issue expenses	(10.50)	-	(10.50)	-
Proceeds from borrowings	54.48	262.98	79.87	280.95
(Repayment) of borrowings	(246.48)	(70.42)	(243.15)	(73.83)
(Repayment) of lease liabilities	(8.59)	(7.59)	(8.69)	(7.76)
	394.69	184.97	423.31	199.36
Finance Costs paid	(133.69)	(144.51)	(156.41)	(174.38)
Dividend paid	(19.05)	-	(19.05)	-
Net Cash flow from/ (used in) financing activities	241.95	40.46	247.85	24.98
<b>IV Net increase/(decrease) in cash &amp; cash equivalents (I + II + III)</b>	(4.95)	7.07	(4.10)	4.86
<b>V Cash and cash equivalents at the beginning of the financial year</b>	19.79	12.72	21.30	16.44
<b>VI Cash and cash equivalents at end of the year</b>	14.84	19.79	17.20	21.30

**Notes:**

- The Statement of Cash flow has been prepared under the indirect method as set-out in the Ind AS - 7 "Statement of Cash Flow" as specified in the Companies (Indian Accounting Standards) Rules, 2015.
- Figures in bracket indicate cash outflow.





## HFCL Limited

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HFCL/SEC/22-23

April 29, 2022

<b>The BSE Ltd.</b> 1 <sup>st</sup> Floor, New Trading Wing, Rotunda Building Phiroze Jeejeebhoy Towers, Dalal Street, Fort Mumbai - 400001 <a href="mailto:corp.relations@bseindia.com">corp.relations@bseindia.com</a> <b>Security Code No.: 500183</b>	<b>The National Stock Exchange of India Ltd.</b> Exchange Plaza, 5 <sup>th</sup> Floor, C - 1, Block G Bandra - Kurla Complex, Bandra (E) Mumbai - 400051 <a href="mailto:cmllist@nse.co.in">cmllist@nse.co.in</a> <b>Security Code No.: HFCL</b>
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**RE: Declaration under Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations").**

**Subject: Audit Report with Unmodified Opinion, on annual Financial Results for the Financial Year ended March 31, 2022, on both Standalone and Consolidated basis.**

Dear Sir(s)/ Madam,

Pursuant to Regulation 33(3) of the SEBI Listing Regulations, the Board of Directors of the Company at its meeting held today has considered and approved the enclosed Audited Financial Results of the Company for the Financial Year ended March 31, 2022, on both Standalone and Consolidated basis.

In compliance of Regulation 33(3)(d) of the SEBI Listing Regulations, as amended and SEBI Circular no. CIR/CFD/CMD/56/2016 dated May 27, 2016, we hereby declare that the Statutory Auditors of the Company, namely, M/s S. Bhandari & Co., Chartered Accountants and M/s Oswal Sunil & Company, Chartered Accountants, have issued Audit Reports with Unmodified Opinion on the Annual Audited Financial Results of the Company, for the Financial Year ended March 31, 2022, on Standalone and Consolidated basis.

You are requested to take the above information on records and disseminate the same on your respective websites.

Thanking you,

Yours faithfully,  
For HFCL Limited

  
(Vijay Raj Jain)  
Chief Financial Officer



Press Release  
For immediate Release

## HFCL sustains momentum with another year of resilient performance

**New Delhi, 29<sup>th</sup> April, 2022:** HFCL Limited, India's leading technology enterprise with operations across manufacture of high-end telecom equipment, optical fibre and optical fibre cables; and communication network solutions for Telcos, Railways and Defence sectors announced its audited financial results for the fourth quarter and financial year ended 31<sup>st</sup> March, 2022.

### Consolidated Financial Highlights – Q4'FY22

Particulars	Q4 FY22 Rs. in Crs	Q3 FY22 Rs. in Crs	Change Q-o-Q
Revenue	1183	1215	-2.63%
EBIDTA	154	174	-11.49%
EBIDTA Margin (%)	13.02%	14.32%	-130bps
PAT	68	81	-16.05%
PAT Margin (%)	5.75%	6.67%	-92bps

### Consolidated Financial Highlights – FY22

Particulars	FY22 Rs. in Crs	FY21 Rs. in Crs	Change Y-o-Y
Revenue	4,727	4,423	6.87%
EBIDTA	693	584	18.46%
EBIDTA Margin (%)	14.66%	13.21%	143bps
PAT	326	246	32.52%
PAT Margin (%)	6.90%	5.56%	134bps

On standalone basis, the Company reported a quarterly Revenue of ₹1,066cr, EBIDTA of ₹128 cr, PBT of ₹83 cr, and PAT of ₹62 cr.

For the financial year ended 31<sup>st</sup> March, 2022, the Company reported on standalone basis, Revenue of ₹4,286 cr, EBIDTA of ₹572 cr, PBT of ₹382 cr, PAT of ₹283 cr.

The Board of Directors has also recommended a Dividend @ 18% i.e. Re.0.18/- per equity share of face value of Re.1/-each, for the financial year 2021-22.

*Commenting on the Company's performance, Mr. Mahendra Nahata, Managing Director, HFCL said, "Our consistent performance in spite of uncertainties on account of geopolitical conflict, supply chain constraints, increased input cost, and pandemic related volatilities reflects the resilience of our business model and steady strengthening of our growth foundation. Steady technological strides, capacity additions, portfolio expansion and fiscal prudence adds predictability to our performance, as evident in our performance numbers."*





*Reflecting on the way ahead, he added, being one of the leader in Indian telecom equipment and cable manufacturing as well as network implementation, HFCL is moving ahead with another round of CAPEX of Rs. 425 cr, a healthy pipeline of next-gen products and solutions, accelerated stance of technological and R&D alliances and partnerships and resolute deepening and widening of its global footprints.”*

#### **About HFCL**

HFCL Limited is a leading technology enterprise engaged in manufacturing of high-end Transmission and Access Equipment, Optical Fiber, Optical Fiber Cables (OFC) and is specialized in setting up modern communication network for Telecom Service Providers, Railways and Defence.

The Company has state-of-the-art Optical Fiber and Optical Fiber Cable manufacturing plants at Hyderabad, Optical Fiber Cable manufacturing plant in Goa and in its subsidiary i.e. HTL Limited at Chennai along with FRP and ARP Rod manufacturing plant in its subsidiary at Hosur.

The Company’s in-house Centre for Excellence in Research located at Gurgaon & Bengaluru along with invested R&D Houses and other collaborators at different locations in India and abroad, innovate futuristic range of technology products and solutions. Some of the newly developed products through R&D are Wi-Fi Systems, Unlicensed Band Radios, Switches, Electronic Fuses, Electro optic devices, and Video Management Systems. There is a suite of products under development, which include Software Defined Radios, Routers, PON, 5G Transport and Radio products, Wi-Fi 7 access points, Home mesh router, Point-to-multipoint Radios and Ground Surveillance Radars among others.

Visit [www.hfcl.com](http://www.hfcl.com) for more information.

**For further details please contact:**

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Date: 29<sup>th</sup> April, 2022

Place: New Delhi