

5th February, 2020

The BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400 001.

The National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra (E), Mumbai - 400 051.

Scrip Code: 526217

Scrip Symbol: HITECHCORP

Dear Sir/ Madam,

Sub: Outcome of the Board Meeting held on 5th February, 2020.

The Board of Directors of the Company at its Meeting held today on 5th February 2020, *inter-alia*, discussed/ approved the following:

1. The term of Mrs. Avan Chaina, Chief Financial Officer of the Company who retires on 11th February, 2020 on attaining the age of 58 years, has been extended for a period 3 years w.e.f. 12th February, 2020 till 11th February, 2023.
2. Pursuant to Regulation 30 & 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Listing Regulations), please find enclosed the following:
 - a. Audited Financial Results of the Company for the third quarter and nine months ended 31st December, 2019;
 - b. Auditors' Report in respect of the aforesaid Results.

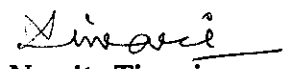
In compliance with the Regulation 47 of the Listing Regulations, the Company would arrange to publish in the newspapers, the above said Results in the prescribed format.

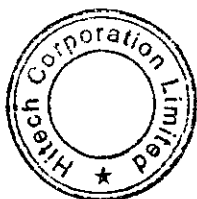
The Meeting concluded at 8.00 p.m.

This is for your information and record.

Thanking you,

Yours faithfully,
For Hitech Corporation Limited


Namita Tiwari
Company Secretary
& Compliance Officer
Encl: As Above



KALYANIWALLA & MISTRY LLP

CHARTERED ACCOUNTANTS

Independent Auditor's Report on Audited Quarterly Financial Results and Year to Date Results of Hitech Corporation Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**INDEPENDENT AUDITOR'S REPORT
TO THE BOARD OF DIRECTORS OF HITECH CORPORATION LIMITED**

Report on the audit of the Financial Results

Opinion

We have audited the accompanying financial results of **Hitech Corporation Limited** ("the Company") for the quarter ended December 31, 2019 and the year to date results for the period from April 1, 2019 to December 31, 2019 ("the financial results"), attached herewith, being submitted by the 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 these financial results:

- i. are presented in accordance with the requirements of Regulation 33 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 applicable accounting standards and other accounting principles generally accepted in India of the net loss and other comprehensive income and other financial information for the quarter ended December 31, 2019 and net profit and other comprehensive income and other financial information for the period from April 1, 2019 to December 31, 2019.

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 ("the Act"). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the 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 of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Financial Results

These financial results have been prepared on the basis of the condensed interim financial statements. The Company's management and Board of Directors are responsible for the preparation of these financial results that give 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 Indian Accounting Standard 34, 'Interim Financial Reporting' 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



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that are reasonable and prudent; and 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 financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the management and 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 Financial Results

Our objectives are to obtain reasonable assurance about whether the financial results as a whole are 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 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 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management and the Board of Directors.
- Conclude on the appropriateness of the management's and 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 financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements 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 financial statements.

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.

For KALYANIWALLA & MISTRY LLP
CHARTERED ACCOUNTANTS
Firm Reg. No.: 104607W/W100166



Roshni R. Marfatia
Partner

M. No.: 106548

UDIN: 20106548AAAAAC7934

Mumbai, February 05, 2020.



HITECH CORPORATION LIMITED

Regd. Office: 201,2nd Floor, Welspun House, Kamala City, Senapati Bapat Marg, Lower Parel (W), Mumbai-400 013.

www.hitechgroup.com

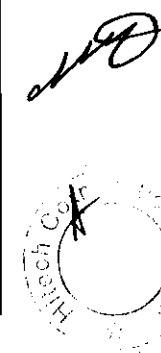
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CIN No. L28992MH1991PLC168235

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTH ENDED DECEMBER 31, 2019

₹ in lakhs

Sr. No.	Particulars	Quarter ended			Nine Month ended		Year Ended
		Audited	Audited	Audited	Audited	Audited	Audited
		31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
I	Revenue from Operations	10,745.96	12,203.89	12,634.37	35,094.83	35,845.16	46,190.11
II	Other Income						
	a)Others	9.39	16.61	16.68	39.05	42.74	50.44
III	Total Income (I + II)	10,755.35	12,220.50	12,651.05	35,133.88	35,887.90	46,240.55
IV	Expenses :						
	Cost of materials consumed	6,111.28	7,680.03	8,299.68	21,090.58	23,125.44	29,136.13
	Changes in inventories of finished goods and work-in-progress	161.68	(341.37)	(408.74)	(119.58)	(761.49)	(593.06)
	Employee benefits expense	700.87	779.89	797.68	2,337.79	2,368.30	3,100.87
	Finance costs	595.80	638.36	552.77	1,822.43	1,431.37	1,991.66
	Depreciation and amortisation expense	788.22	756.71	612.26	2,215.78	1,519.54	2,142.86
	Other expenses	2,218.26	2,571.48	2,479.51	7,152.86	7,096.10	9,390.74
	Total Expenses	10,576.11	12,085.10	12,333.16	34,499.86	34,779.26	45,169.20
V	Profit / (Loss) before exceptional items and tax (III -IV)	179.24	135.40	317.89	634.02	1,108.64	1,071.35
VI	Exceptional Items (Charge) / Credit (Refer note 4)	(328.30)	-	1,486.35	(328.30)	1,486.35	1,486.35
VII	Profit / (Loss) before tax (V + VI)	(149.06)	135.40	1,804.24	305.72	2,594.99	2,557.70
VIII	Tax Expenses :						
	1) Current Tax	(102.03)	39.29	360.57	23.73	616.85	604.45
	2) Deferred Tax	37.53	28.06	410.16	101.61	429.29	452.35
	3) Prior Year Tax Adjustments / Minimum Alternative Tax Credit Entitlement	-	(26.65)	(128.34)	(26.65)	(128.34)	(139.40)
	Tax Expense	(64.50)	40.70	642.39	98.69	917.80	917.40
IX	Profit / (Loss) for the period (VII -VIII)	(84.56)	94.70	1,161.85	207.03	1,677.19	1,640.30
X	Other Comprehensive Income						
	A (i) Items that will not be reclassified to profit or loss						
	-Remeasurement of defined benefit plans	(4.65)	2.14	(53.02)	0.86	(24.66)	(15.55)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	1.56	(0.71)	8.62	(0.27)	8.62	5.04
	Other Comprehensive Income	(3.09)	1.43	(44.40)	0.59	(16.04)	(10.51)
XI	Total Comprehensive Income (IX+X)	(87.65)	96.14	1,117.45	207.62	1,661.15	1,629.79
XII	Paid-up Equity Share Capital (Face Value of ₹ 10 per Share)	1,717.57	1,717.57	1,717.57	1,717.57	1,717.57	1,717.57
XIII	Reserve (excluding Revaluation Reserve) as at Balance Sheet Date						14,725.43
XIV	Earnings per share (of ₹ 10/- each) (not annualised):						
	Basic	(0.49)	0.55	6.76	1.21	9.76	9.55
	Diluted	(0.49)	0.55	6.76	1.21	9.76	9.55



Notes:

1. The above audited financial results which are published in accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements), 2015, as amended have been reviewed and recommended by the Audit Committee, and approved by the Board of Directors of the Company at their meeting held on February 5, 2020.
2. The above financial results are in accordance with the Indian Accounting Standards, the (Ind-AS) as prescribed under section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, and Companies (Indian Accounting Standards) Amendment Rules, 2016.
3. The Company has identified Plastic Containers as its single primary reportable segment in accordance with the requirements of Ind AS 108 - Operating Segments. Accordingly, no separate segment information has been provided.
4. Details of exceptional items [(Charge) / Credit] are listed below:

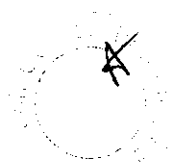
(Rs. in lakhs)

Particulars	Quarter ended			Nine Month ended		Year Ended
	Audited	Audited	Audited	Audited	Audited	Audited
	31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
a. Loss due to floods (pending insurance settlement)	(219.82)	-	-	(219.82)	-	-
b. Employee separation compensation	(108.48)	-	-	(108.48)	-	-
c. Insurance claim Realised	-	-	1486.35	-	1486.35	1486.35
Total	(328.30)	-	1486.35	(328.30)	1486.35	1486.35

- a. The manufacturing operations at Baddi (Himachal Pradesh) which were disrupted in August'19 due to floods caused by heavy rain in the region, have resumed normalcy in operations. The loss owing to floods on account of damaged stock and the repair cost incurred has been considered as an exceptional item during the quarter and nine months ended December 31, 2019.

The claim for loss has been filed with the insurance company, however pending assessment of loss by the surveyor, the insurance claim receivable has not been accounted as income in accordance, with IND AS 37 "Provision, Contingent Liabilities and Contingent Assets", which requires 'virtual certainty' for recognition of the insurance claim receivable.

- b. As part of rationalisation of the production facility and optimisation of cost, the Sarigam unit in Gujarat has been discontinued w.e.f. January 15, 2020 and notice for the same was given to respective employees on November 14, 2019. In accordance with the IND AS-19 "Employee benefits" Employee separation compensation payable has been provided and included as an exceptional item for the quarter and nine months ended December 31, 2019.
- c. Insurance claim of Rs. 1,486.35 lakhs is received in full and final settlement towards property damage, insurance claim consequent to the completion of the assessment by the Insurance Company in connection with fire at Rohtak in 2015-16.





5. The Taxation laws (Amendment) Ordinance, 2019 was promulgated on September 20, 2019. The Ordinance amends the Income Tax Act 1961, and the Finance (No. 2) Act, 2019. The Ordinance provides domestic companies with an option to opt for lower tax rates, provided they do not claim certain deductions. The Company is in the process of evaluating the option to opt for lower tax rate and has considered the rate existing prior to the Ordinance for the purpose of these results.
6. Effective April 01, 2019, the Company adopted IND AS 116 “Leases” and applied the same to all contracts having lease components existing on April 01, 2019 using the modified retrospective method. Accordingly, comparatives for the quarter and nine months ended December 31, 2018 and year ended March 31, 2019 have not been retrospectively adjusted. The Company has measured Right-of-Use assets and lease liability based on the remaining lease period and payments discounted using the incremental borrowing rate as of the date of initial application. On initial date of application, the adoption of the new standard resulted in recognition of Right-of-use asset (ROU) of Rs. 2,623.14 lakhs (including Leasehold Land) and a lease liability of Rs. 553.97 lakhs. In the profit and loss account for the nine months ended December 31, 2019, the nature of expenses in respect of operating leases has changed from lease rent in the previous periods to depreciation cost Rs. 103.45 lakhs for the right-of-use assets and finance cost Rs. 31.35 lakhs for interest accrued on lease liabilities. The effect of this adoption is insignificant on the profit for the period and earning per share.
7. Previous period figures have been regrouped and reclassified wherever necessary.

By Order of the Board of Directors

For HITECH CORPORATION LIMITED

A handwritten signature in black ink, appearing to read 'Malav Dani'.

Malav Dani
Managing Director
Mumbai, February 5, 2020

A small handwritten mark or signature, possibly a checkmark or the letter 'A', located below the signature.

