



# HIMACHAL FUTURISTIC COMMUNICATIONS LTD.

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

Tel.: (+91 1792) 231904 / 231905, 230643/44 Fax: (+91 1792) 231902 Email : secretarial@hfcl.com

Website: www.hfcl.com / Corporate Identity Number (CIN): L64200HP1987PLC007466

## STATEMENT OF STANDALONE & CONSOLIDATED AUDITED RESULTS FOR THE FOURTH QUARTER AND YEAR ENDED 31ST MARCH 2016

Sl. No.	Particulars	(Rs. in crores)						
		Three months ended	Preceding three months ended	Corresponding three months ended in the previous year	Financial year ended	Previous Financial year ended	Consolidated results for the Financial year ended	Consolidated results for the previous Financial year ended
		Mar. 31, 2016 Audited	Dec. 31, 2015 Unaudited	Mar. 31, 2015 Audited	Mar. 31, 2016 Audited	Mar. 31, 2015 Audited	Mar. 31, 2016 Audited	Mar. 31, 2015 Audited
1.	<b>Income from operations</b>	763.91	592.74	681.18	2,569.54	2,551.08	2,611.06	2,553.07
2.	<b>Expenses</b>							
	a) Cost of materials/services consumed	554.55	306.02	432.37	1,544.06	1,768.98	1,568.37	1,770.81
	b) Purchases of stock-in-trade	54.32	54.03	46.98	238.78	72.51	252.19	72.51
	c) Changes in inventories of finished goods, work in progress and stock-in-trade	(31.72)	25.59	(8.78)	(37.71)	(82.37)	(43.57)	(82.37)
	d) Employee benefits expenses	24.52	32.30	46.47	157.46	205.44	162.60	216.92
	e) Depreciation/Impairment and Amortisation expenses	5.80	6.30	7.24	24.91	33.93	26.33	34.21
	f) Other expenses	93.49	90.11	72.78	341.21	233.34	347.27	235.82
	g) Bad debts, advances & Miscellaneous balances written off (net)	6.09	(0.23)	23.05	6.06	58.72	6.06	58.72
	h) Loss on sales of Investment (net)	42.83	-	47.97	42.83	47.97	42.83	47.97
	<b>Total Expenses</b>	<b>749.88</b>	<b>514.12</b>	<b>668.08</b>	<b>2,317.60</b>	<b>2,338.52</b>	<b>2,362.08</b>	<b>2,354.59</b>
3.	<b>Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	<b>14.03</b>	<b>78.62</b>	<b>13.10</b>	<b>251.94</b>	<b>212.56</b>	<b>248.98</b>	<b>198.48</b>
4.	Other Income	10.37	2.76	9.49	21.94	20.05	34.74	157.51
5.	<b>Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)</b>	<b>24.40</b>	<b>81.38</b>	<b>22.59</b>	<b>273.88</b>	<b>232.61</b>	<b>283.72</b>	<b>355.99</b>
6.	Finance costs	11.15	11.22	13.16	44.92	42.70	47.82	44.38
7.	<b>Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)</b>	<b>13.25</b>	<b>70.16</b>	<b>9.43</b>	<b>228.96</b>	<b>189.91</b>	<b>235.90</b>	<b>311.61</b>
8.	Exceptional items - expenses / (income)	148.47	-	-	109.95	-	109.95	-
9.	<b>Profit/(Loss) from ordinary activities before tax (7-8)</b>	<b>(135.22)</b>	<b>70.16</b>	<b>9.43</b>	<b>119.01</b>	<b>189.91</b>	<b>125.95</b>	<b>311.61</b>
10.	Tax expenses	(29.08)	15.46	(11.83)	26.90	26.74	28.41	26.75
	MAT credit Entitlement	29.08	(15.46)	11.85	(26.90)	(26.72)	(26.90)	(26.72)
11.	<b>Net Profit/(Loss) from ordinary activities after tax (9-10)</b>	<b>(135.22)</b>	<b>70.16</b>	<b>9.41</b>	<b>119.01</b>	<b>189.89</b>	<b>124.44</b>	<b>311.58</b>
12.	Extraordinary items - (expenses) / Income	-	-	-	-	-	-	-
13.	<b>Net Profit/(Loss) for the period (11+12)</b>	<b>(135.22)</b>	<b>70.16</b>	<b>9.41</b>	<b>119.01</b>	<b>189.89</b>	<b>124.44</b>	<b>311.58</b>
14.	Share of (profit) / loss of Associates	-	-	-	-	-	(1.72)	(12.29)
15.	Minority interest	-	-	-	-	-	-	-
16.	<b>Net profit/(loss) after taxes, minority interest and share of profit/(loss) of associates (13-14-15)</b>	<b>(135.22)</b>	<b>70.16</b>	<b>9.41</b>	<b>119.01</b>	<b>189.89</b>	<b>126.16</b>	<b>323.87</b>
17.	Paid-up Equity Share Capital (Face value of Re. 1/- each)	123.94	123.94	123.94	123.94	123.94	123.94	123.94
18.	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	-	921.08	808.44	872.62	753.27
19.	Earning per Share( face value of Re. 1/- each) - (not annualised)							
	(a) Before Extraordinary items - Basic	(1.10)	0.56	0.07	0.92	1.49	0.98	2.57
	- Diluted	(1.10)	0.56	0.07	0.92	1.49	0.98	2.57
	(b) After Extraordinary items - Basic	(1.10)	0.56	0.07	0.92	1.49	0.98	2.57
	- Diluted	(1.10)	0.56	0.07	0.92	1.49	0.98	2.57

## SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Sl. No.	Particulars	(Rs. in crores)						
		Three months ended	Preceding three months ended	Corresponding three months ended in the previous year	Financial year ended	Previous Financial year ended	Consolidated results for the Financial year ended	Consolidated results for the previous Financial year ended
		Mar. 31, 2016 Audited	Dec. 31, 2015 Unaudited	Mar. 31, 2015 Audited	Mar. 31, 2016 Audited	Mar. 31, 2015 Audited	Mar. 31, 2016 Audited	Mar. 31, 2015 Audited
1.	<b>Segment Revenue</b>							
	a. Telecom Products	136.36	143.94	151.89	604.78	565.74	662.93	567.92
	b. Turnkey Contracts and Services	627.55	448.80	529.29	1,964.76	1,985.34	1,964.76	1,985.35
	c. Others	-	-	-	-	-	0.05	0.05
	<b>Total</b>	<b>763.91</b>	<b>592.74</b>	<b>681.18</b>	<b>2,569.54</b>	<b>2,551.08</b>	<b>2,627.74</b>	<b>2,553.32</b>
	Less: Inter segment revenue	-	-	-	-	-	16.68	0.25
	<b>Net Sales/Income from Operations</b>	<b>763.91</b>	<b>592.74</b>	<b>681.18</b>	<b>2,569.54</b>	<b>2,551.08</b>	<b>2,611.06</b>	<b>2,553.07</b>
2.	<b>Segment Results Profit/(Loss) before tax and interest from each segment</b>							
	a. Telecom Products	16.15	15.57	(1.80)	69.79	13.05	79.58	136.39
	b. Turnkey Contracts and Services	54.27	66.15	72.45	250.81	268.53	250.81	268.53
	c. Others	-	-	-	-	-	0.03	0.04
	<b>Total</b>	<b>70.42</b>	<b>81.72</b>	<b>70.65</b>	<b>320.60</b>	<b>281.58</b>	<b>330.42</b>	<b>404.96</b>
	Less: i. Interest	11.15	11.22	13.16	44.92	42.70	47.82	44.38
	ii. Other un-allocable expenditure net off	194.49	0.35	48.20	195.21	49.18	195.19	49.18
	iii Un-allocable income	-	(0.01)	(0.14)	(38.54)	(0.21)	(38.54)	(0.21)
	<b>Total Profit before Tax</b>	<b>(135.22)</b>	<b>70.16</b>	<b>9.43</b>	<b>119.01</b>	<b>189.91</b>	<b>125.95</b>	<b>311.61</b>
3.	<b>Capital Employed</b>							
	a. Telecom Products	358.64	342.42	292.84	358.64	292.84	266.79	188.84
	b. Turnkey Contracts and Services	717.40	614.37	392.80	717.40	392.80	717.40	392.80
	c. Others	-	-	-	-	-	0.83	0.80
	<b>Total capital employed in segments</b>	<b>1,076.04</b>	<b>956.79</b>	<b>685.64</b>	<b>1,076.04</b>	<b>685.64</b>	<b>985.02</b>	<b>582.44</b>
	Add: Un-allocable corporate assets less liabilities	49.48	307.19	327.24	49.48	327.24	92.03	375.26
	<b>Total capital employed in Company</b>	<b>1,125.52</b>	<b>1,263.98</b>	<b>1,012.88</b>	<b>1,125.52</b>	<b>1,012.88</b>	<b>1,077.05</b>	<b>957.70</b>

## STATEMENT OF ASSETS AND LIABILITIES

Sl. No.	Particulars	(Rs. in crores)			
		Standalone		Consolidated	
		As at Year Ended 31st March, 2016	As at Previous Year Ended 31st March, 2015	As at Year Ended 31st March, 2016	As at Previous Year Ended 31st March, 2015
A.	<b>EQUITY AND LIABILITIES</b>				
(1)	<b>Shareholder's Funds</b>				
	(a) Share Capital	204.44	204.44	204.44	204.44
	(b) Reserves & Surplus	921.08	808.44	872.62	753.27
	(c) Money received against share warrants	-	-	-	-
	<b>Sub-total - Shareholder's Funds</b>	<b>1,125.52</b>	<b>1,012.88</b>	<b>1,077.06</b>	<b>957.71</b>
(2)	<b>Share application money pending allotment</b>	-	-	-	-
(3)	<b>Minority Interest</b>	-	-	-	-
(4)	<b>Non-Current Liabilities</b>				
	(a) Long Term Borrowings	251.17	162.23	251.26	162.29
	(b) Deferred tax liabilities (net)	-	-	-	-
	(c) Other Long Term Liabilities	-	-	-	-
	(d) Long Term Provisions	11.02	13.78	12.68	15.98
	<b>Sub-total - Non-Current Liabilities</b>	<b>262.19</b>	<b>176.01</b>	<b>263.94</b>	<b>178.27</b>
(5)	<b>Current Liabilities</b>				
	(a) Short Term Borrowings	142.26	109.32	155.26	126.87
	(b) Trade Payables	470.03	307.08	523.27	325.65
	(c) Other Current Liabilities	231.32	180.73	274.42	221.68
	(d) Short Term Provisions	7.26	9.41	9.09	9.86
	<b>Sub-total - Current Liabilities</b>	<b>850.87</b>	<b>606.54</b>	<b>962.04</b>	<b>684.06</b>
	<b>TOTAL EQUITY &amp; LIABILITIES</b>	<b>2,238.58</b>	<b>1,795.43</b>	<b>2,303.04</b>	<b>1,820.04</b>
B.	<b>ASSETS</b>				
(1)	<b>Non-Current Assets</b>				
	(a) Fixed Assets	107.39	121.98	157.44	128.21
	(b) Non-Current Investments	176.50	295.84	202.05	271.65
	(c) Long Term Loans & Advances	2.44	2.09	2.69	2.80
	(d) Goodwill (on Consolidation of Subsidiary)	-	-	19.22	74.22
	(e) Deferred tax assets (net)	-	-	-	-
	(f) Other Non-Current Assets	-	-	-	-
	<b>Sub-total - Non-Current Assets</b>	<b>286.33</b>	<b>419.91</b>	<b>381.40</b>	<b>476.88</b>
(2)	<b>Current Asset</b>				
	(a) Current Investments	0.18	0.18	0.18	0.18
	(b) Inventories	259.87	236.04	276.19	236.10
	(c) Trade Receivables	1,118.64	367.42	1,118.28	365.64
	(d) Cash & Cash Equivalents	77.20	135.79	102.51	161.35
	(e) Short-term Loans & Advances	460.00	588.50	382.92	528.70
	(f) Other Current Assets	36.36	47.59	41.56	51.19
	<b>Sub-total - Current Assets</b>	<b>1,952.25</b>	<b>1,375.52</b>	<b>1,921.64</b>	<b>1,343.16</b>
	<b>TOTAL - ASSETS</b>	<b>2,238.58</b>	<b>1,795.43</b>	<b>2,303.04</b>	<b>1,820.04</b>

### Disclosure in compliance with Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the year ended March 31, 2016.

- 80,50,000 6.5% Cumulative Redeemable Preference Shares (CRPS) issued by the Company have been assigned the rating of BBB – by the India Ratings & Research Private Limited.
- The Company has paid declared dividend on CRPS in time. The last dividend payment was made on 17.11.2015. The next dividend due in March, 2016 will be paid in May 2016 after its declaration by the Board of Directors. The 25% of CRPS will be redeemed in the financial year 2018 and 75% will be redeemed in financial year 2019.
- Net worth as on March 31, 2016: Rs.1125.52 crores.
- Net Profit after Tax for the year ended March 31, 2016: Rs.119.01 crores.
- Earnings per shares (EPS) as on March 31, 2016: Basic EPS Rs.0.92 and Diluted EPS Rs.0.92.
- Outstanding 6.5% Cumulative Redeemable Preference Shares: 80,50,000 CRPS of Rs.100/- each.

### Notes:

- The above Audited standalone and consolidated financial results of the Company for the fourth quarter and year ended 31st March, 2016 as reviewed by the Audit committee were approved by the Board of Directors at their meeting held on 10th May, 2016.
- The Board of Directors of the Company at its meeting held on 10th May, 2016 has declared second interim dividend of Rs.3.25 per share on Cumulative Redeemable Preference Shares of Rs.100/- each.
- The Exceptional items consist of: (i) Impact of recompense amount on account of waivers under rework package of CDR - Rs.148.47 crores and (ii) Claims in regard to one of investment made in earlier years amounting to Rs.38.52 crores settled and recovered during the year.
- Debts of the Company were earlier restructured under Corporate Debt Restructuring (CDR) mechanism and as stipulated there in, the lenders had the right to claim recompense from the Company at the time of its exit from CDR on account of various sacrifices & waivers made by them in the CDR package. With the improved financial performance, Company submitted its proposal for exit from CDR to the Monitoring Institution (MI), i.e. IDBI Bank Ltd. MI has recommended recompense amount of Rs.148.47 crores on term & working capital loans. The same has been approved by the CDR-EG vide their order dated 22nd March, 2016 subject to approval from Company's lenders. Subsequent to CDR-EG's approval, the recompense amount has been approved by some of the lenders and the approval is expected soon from the remaining. Accordingly, the Board of Directors of the Company at its meeting held on 10th May, 2016 has approved the recompense amount of Rs.148.47 crores to exit from CDR mechanism.
- Extract of Auditors' observations & Management Response: i) Auditors in their Consolidated Audit Report has stated that one of the subsidiary has not made the provision for interest on short term borrowings amounting to Rs.60 lakhs (cumulatively Rs.120 lakhs) on account of pending settlement with lenders. The provision for interest on short term borrowings has not been made by the subsidiary company since the term of interest payable on them are yet to be finalised and the discussion are in progress. Once the terms are finalized, the same will be accounted for in the books of accounts of subsidiary company. ii) Auditors in their Consolidated Audit Report has stated that no adjustment has been made in respect of Group's share of net profit/loss in respect of one of the Associate of the holding company. As per the provisions of the Section 2(6) of the Companies Act, 2013, one of entity qualifies to be an Associate and hence requires its financials to be consolidated with the Company's financials. However, the Group does not have any control over the business decisions or affairs of the said Associate. Moreover the said Associate has not yet furnished its financial statements for consolidation even after reminders.
- The figures of the last quarter ended 31st March, 2016 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 current financial year.
- The figures of the previous periods have been regrouped wherever necessary.

By order of the Board  
Sd/-  
(Mahendra Nahata)  
Managing Director  
DIN: 00052898

Place : New Delhi  
Date : 10th May, 2016