

HINDUSTAN DORR-OLIVER LIMITED						
Regd. Office: Dorr-Oliver House, Chakala, Andheri (E) Mumbai- 400 099						
Website : www.hdo.in, Email : hdo@hdo.in						
CIN : L74210MH1974PLC017644						
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2016						
PART I					(₹ in Lakhs)	
Sl.No.	PARTICULARS	Quarter ended			Half year ended	
		September 30, 2016	June 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015
UNAUDITED						
1	Income from operations					
	(a) Income from operations					
	-From Erection, procurement and construction	2,275	2,287	2,092	4,562	3,525
	-From Finished goods	-	-	2,913	-	6,050
	(b) Other Operating Income	6	1	-	7	29
	Total income from operations (net)	2,281	2,288	5,005	4,569	9,604
2	Expenses					
	(a) Cost of materials/Services	2,276	1,943	2,118	4,219	3,688
	(b) Purchases of Stock in trade	-	-	2,903	-	6,039
	(c) Employee benefits expenses	396	420	475	816	971
	(d) Depreciation and amortisation expenses	13	13	15	26	31
	(e) Provision for doubtful debt	-	-	80	-	80
	(f) Other expenses	254	516	131	770	425
	Total expenses	2,939	2,892	5,722	5,831	11,234
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(658)	(604)	(718)	(1,262)	(1,630)
4	Other Income	107	151	91	258	259
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+/-4)	(551)	(453)	(626)	(1,004)	(1,371)
6	Finance Costs	3,820	3,979	3,990	7,799	7,244
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5+/-6)	(4,371)	(4,432)	(4,617)	(8,803)	(8,615)
8	Exceptional Items	-	-	-	-	-
9	Profit / (Loss) from ordinary activities before tax (7-8)	(4,371)	(4,432)	(4,617)	(8,803)	(8,615)
10	Tax Expense					
	Current tax (in respect of earlier year)	-	-	-	-	1
	Deferred tax	-	-	-	-	-
11	Net Profit / (Loss) from Ordinary activities after tax (9-10)	(4,371)	(4,432)	(4,617)	(8,803)	(8,616)
12	Extraordinary Items (Net of tax expense)	-	-	-	-	-
13	Net Profit / (Loss) for the period (11-12)	(4,371)	(4,432)	(4,617)	(8,803)	(8,616)
14	Other Comprehensive Income (net of tax)	10	11	1	21	2
15	Total Comprehensive Income (after tax) for the period (13+14)	(4,361)	(4,421)	(4,616)	(8,782)	(8,614)
16	Paid-up Equity Share Capital (Face value ₹ 2 per Share)	1,440	1,440	1,440	1,440	1,440
17	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-
18	Earnings per share (before extraordinary items) of ₹ 2/- each (not annualised)					
	(a) Basic	(6.06)	(6.15)	(6.41)	(12.21)	(11.96)
	(b) Diluted	(6.06)	(6.15)	(6.41)	(12.21)	(11.96)
18.1	Earnings per share (after extraordinary items) of ₹ 2/- each (not annualised)					
	(a) Basic	(6.06)	(6.15)	(6.41)	(12.21)	(11.96)
	(b) Diluted	(6.06)	(6.15)	(6.41)	(12.21)	(11.96)

PART II
A reconciliation of net loss as per previously reported under previous Indian GAAP and IND AS is as under:

		(₹ in Lakhs)	
A	Particulars	Quarter ended September 30, 2015	Six Months ended September 30, 2015
		Unaudited	
	Net Loss reported as per previous Indian GAAP	4,614	8,636
	Add:		
	Impact due to fair valuation of Financial Instruments and others	3	(20)
	Net loss recast to Ind AS	4,617	8,616
	Other comprehensive income (after tax)	(1)	(2)
	Total comprehensive income (comprising loss for the period after tax and other comprehensive income)	4,616	8,614



B Statement of Assets and Liabilities		As on September 30, 2016 (Unaudited)
PARTICULARS		
ASSETS		
NON CURRENT ASSETS		
a. Property, Plant and Equipment		1,975
b. Tangible Assets		14
c. Financial Assets		15,386
-Investment		516
-Loan and Advances		6,767
-Other		-
d. Other Non-Current Assets		-
e. Deferred tax Assets, net		-
Total Non current Assets		24,657
CURRENT ASSETS		
a. Inventories		-
b. Financial Assets		13,690
-Trade and other receivables		89
-Cash and bank balances		62
-Other bank balances		481
-Loans and advances		12
-Other		31,881
c. Other current assets		355
d. Current Tax Assets (net)		-
Total Current Assets		46,570
TOTAL		71,227
EQUITY AND LIABILITIES		
Equity share capital		1,440
Other Equity		(1,07,263)
Total Equity		(1,05,823)
NON-CURRENT LIABILITIES		
a) Financial liabilities		-
-Borrowings		-
-Other financial liabilities		127
b) Provision		-
Total Non Current Liabilities		127
CURRENT LIABILITIES		
a) Financial liabilities		41,703
-Borrowing		35,940
-Trade payables		21,672
-Other financial liabilities		65,286
-Borrowing under recovery (Refer note 4 (f))		6,636
b) Other Current Liabilities		5,687
c) Provisions		-
Total Current Liabilities		1,76,923
Total Equity and Liabilities		71,227



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<p>The Company is primarily engaged in the business of providing total engineering solution for all manufacturing activities and no other segment business during the quarter and half year ended September 30, 2016, however the corresponding quarter and half year ended's segment has been disclosed to comply as under:</p> <p>UNAUDITED STANDALONE SEGMENT INFORMATION FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2016</p>						
S.No.	Particulars	Quarter ended			Half year ended	
		September 30, 2016 (Unaudited)	June 30, 2016 (Unaudited)	September 30, 2015 (Unaudited)	September 30, 2016 (Unaudited)	September 30, 2015 (Unaudited)
1	Segment Revenue					
	i. Erection procurement & construction	2,281	2,288	2,092	4,569	3,554
	ii. Finished goods	-	-	2,913	-	6,050
	Gross Turnover	2,281	2,288	5,005	4,569	9,604
	Net Turnover	2,281	2,288	5,005	4,569	9,604
2	Segment Results					
	i. Erection procurement & construction	(658)	(604)	(728)	(1,262)	(1,641)
	ii. Finished goods	-	-	10	-	11
	Total Segment Profit/(Loss) before Interest and Tax	(658)	(604)	(718)	(1,262)	(1,630)
	a Interest expenses	3,820	3,979	3,990	7,799	7,244
	b Other Un-allocable income (net of expenditure)	(107)	(151)	(91)	(258)	(259)
	Profit before Tax	(4,371)	(4,432)	(4,617)	(8,803)	(8,615)
	Prior period (Expenses)	-	-	-	-	-
	Profit/(Loss) before tax	(4,371)	(4,432)	(4,617)	(8,803)	(8,615)
	Prior year adjustments	-	-	-	-	-
	Profit/(Loss) before tax	(4,371)	(4,432)	(4,617)	(8,803)	(8,615)
	a Provision for tax	-	-	-	-	-
	a Current tax (in respect of earlier year)	-	-	-	-	1
	b Deferred tax	-	-	-	-	-
d	Deferred tax adjustments of prior years	-	-	-	-	-
	Profit/(Loss) after tax	(4,371)	(4,432)	(4,617)	(8,803)	(8,616)
3	Segment Assets					
	i. Erection procurement & construction	52,517	53,812	45,852	52,517	45,852
	ii. Finished goods	2,969	2,969	2,969	2,969	2,969
	iii. Unallocated	15,741	16,176	16,111	15,741	16,111
	Total	71,227	72,957	64,932	71,227	64,932
4	Segment Liabilities					
	i. Erection procurement & construction	1,72,232	1,69,611	1,49,419	1,72,232	1,49,419
	ii. Finished goods	4,631	4,631	4,631	4,631	4,631
	iii. Unallocated	187	179	212	187	212
	Total	1,77,050	1,74,421	1,54,262	1,77,050	1,54,262
5	Capital Employed (Segment assets - Segment liabilities)					
	i. Erection procurement & construction	(1,19,715)	(1,15,799)	(1,03,567)	(1,19,715)	(1,03,567)
	ii. Finished goods	(1,662)	(1,662)	(1,662)	(1,662)	(1,662)
	iii. Unallocated	15,554	15,997	15,899	15,554	15,899
	Total Capital employed	(1,05,823)	(1,01,464)	(89,330)	(1,05,823)	(89,330)

Notes

- The Company has adopted Indian Accounting Standards (Ind AS) prescribed under section 133 Companies Act, 2013, read with relevant rules issued thereunder. The date of transition of the Ind AS is 1 April 2015 and accordingly, these unaudited financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 "Interim Financial Reporting" and other accounting principles generally accepted in India. The impact of transition has been accounted for in the opening reserves and the comparative period have been reinstated accordingly. The published figures for the quarter and half year ended September 30, 2016 have been recast to Ind AS to the extent applicable to the Company and have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 and has not been subjected to limited review by the Statutory Auditors of the Company. However, the Management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of the Company's affairs.
- The above unaudited financial results for the quarter and half year ended September 30, 2016 were taken on record at the meeting of the Board of Directors held on December 14, 2016 after being reviewed and recommended by the Audit Committee.
- There is a possibility that these quarterly and half year financial results ended September 30, 2016 may require adjustment before constituting the final Ind AS financial statements as of and for the year ending March 31, 2017 due to changes in financial reporting requirements arising from the new or revised standards or interpretations issued by MCA or changes in the use of one or more optional exemptions from full retrospective application as permitted under Ind AS 101.
- The statutory auditors have qualified their opinion in their Independent Auditors' Report as at March 31, 2016 (as per previous Indian GAAP) and Limited Review Report for the quarter and half year ended September 30, 2016, in respect of following matters:



- a During the quarter ended and half year ended September 30, 2016, the Company has incurred a loss of ₹ 4,371 lacs and ₹ 8,803 lacs respectively resulting into accumulated losses exceeding its net worth. The Company has obligations towards borrowings (including interest) aggregating to ₹ 124,476 lacs which includes working capital loan from banks of ₹ 39,928 lacs, outstanding letters of credit/bill discounting from banks of ₹ 1,775 lacs, current maturities of long term debts of ₹ 13,622 lacs falling due over next twelve months period, liabilities towards Working Capital Term Loan, Funded Interest Term Loan, Working Capital Loan and interest of ₹ 65,286 lacs and interest accrued of ₹ 3,865, obligations pertaining to operations including unpaid creditors and statutory dues as at September 30, 2016. These matters require the Company to generate additional cash flows to fund the operations as well as other statutory obligations notwithstanding the current level of low operating activities. The Company has been unable to obtain financing for this purpose. The situation indicates the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern and therefore the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The statements does not include any adjustment in this respect.
- b Certain unbilled revenue, trade receivables including bank guarantees encashed by the customers and withheld amount aggregating to ₹ 12,151 lacs which are subject matters of various disputes/negotiations with the customers and contractors and in respect of which material uncertainties exists. The management of the Company is confident of positive resolutions of disputes and recovering the aforesaid dues and no provision is considered necessary at this stage
- c In respect of invocation of corporate guarantees of ₹ 14,118 lacs and initiation of recovery actions against the company in respect of such guarantees extended / executed for its one subsidiary in favour of the lender. The management has not made any provision in respect of this invoked corporate guarantee as the management is under discussion with the lender and confident that the same shall be settled amicably.
- d Investment and advances in its Indian subsidiary having book value aggregating to ₹ 15,380 lacs and ₹ 500 lacs respectively as at September 30, 2016 having negative networth, are carried at fair value. Considering a long term investment, no provision for diminution/bad debts in value of investment/advances is considered necessary by the management.
- e Over due trade receivables and unbilled revenue as at September 30, 2016, aggregating to ₹ 5,766 lacs and ₹ 8,598 lacs have been considered good by the management. The management is in continuous engagement with the parties for realization of its dues and hence, no provision for the same considered necessary.
- f Recovery proceedings against the Company by a lender under the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 in respect of outstanding loan (including interest) aggregating to ₹ 59,612 lacs upto March 31, 2016. The Bank has however demanded ₹ 65,450 lacs. The difference of being penal and other charges, the company has not provided for the same as it is in the process of reconciliation.
- g In respect of trade receivables, mobilization advances, retention money, trade payables and certain bank balances, external confirmations of the balances are not available. The management is of the opinion that these accounts will not require any material adjustments.
- h The Company has not received confirmation from one of the lender having outstanding of ₹ 15, 892 lacs (including interest accrued of ₹ 3,393 lacs) as at September 30, 2016. In the opinion of the management, there will be no material adjustment on the confirmation by the lender.
- 5 24 creditors have filed winding up petitions against the Company under section 433 and 439 of The Companies Act, 1956 before the Hon'ble High Court of Mumbai. The Company is taking necessary steps including signing of Memorandum of Understandings and or filing the consent terms in the High court with the Creditors for withdrawal of such petitions. The matter is sub judice and the out come of which is subject to the company fulfilling the payment conditions of Memorandum of Understandings/consent terms.

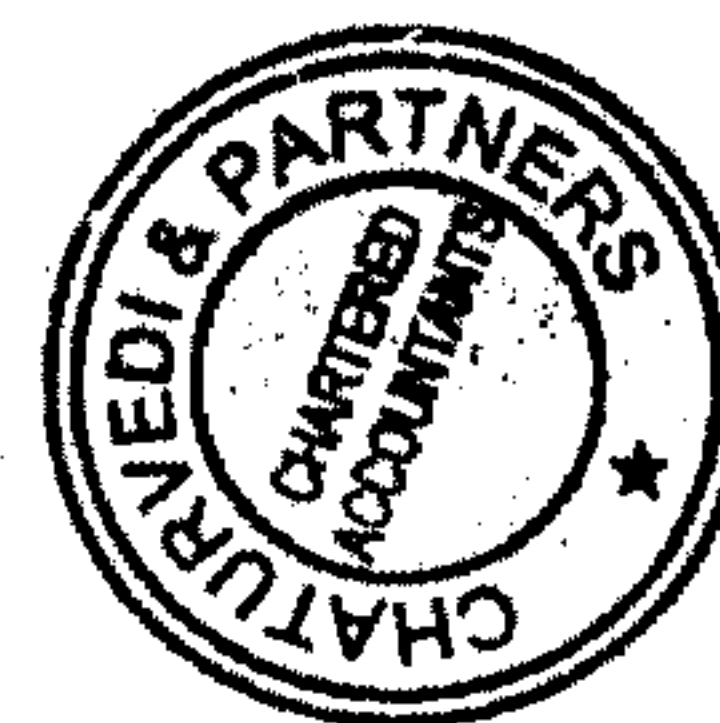
Hyderabad
December 14, 2016



For HINDUSTAN DORR-OLIVER LIMITED

S. C. Sekaran

S.C. SEKARAN
Executive Director
DIN-00334115



CHATURVEDI & PARTNERS

Chartered Accountants

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Independent Auditor's Limited Review Report on Standalone Financial Results for the quarter and half year ended September 30, 2016 Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

To,

Board of Directors of

HINDUSTAN DORR-OLIVER LIMITED

1. We have reviewed the accompanying standalone unaudited financial results ('the Statement') of **HINDUSTAN DORR-OLIVER LIMITED ("the Company")** for the quarter and half year ended September 30, 2016, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. Attention is drawn to the fact that the figures for the corresponding quarter and half year ended September 30, 2015, including the reconciliation of net losses for the corresponding quarter and half year ended September 30, 2015 under IND AS vis-a-vis under previous GAAP, as reported in these financial results have been approved by the Company's Board of Directors and have not been subject to review.
2. The statement is the responsibility of the Company's Management and has been approved by the Board of Directors, at their meeting held on December 14, 2016. Our responsibility is to issue a report on these financial results based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatements. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. We refer to:
 - a. Note 4 (a) to the accompanying statement in respect of preparation of the statements of the Company on going concern basis for the reasons stated therein. The Company has incurred net loss of Rs. 4,371 lacs and Rs. 8,803 lacs during the quarter and half year ended September 30, 2016 resulting into accumulated losses exceeding its net worth. The Company has obligations towards borrowings (including interest) aggregating to Rs. 124,476 lacs which include working capital loan and outstanding letters of credit/bill discounting from banks. The Company has obligations pertaining to operations including unpaid creditors and statutory dues, these matters require the Company to generate additional cash flows to fund the operations as well as other statutory obligations notwithstanding the current level of low operating activities. This indicates the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern and therefore the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The statement does not include any adjustment in this respect.
 - b. Note 4 (b) to the accompanying statement in connection with the existence of material uncertainties over the realisability of bank guarantees encashed by customers, unbilled revenue, trade receivables and withheld amount aggregating to Rs. 12,151 lacs, which are subject matters of various disputes/negotiations with the customers and contractors. The management of the Company is confident of positive resolutions of dispute and recovering the aforesaid dues. In view of pending-certification of bills/slow progress of these projects and lack of other alternate audit evidence to corroborate management's assessment of recoverability of these balances, we are unable to comment on the extent to which these balances are recoverable.



Other Offices : Kolkata • Mumbai • Chennai • Lucknow • Hyderabad

- c. Note 4 (c) to the accompanying statement in respect of invocation of corporate guarantees of Rs. 14,118 lacs and initiation of recovery actions against the company in respect of such guarantees extended / executed for its one subsidiary in favour of the lender. No provision has been made in the accounts for such possible loss for the reason stated therein.
 - d. Note 4 (d) to the accompanying statement regarding investments and advances in its Indian subsidiary having book value aggregating to Rs. 15,380 lacs and Rs. 500 lacs respectively as at September 30, 2016 in respect of which fair valuation has not been determined by the management. In absence of valuation of investments in the subsidiary, we are unable to comment whether any provision for diminution/bad debts in the value of investment/advances is required.
 - e. Note 4 (e) to the accompanying statement in respect of certain projects wherein the Management of the Company has considered overdue trade receivables aggregating to Rs. 5,766 lacs and unbilled revenue amounting to Rs. 8,598 lacs respectively, as good and fully recoverable and no provisions for the same has been made for the reasons stated therein.
 - f. Note 4 (f) to the accompanying statement wherein one lender has initiated recovery proceedings against the Company under the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 in respect of outstanding loan (including interest) aggregating to Rs. 59,612 lacs. The Bank has however demanded Rs. 65,450 lacs. The difference being penal and other charges, the company has not provided for the same for the reason stated therein.
 - g. Note 4 (g) to the accompanying statement, in respect of trade receivables, mobilization advances, retention money, trade payables and certain bank balances, external confirmations of the balances are not available. Due to non-availability of confirmation of balances, we are unable to quantify the impact, if any, arising from the confirmation of balances.
 - h. Note 4 (h) to the accompanying statement, wherein the Company has not received confirmation from one of the lender having outstanding of Rs. 15,892 lacs (including interest accrued of Rs. 3,393 lacs) as at September 30, 2016. Due to non-availability of confirmation of balances, we are unable to quantify the impact, if any, arising from the confirmation of balances.
 - i. Note 5 to the accompanying statement in respect of pending winding up petitions against the company by 24 creditors and the matter is subjudice.
5. Based on our review conducted as stated above, except for the effects of the matter described under para 4(b) & 4(e) and the possible effects of the matter described under para 4(a), 4(c), 4(d), 4(f), 4(g), 4(h) & 4(i) above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with applicable accounting standards i.e. Ind AS prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder or by the Institute of Chartered Accountants of India and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (listing obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

New Delhi
December 14, 2016



For CHATURVEDI & PARTNERS

Chartered Accountants
Firm Registration No. 307068E

ANUJ MAHANSARIA

Partner
Membership No. 500819