



HISAR SPINNING MILLS LIMITED

REGD. OFF. & WORKS : 9th K.M. STONE, HISAR-BHIWANI ROAD, V.P.O. DABRA (HISAR)- 125005

TEL/FAX : 91-1662-297005. Mob. : 98120-22682

CIN : L17112HR1992 PLCO31621, E-mail : hsm12000@rediffmail.com

Dated: May 30, 2023

Dept. of Corporate Services
The Bombay Stock Exchange Limited
Registered Office: Floor 25,
P J Towers, Dalal Street,
Mumbai 400001

Sub: Compliance of Clause 33(3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter & year ended on March 31, 2023 – (SCRIP CODE 521068).

Dear Sir,

We are to inform that the Board of Directors of the Company at the meeting held on Tuesday, May 30, 2023, considered and approved the Audited Financial Results for the quarter and year ended on March 31, 2023. The said Audited Financial Results together with the Report of the Statutory Auditors', are attached hereto.

We confirm that the Auditor's Report is with unmodified opinion in respect of the Audited Financial Results of the Company for the year ended on March 31, 2023.

We inform that the meeting started at 13.15 Hrs. and concluded at 14.35 Hrs.

We hope you will find the same in order.

Thanking You,

Yours' faithfully



(Nikita Singla)

Company Secretary & Compliance Officer

Encl: As above.

JAIN & ANIL SOOD
Chartered Accountants

S.C.O. 12, Basement,
Feroze Gandhi Market,
Ludhlana - 141001
Ph: 0161-2773027, 4361749

Independent Auditor's Report on Audit of Quarterly and Annual Financial Results of Hisar Spinning Mills Limited ('the Company') pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**To the Board of Directors of
Hisar Spinning Mills Limited**

Opinion

We have audited the accompanying "Statement of Audited Financial Results ('the Statement') of Hisar Spinning Mills Limited ('the Company') for the quarter and year ended 31st March 2023" (refer Paragraph 1 of 'Other Matters' section below), 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 ('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 Regulation 33 of the Listing Regulations; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 ('the Act'), read with relevant rules issued thereunder, 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 31st March 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in Auditor's Responsibilities for the Audit of the Statement section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (the 'ICAI') together with the ethical requirements that are relevant to our audit of the Statement 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 ICAI's 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 Statement

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of the related Financial Statements of the Company. The Company's Board of Directors 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 and other financial information in accordance with the recognition and measurement principles laid down in 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



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Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 gives a true and fair view and is 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.

Auditor's Responsibilities for the Audit of the Statement

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 this 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 through a separate report on the complete set of financial statements 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 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.



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- 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 statement 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.

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

1. The Statement includes the financial results for the quarter ended 31st March, 2023, being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which were subject to limited review by us, as required under the Listing Regulations. Our opinion on the Statement is not modified in respect of this matter.
2. The comparative financial information of the Company for the corresponding quarter and year ended 31st March, 2022, prepared in accordance with Ind AS, included in this Statement have been audited by the predecessor auditors. The report of the predecessor auditors on the comparative financial information dated 30th May, 2022 expressed an unmodified opinion. Our opinion on the Statement is not modified in respect of this matter.

Date: 30th May, 2023
Place: Chandigarh



for JAIN & ANIL SOOD
Chartered Accountants
Firm Registration No. 010505N


(RAJESH KUMAR JAIN)
Partner
Membership No. 088447

UDIN: 23088447BGUOYV8092

STATEMENT OF AUDITED FINANCIAL RESULTS
FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2023

FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2023						
(Rs. in lakhs, except per equity share data)						
Sr. No.	Particulars	3 Months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Year ended	Previous accounting year ended
		31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
		(refer note 3)	Unaudited	(refer note 3)	Audited	Audited
1	Income					
	Revenue from operations	1065.31	1115.47	1052.88	4669.15	3593.11
	Other income	-1.61	4.52	43.76	10.87	92.32
	Total Income	1063.70	1119.99	1096.44	4680.02	3685.43
2.	Expenses					
	Cost of materials consumed	637.37	624.43	611.10	2486.31	1948.84
	Purchases of Stock-in-Trade	0.00	0.00	0.00	0.00	0.00
	Changes in Inventories of finished goods and work-in-progress	30.74	5.14	-7.02	31.66	-225.94
	Employee benefits expense	76.59	75.08	74.17	301.36	294.04
	Finance costs	7.02	7.74	6.75	30.99	10.72
	Depreciation expense	61.18	62.59	18.45	249.18	59.55
	Consumption of stores and spare parts	41.58	75.97	44.10	203.29	129.88
	Packing material consumed	8.59	8.96	7.59	39.02	40.02
	Power and fuel expenses	157.36	164.18	136.35	645.75	579.26
	Contract labour charges	15.00	14.42	10.39	58.19	43.28
	Freight and cartage outward	1.79	8.99	77.65	121.44	164.81
	Other expenses	13.54	20.19	30.53	89.22	93.06
	Total expenses	1050.76	1067.69	910.06	4256.41	3137.52
3.	Profit before exceptional items and tax	12.94	52.30	186.38	423.61	547.91
	Exceptional items	0.00	0.00	0.00	0.00	0.00
4.	Profit before tax	12.94	52.30	186.38	423.61	547.91
5.	Tax expense:					
	- Current tax	8.10	17.61	18.35	109.11	86.51
	- Adjustment of tax relating to earlier periods	0.00	0.00	0.00	0.00	0.24
	- Deferred tax	-3.48	-5.22	25.54	-16.63	48.37
	Total tax expense	4.62	12.39	43.89	92.48	135.12
6.	Profit for the period (A)	8.32	39.91	142.49	331.13	412.79
	Other Comprehensive Income					
	Items that will not be reclassified to profit or loss:					
	Remeasurements of the defined benefit plans	0.30	-0.37	1.09	2.51	-6.94
	Income tax relating to items that will not be reclassified to profit or loss	-0.07	0.09	-0.27	-0.63	1.75
7.	Total Other Comprehensive Income/ (-) Expense (B)	0.23	-0.28	0.82	1.88	-5.19
8.	Total Comprehensive Income for the period (A+B)	8.55	39.63	143.31	333.01	407.60
9.	Paid-up equity share capital (Face value of Rs. 10 Per share)	373.50	373.50	373.50	373.50	373.50
10.	Other Equity				1650.50	1317.49
11.	Earnings per equity share (Rs.) Basic and diluted (not annualised)	0.22	1.07	3.81	8.87	11.05

By Order of the Board of Directors
for Hisar Spinning Mills Limited

Place: Chandigarh
Dated: 30.05.2023



20/05/2023

Anurag Gupta
Managing Director
DIN : 00192888

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HISAR SPINNING MILLS LIMITED
9TH KM. STONE, HISAR BHIWANI ROAD, V.P.O. DABRA, HISAR - 125005

STATEMENT OF ASSETS AND LIABILITIES

(Rs. In lakhs)		
Particulars	As at 31.03.2023 Audited	As at 31.03.2022 Audited
(A) ASSETS		
(1) Non-Current Assets :		
(a) Property, plant and equipment	706.64	907.97
(b) Capital work-in-progress	0.00	6.67
(c) Financial assets:		
(i) Other financial assets	37.15	51.47
(d) Deferred tax assets (net)	64.15	47.52
(e) Other non-current assets	3.71	36.44
Sub-total - Non-Current Assets	811.65	1050.07
(2) Current Assets :		
(a) Inventories	1042.09	1087.01
(b) Financial assets:		
(i) Trade receivables	416.51	240.29
(ii) Cash and cash equivalents	26.42	102.58
(iii) Bank balances other than (ii) above	0.00	0.00
(iv) Other financial assets	28.03	42.31
(c) Current tax assets (net)	9.00	11.71
(d) Other current assets	281.09	202.61
(e) Non-current assets classified as held for sale	1.25	4.94
Sub-total - Current Assets	1804.39	1691.45
TOTAL - ASSETS	2616.04	2741.52
(B) EQUITY AND LIABILITIES		
(1) Equity :		
(a) Equity Share capital	373.50	373.50
(b) Other Equity	1650.50	1317.49
Sub-total - Equity	2024.00	1690.99
Liabilities		
(2) Non-Current Liabilities :		
(a) Financial Liabilities		
(i) Borrowings	185.75	290.96
(ii) Other financial liabilities	1.41	2.57
(b) Other non-current liabilities	9.43	89.67
Sub-total - Non-Current Liabilities	196.59	383.20

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(Rs. In lakhs)		
Particulars	As at 31.03.2023 Audited	As at 31.03.2022 Audited
(3) Current Liabilities :		
(a) Financial Liabilities		
(i) Borrowings	108.62	172.98
(ii) Trade payables		
(A) total outstanding dues of micro enterprises and small enterprises	90.31	136.99
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	105.99	214.96
(iii) Other financial liabilities	65.03	70.04
(b) Other current liabilities	22.11	59.02
(c) Provisions	3.39	13.34
(d) Current tax liabilities (net)	0.00	0.00
Sub-total - Current Liabilities	395.45	667.33
Total - Liabilities	592.04	1050.53
TOTAL - EQUITY AND LIABILITIES	2616.04	2741.52

By Order of the Board of Directors
for Hisar Spinning Mills Limited

Place: Chandigarh
Dated: 30.05.2023



20/05/2023

Anurag Gupta
(Anurag Gupta)
Managing Director
DIN : 00192888

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HISAR SPINNING MILLS LIMITED
9TH KM. STONE, HISAR BHIWANI ROAD, V.P.O. DABRA, HISAR - 125005

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST MARCH 2023

Particulars	(Rs. In lakhs)	
	For the year ended 31.03.2023	For the year ended 31.03.2022
	Audited	Audited
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	423.61	547.91
Adjustments for:		
Depreciation expense	249.18	59.55
Net loss/ (-) gain on disposal of property, plant and equipment	-0.21	0.00
Government grant relating to EPCG Scheme	-86.77	-82.94
Government grant relating to property, plant and equipment	-0.03	-0.04
Fair value loss/ (-) gain on financial instruments at FVTPL	0.00	0.06
Net loss/ (-) gain on foreign currency transactions and translation	0.00	-1.31
Provision for interest written back	-1.16	-73.65
Deferred processing fees	0.00	0.03
Interest income	-1.69	-6.76
Finance costs	30.99	10.72
Operating profit before working capital changes	613.92	453.57
Changes in working capital:		
<u>Adjustments for decrease/ (-) increase in operating assets:-</u>		
Inventories	44.92	-308.12
Trade receivables	-176.22	62.75
Other financial assets (current)	14.43	-33.49
Other financial assets (non-current)	-7.21	-1.62
Other assets (current)	-78.48	-84.25
Other assets (non-current)	32.74	-36.38
<u>Adjustments for increase/ (-) decrease in operating liabilities:-</u>		
Trade payables	-155.65	226.03
Other financial liabilities (current)	-4.44	23.99
Other financial liabilities (non-current)	-1.16	-1.24
Other liabilities (current)	-36.89	32.40
Provisions (current)	-7.44	-0.04
Cash generated from operations	238.52	333.60
Income taxes paid (net of refund)	-107.03	-90.58
Net cash flows from/ (-) used in operating activities	131.49	243.02

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(Rs. in lakhs)		
Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment (including capital work-in-progress)	-34.64	-618.51
Proceeds from disposal of property, plant and equipment	3.90	0.00
<u>Bank balances not considered as cash and cash equivalents:</u>		
(-) Increase/ decrease in deposits with more than twelve months maturity (pledged with banks towards margin against bank)	20.79	-26.80
(-) Increase/ decrease in deposits with original maturity more than twelve months but remaining maturity of less than twelve months (pledged with banks towards margin against bank guarantees)	0.00	17.01
(-) Increase/ decrease in deposits with original maturity more than three months but remaining maturity of less than twelve months	0.00	128.00
Interest received	2.28	16.18
Net cash flows from/ (-) used in investing activities	-7.67	-484.12
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from borrowings (non-current)	0.00	347.07
Repayment of borrowings (non-current)	-76.83	-41.82
Proceeds from borrowings (current) (net)	-88.18	-7.42
Finance costs paid (net of RTUFS subsidy and interest subvention for MSMEs)	-28.99	-8.80
Net cash flows from/ (-) used in financing activities	-199.98	289.23
Net increase/ (-) decrease in cash and cash equivalents	-76.16	48.13
Cash and cash equivalents at the beginning of the year	102.58	54.45
Cash and cash equivalents at the end of the year	26.42	102.58
<u>Components of cash and cash equivalents at the end of the year</u>		
Balances with Banks	22.86	100.23
- In current accounts	3.56	2.35
Cash on hand	26.42	102.58

Notes:

- The Statement of Cash Flows has been prepared in accordance with 'Indirect Method' as set out in Indian Accounting Standard (Ind AS) - 7 'Statement of Cash Flows', as notified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder.


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2. Changes in liability arising from financing activities:

Particulars	(Rs. in lakhs)	
	For the year ended 31.03.2023	For the year ended 31.03.2022
Opening balance of borrowings		
<u>Borrowings (non-current)</u>	367.79	60.71
- Term Loans (including current maturities)	0.00	1.25
- Other long-term borrowings (including current maturities)	96.16	103.58
Borrowings (current)		
Cash Flows		
<u>Proceeds from borrowings (non-current)</u>	0.00	347.07
- Term Loans	0.00	0.00
- Other long-term borrowings		
<u>Repayment of borrowings (non-current)</u>	76.83	40.37
- Term Loans	0.00	1.25
- Other long-term borrowings	-96.16	-7.42
Increase/ (-) decrease in borrowings (current)	3.41	0.38
Effective rate of interest adjustment		
Closing balance of borrowings		
<u>Borrowings (non-current)</u>	294.37	367.79
- Term Loans (including current maturities)	0.00	0.00
- Other long-term borrowings (including current maturities)	0.00	96.16
Borrowings (current)		

By Order of the Board of Directors
for Hisar Spinning Mills Limited


(Anurag Gupta)
Managing Director
DIN : 00192888

Place: Chandigarh
Dated: 30.05.2023




20/05/2023

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Notes to Statement of Audited Financial Results:

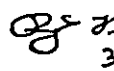
1. The Financial Results have been prepared in accordance with the recognition and measurement principles as laid down in the applicable Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, and requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. The Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 30th May, 2023. The statutory auditors have expressed an unmodified opinion in the audit report on these financial results.
3. The figures for quarters ended March 31, 2023 and March 31, 2022 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the relevant financial year. The published year to date figures up to the third quarter of the relevant financial year were subject to Limited Review.
4. The figures of the previous periods/year have been regrouped/ reclassified to render them comparable with the figures of the current period.
5. The Company is primarily in the business of manufacturing and sale of cotton yarn blended (textile product). The Board of Directors of the Company, which has been identified as being the Chief Operating Decision Maker (CODM), evaluates the Company's performance and allocate resources based on the analysis of the various performance indicators of the Company as a whole. Therefore, there is only one reportable segment for the Company.
6. The Code on Social Security 2020 has been notified in the Official Gazette on 29th September, 2020. The effective date from which the changes are applicable is yet to be notified and the rules are yet to be framed. Impact if any, of the change will be assessed and accounted in the period in which said Code becomes effective and the rules framed thereunder are published.
7. The new scheme for Remission of Duties and Taxes on Exported Products (RoDTEP) was introduced by Ministry of Commerce and Industry vide notification dated 17th August, 2021 for eligible exported goods. Accordingly, the Company has recognised in Revenue from operations the benefit of RoDTEP of Rs. 6.47 Lakhs during the year ended 31st March, 2022 pertaining to eligible export sales for the period from 1st January, 2021 to 31st March, 2021.

By Order of the Board of Directors
for Hisar Spinning Mills Limited


(Anurag Gupta)
Managing Director
DIN : 00192888

Place: Chandigarh
Dated: 30.05.2023




30/05/23