



HIMACHAL FIBRES LIMITED

Corporate Office : 8-L, Model Town, (Backside Hotel Chevron), Ludhiana. 141 002 (INDIA) Phone : 91-161-4684000,
Fax : 91-161-4684010, E-mail : hfl.corporate@gmail.com Visit : www.himachalfibre.com
CIN No. : L17119HP1980PLC031020

Ref. No. HFL/BSE/2021-22

Date: - 30-05-2022

To,
The Department of Corporate Services,
BSE Limited
P.J. Towers, Dalal Street,
Mumbai - 400001
Scrip Code: 514010

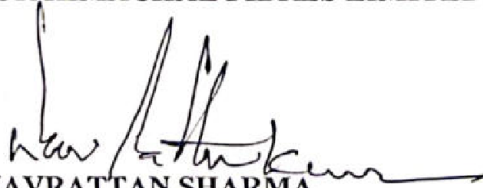
Sub: Declaration to the effect that there is unmodified opinion with respect to the Annual Audited Financial Results of the Company.

Dear Sir / Madam,

Pursuant to the provisions of regulation 33(3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, we hereby declare that the statutory auditors of the company M/s Manjul Mittal & Associates, Chartered Accountants (FRN: 028039N) have issued Auditor's Report with unmodified opinion on Audited Financial Results of the company for the Quarter and Financial Year ended on 31st March 2022.

Thanking you,

Yours Sincerely,
FOR HIMACHAL FIBRES LIMITED


NAVRATTAN SHARMA
(CFO)



HIMACHAL FIBRES LIMITED

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Date: - 30/05/2022

To,
The Department of Corporate Services,
BSE Limited
P.J. Towers, Dalal Street,
Mumbai - 400001
Scrip Code: 514010

Sub.: Audited Financial Results for the Quarter and Year ended on 31st March, 2022

Dear Sir / Madam,

Pursuant to regulation 33 of the SEBI (LODR) Regulations, 2015, kindly find enclosed Audited Financial Results along with Statement of Assets and Liabilities and Auditor's Report thereon for the quarter and year ended on 31st March, 2022 and declaration pursuant to Regulation 33(3) (d) of the SEBI (LODR) Regulations, 2015.

Kindly take the same on record.

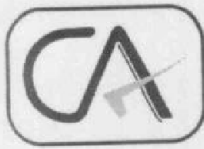
Thanking you,

Yours faithfully

For Himachal Fibres Limited


Gian Chand Thakur
Whole Time Director
DIN: - 07006447

Enclosed: A/a



Independent Auditor's Report on Audit of Annual Standalone Financial Results and Review of Quarterly Financial Results of the Company

To
The Board of Directors,
Himachal Fibres Limited

Report on the audit of the Standalone Financial Results

Opinion

We have audited the Standalone IND AS Financial results for the year ended March 31, 2022 and reviewed the Standalone Financial Results for the quarter ended March 31, 2022 (refer 'Other Matters' Section below), both included in the accompanying "Statement of Standalone Financial Results for the Quarter and Year ended March 31, 2022" of **Himachal Fibres Limited** ("the Company"), being submitted by the Company pursuant to the requirements of Regulation 33 and Regulation 52 of the SEBI (Listing Obligation and disclosure requirements) Regulations, 2015 as amended ("the Listing Regulations").

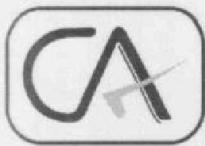
In our opinion and to the best of our information and according to the explanations given to us, the Standalone Financial Results for the year and quarter ended March 31, 2022 :

- i. are presented in accordance with the requirements of Regulation 33, Regulation 52 and Regulation 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, of the net profit/loss and total comprehensive income/loss and other financial information of the Company for the year then ended.

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 below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements for the year ended March 31, 2022 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 opinion.





Emphasis of Matter

a. We draw attention to Note 6 to the standalone financial results, which describes the uncertainties and the impact of second wave of Covid-19 pandemic on the Company's operations and results as assessed by the management. Our opinion is not modified in respect of this matter.

b. We draw attention to Note 8 to the standalone financial results, which describes that the Company has made assessment of the inventories carried during the year under review on the basis its nature and ageing. On the basis of its assessment the company has identified inventories amounting to Rs. 1057.40 Lacs as slow moving inventories and segregated it under the head " Other non current assets" in the Statement of Assets & Liabilities as at 31st March 2022.

Our Opinion is not modified in respect of the above matters.

Management's Responsibilities for the Standalone Financial Results

This Statement, which includes Standalone Ind AS Financial Results is the responsibility of the Company's Board of Directors and has been approved by them for the issuance. The Statement has been compiled from the related Audited Standalone Ind AS Financial Statements for the year ended March 31, 2022 and interim financial information for the quarter ended March 31, 2022, is the balancing figure between audited figures in respect of the full financial year and the published unaudited year to date figures upto the third quarter of the current financial year. This responsibility includes the preparation and presentation of the Statement for the quarter and year ended March 31, 2022 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 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 , Regulation 52 and Regulation 54 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 Management and Board of Directors are also responsible for overseeing the Company's financial reporting process.

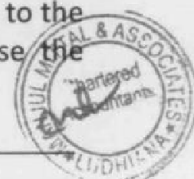
Auditor's Responsibilities for the Audit of the Standalone Financial Results

(a) Audit of the Standalone Financial Results for the Financial Year ended March 31, 2022 :

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results for the year ended March 31, 2022 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 Standalone 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 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.
- 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 Annual Standalone Financial Results of the Company to express an opinion on the Annual Standalone Financial Results.

Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual 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 Annual 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.

(b) Review of the Standalone Financial Results for the quarter ended March 31, 2022

We conducted our review of the Standalone Financial Results for the quarter ended March 31, 2022 in accordance on Review Engagements ("SRE") 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 SAs specified under Section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Other Matters

The standalone annual financial results include the results for the quarter ended 31 March 2022 being the balancing figure 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.





Our opinion on the statement is not modified in respect of this matter.

For Manjul Mittal and Associates

Chartered Accountants

FRN - 028039N


CA. Manjul Mittal

Partner

M. No. 500559



Place - Ludhiana

Dated - 30th May 2022

UDIN - 22500559AJXDKW4412

Himachal Fibres Limited
CIN: L17119HP1980PLC031020
Regd. Office: Plot No. 43-44, Industrial Area, Barotiwala, Distt Solan, H.P.-174103
Statement of Audited Financial Results for the year ended 31.03.2022

		(Rs in Lakhs)				
	Particulars	Quarter Ended	Quarter Ended	Quarter	Year Ended	Year Ended
		(31.03.2022)	(31.12.2021)	Ended	(31.03.2022)	(31.03.2021)
		(Audited)	(Un- Audited)	(Audited)	(Audited)	(Audited)
		(Refer Note 7)		(Refer Note 7)		
	Income/Revenue					
I	Revenue from operations	625.57	902.14	595.25	2,728.98	1,454.40
II	Other Income	48.14	23.07	15.80	121.26	64.10
III	Total Revenue (I + II)	673.71	925.21	611.05	2,850.24	1,518.50
	EXPENSES					
	Cost of materials consumed	367.65	485.17	172.78	1,479.84	172.78
	Purchases of Stock-In-Trade	-	-	-	-	-
	Changes in inventories of finished goods and work-in-progress	10.29	39.27	55.39	526.32	344.68
IV	Employee benefits expense	153.16	149.68	163.54	617.05	495.39
	Finance costs	18.78	88.51	73.00	255.09	333.43
	Depreciation and amortization expense	44.57	45.38	54.65	180.71	206.53
	Other expenses	180.97	130.09	322.67	511.64	560.56
	Total Expenses	775.42	938.10	842.03	3,570.65	2,113.37
V	Profit/(loss) before exceptional and extraordinary items and tax (III - IV)	(101.71)	(12.89)	(230.98)	(720.41)	(594.87)
VI	Exceptional items	-	-	-	-	-
VII	Profit/(loss) before extraordinary items and tax (V - VI)	(101.71)	(12.89)	(230.98)	(720.41)	(594.87)
VIII	Extraordinary items	-	-	-	-	-
IX	Profit/(loss) before tax (VII- VIII)	(101.71)	(12.89)	(230.98)	(720.41)	(594.87)
X	Tax expense:					
	(1) Current tax	-	-	-	-	-
	(2) Deferred tax	(20.54)	(5.53)	(70.46)	(33.31)	(91.04)
	Net Profit (Loss) for the period	(81.17)	(7.36)	(160.52)	(687.10)	(503.83)
XI	Other Comprehensive Income (net of tax)					
XII	Items that will not be classified to profit & loss					
	(i) Re-measurement of defined benefit plan	8.42	3.79	10.84	19.80	15.18
	(ii) Income tax related to item no (i) above	-	-	-	-	-
	Other Comprehensive Income (net of tax)	8.42	3.79	10.84	19.80	15.18
XIII	Total Comprehensive Income for the period	(72.75)	(3.57)	(149.68)	(667.30)	(488.65)
XIV	Paid up Equity Share Capital (Face value)	Re. 1/-	Re. 1/-	Re. 1/-	Re. 1/-	Re. 1/-
XV	(1) Basic	(0.09)	(0.01)	(0.19)	(0.80)	(0.58)
	(2) Diluted	(0.09)	(0.01)	(0.19)	(0.80)	(0.58)


Gian Chand Thakur
 (Whole Time Director)
 DIN: 07006447

Notes:

1. The above financial results for the quarter ended 31st March, 2022 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 30th May, 2022.
2. The financial results have been prepared in accordance with Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Companies Act, 2013 read with relevant rules thereunder and SEBI's circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016 as amended from time to time.
3. The company is primarily in the business of manufacturing and sale of textile products (i.e. Yarns and Fabrics). Therefore No Segment Reporting is required because company has not more than one business segment as per Ind AS 108 'Operating Segments'
4. Due to various factors beyond the control of management/external factors the company has incurred losses to the tune of Rs. 72.75 lakh during current quarter.
- 5 (a) The company had defaulted on payments of its debt obligations to its lenders leading to its borrowing being classified as NPA by the State bank of India as on 31.03.2021. In the current year, State Bank of India vide its letter No.SAMB/HFL/2021-22/958 dated 28.03.2022 has sanctioned Comprise settlement amount of Rs.17.72 crores against principal outstanding of Rs.19.63 cr. and total dues of Rs.21.06 cr. in full & final settlement of the account repayable in various installments till 28.02.2023.
- 5 (b) The company has provided interest amounting to Rs.194.82 Lakhs on NPA Classified accounts with State Bank of India upto 31.12.2021. However, the company has stopped any further provision of interest in its books of account in view of comprise settlement State Bank of India vide its letter No.SAMB/HFL/2021-22/958 dated 28.03.2022
- 6 (a) The Company's operations and financial results for the quarter and year ended March 31, 2022 and the corresponding quarter and year ended March 31, 2021 are not comparable as the results of the previous periods were impacted by COVID-19 pandemic and the consequent lockdown announced by the Central/State Governments, due to which the operations were suspended for part of the year ended March 31, 2021.
- 6 (b) The Company has considered the possible effects that may result from the pandemic relating to COVID-19 in the preparation of these standalone financial statements including the recoverability of carrying amounts of financial and non financial assets 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 these financial statements, used internal and external sources of information including credit reports and related and forecasts and expects that the carrying amount of these assets will be recovered. The impact of COVID-19 on the Company's financial statements may differ from that estimated the date of approval of these standalone financial statements.
- 7 The Figures for the Quarter Ended 31st March,2022 & 31st March, 2021 are the balancing figures between the figures in respect of the quarter ended 31st December,2021 & 31st December,2020. Also the figures upto the end of third quarter of the respective year were only reviewed and not subject to audit.
- 8 The Company has made assessment of the inventories carried during the year under review on the basis its nature and ageing. On the basis of its assessment the company has identified inventories amounting to Rs.1057.40 Lacs as slow moving inventories and segregated it under the head " Other non current assets" in the Statement of Assets & Liabilities as at 31st March 2022.
- 9 Previous period figures have been regrouped/reclassified, wherever necessary, to confirm with the current period classification/presentation.

Dated- 30th May, 2022
Place- Ludhiana


Gian Chand Thakur
(Whole Time Director)
DIN: 07006447

Himachal Fibres Limited

Statement of Assets and Liabilities as at 31st March 2022

(Rupees in Lakhs)

Particulars	As at 31.03.2022		As at 31.03.2021	
	(Audited)		(Audited)	
ASSETS				
Non-current assets				
(a) Property, Plant and Equipment	1419.30		1671.42	
(b) Right-of-use assets	6.18		6.29	
(c) Capital Work in Progress	-		-	
(d) Financial Assets	-		-	
(i) Other Financial Assets	-		-	
(e) Deferred tax assets (net)	188.26		154.95	
(f) Other non-current assets	1813.14	3426.88	2518.01	4350.67
Current assets				
(a) Inventories	628.42		528.59	
(b) Financial Assets				
(i) Trade receivables	1171.98		334.35	
(ii) Cash and cash equivalents	6.79		6.58	
(iii) Bank balances other than (ii) above	-		-	
(iv) Other Financial Assets	-		-	
(c) Current Tax Assets (Net)	35.16		32.67	
(d) Other Current Assets	183.17	2025.52	242.02	1144.21
Total Assets		5452.40		5494.88
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share capital	862.50		862.50	
(b) Other Equity	1054.81	1917.31	1722.12	2584.62
LIABILITIES				
Non-current liabilities				
(a) Financial Liabilities				
(i) Borrowings	49.64		184.18	
(ii) Other Long Term Liabilities	645.24		560.44	
(b) Provisions	23.00	717.88	30.18	774.80
Current liabilities				
(a) Financial Liabilities				
(i) Borrowings	1762.31		1857.21	
(ii) Trade Payables				
a) Due to Micro & Small Enterprises			50.40	
b) Due to Others	45.30		170.87	
(iii) Other financial liabilities	370.55		34.81	
(b) Other current liabilities	616.88		22.17	
(c) Provisions	22.17	2817.21	22.17	2135.46
Total Equity and Liabilities		5452.40		5494.88

Place-Ludhiana
Dated- 30th May, 2022


Gian Chand Thakur
(Whole Time Director)
DIN: 07006447

HIMACHAL FIBRES LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDING 31ST MARCH 2022

	PARTICULARS	Amount (Rs.in Lacs)	
		Figures at the end of	Figures at the end of
		Current Reporting Year 31.03.2022	Previous Reporting Period 31.03.2021
A.	CASH FLOW FROM/USED IN OPERATING ACTIVITIES		
	NET PROFIT BEFORE TAX	(700.62)	(579.70)
	ADJUSTMENTS FOR:		
	DEPRECIATION	180.71	206.53
	MISCELLANEOUS EXPENSES WRITTEN OFF	-	-
	INTEREST EXPENSES	255.09	333.43
	INTEREST INCOME	(0.52)	(0.68)
	LOSS ON SALE OF ASSETS	7.88	48.23
	OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	(257.46)	7.80
	ADJUSTMENTS FOR:		
	(INCREASE)/DECREASE IN TRADE AND OTHER RECEIVABLES	(76.40)	(1,628.24)
	(INCREASE)/DECREASE IN INVENTORIES	(99.82)	1,989.98
	INCREASE/(DECREASE) IN TRADE PAYABLES AND OTHER LIABILITIES	769.47	(363.80)
	CASH GENERATED FROM OPERATIONS	335.78	5.75
	INCOME TAX PAID	-	-
	NET CASH FROM/USED IN OPERATING ACTIVITIES	335.78	5.75
B.	CASH FLOW FROM/USED IN INVESTING ACTIVITIES		
	PURCHASE OF FIXED ASSETS	(4.14)	(54.80)
	SALE OF FIXED ASSETS	67.78	68.50
	INTEREST RECEIVED	0.52	0.68
	NET CASH FROM/USED IN INVESTING ACTIVITIES	64.16	14.38
C.	CASH FLOW FROM/USED IN FINANCING ACTIVITIES		
	(REPAYMENT) RECEIPT OF LONG TERM BORROWINGS	(49.74)	27.87
	CHANGES IN WORKING CAPITAL LOANS/SHORT TERM BORROWINGS	(94.90)	175.18
	INTEREST PAID	(255.09)	(333.43)
	NET CASH FROM/USED IN FINANCING ACTIVITIES	(399.73)	(130.37)
	NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVLAENTS	0.21	(110.24)
	OPENING CASH AND CASH EQUIVALENTS	6.58	116.82
	CLOSING CASH AND CASH EQUIVLAENTS	6.79	6.58



Gian Chand Thakur
(Whole Time Director)

DIN: 07006447

Dated- 30th May, 2022

Place- Ludhiana