

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						
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2016						
Part I					(₹ in Lakhs)	
Sl.No.	Particulars	Quarter ended			Nine months ended	
		December 31, 2016	September 30, 2016	December 31, 2015	December 31, 2016	December 31, 2015
		UNAUDITED				
1	Income from operations					
	(a) Income from operations					
	-From Erection, procurement and construction	2,116	2,275	3,981	6,678	7,506
	-From Finished goods	-	-	-	-	6,050
	(b) Other Operating Income	4	6	21	11	50
	Total Income from operations (net)	2,120	2,281	4,002	6,689	13,606
2	Expenses					
	(a) Cost of materials/Services	2,127	2,276	3,926	6,346	7,614
	(b) Purchases of Stock in trade	-	-	-	-	6,039
	(c) Employee benefits expenses	367	396	465	1,183	1,436
	(d) Depreciation and amortisation expenses	12	13	15	38	46
	(e) Other expenses	274	351	233	1,044	738
	Total expenses	2,780	3,036	4,639	8,611	15,873
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(660)	(755)	(637)	(1,922)	(2,267)
4	Other Income	109	107	97	367	356
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+/-4)	(551)	(648)	(540)	(1,555)	(1,911)
6	Finance Costs	5,158	3,723	3,353	12,957	10,597
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5+/-6)	(5,709)	(4,371)	(3,893)	(14,512)	(12,508)
8	Exceptional Items	-	-	-	-	-
9	Profit / (Loss) from ordinary activities before tax (7-8)	(5,709)	(4,371)	(3,893)	(14,512)	(12,508)
10	Tax Expense					
	Current tax (In respect of earlier year)	-	-	-	-	1
	Deferred tax	-	-	-	-	-
11	Net Profit / (Loss) from Ordinary activities after tax (9-10)	(5,709)	(4,371)	(3,893)	(14,512)	(12,509)
12	Extraordinary Items (Net of tax expense)	-	-	-	-	-
13	Net Profit / (Loss) for the period (11-12)	(5,709)	(4,371)	(3,893)	(14,512)	(12,509)
14	Other Comprehensive Income (net of tax)	11	10	30	32	32
15	Total Comprehensive Income (after tax) for the period (13+14)	(5,698)	(4,361)	(3,863)	(14,480)	(12,477)
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	(7.93)	(6.07)	(5.41)	(20.16)	(17.37)
	(b) Diluted	(7.93)	(6.07)	(5.41)	(20.16)	(17.37)
18.1	Earnings per share (after extraordinary Items) of ₹ 2/- each (not annualised)					
	(a) Basic	(7.93)	(6.07)	(5.41)	(20.16)	(17.37)
	(b) Diluted	(7.93)	(6.07)	(5.41)	(20.16)	(17.37)



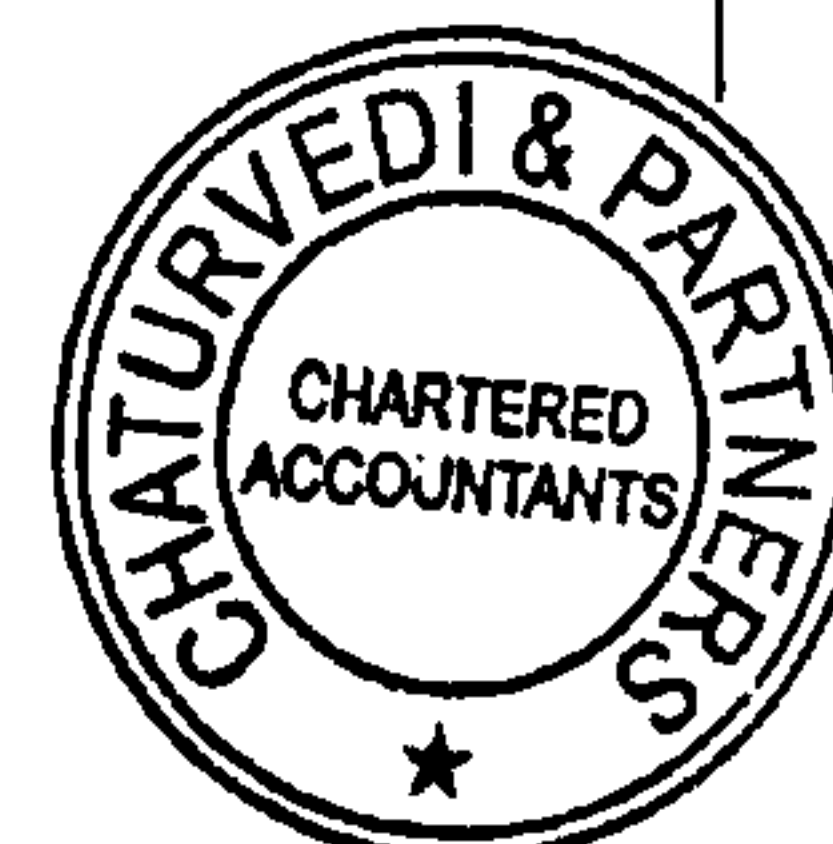
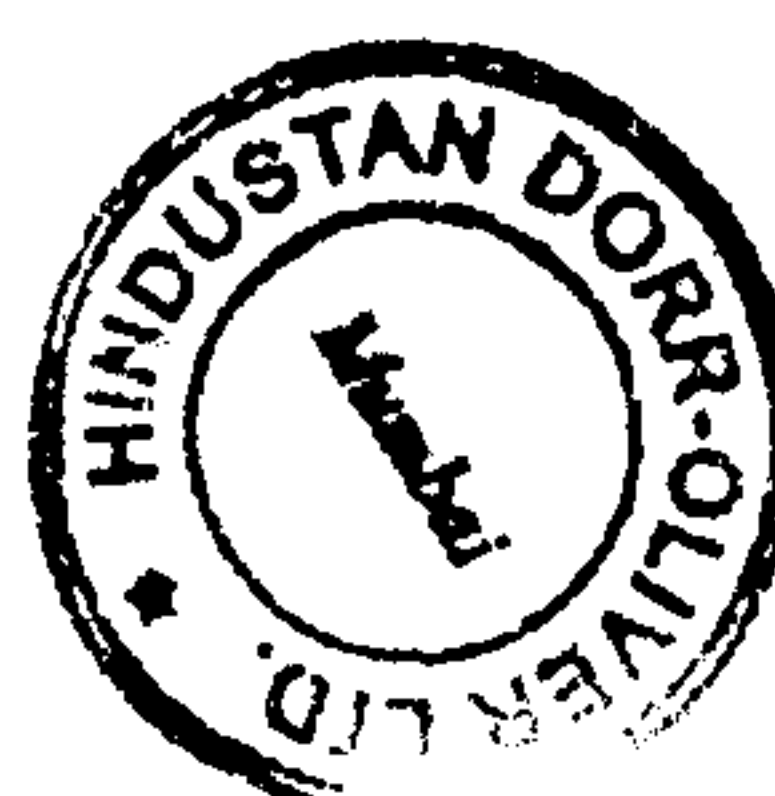
A. C. Datta

Part II

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 nine months ended December 31, 2016, however the corresponding quarter and nine months ended's segment has been disclosed to comply as under:						
UNAUDITED STANDALONE SEGMENT INFORMATION FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2016						
S.No.	Particulars	Quarter ended			Nine months ended	
		December 31, 2016 (Unaudited)	September 30, 2016 (Unaudited)	December 31, 2015 (Unaudited)	December 31, 2016 (Unaudited)	December 31, 2015 (Unaudited)
1	Segment Revenue					
	i. Erection procurement & construction	2,120	2,281	4,002	6,689	7,556
	ii. Finished goods	-	-	-	-	6,050
	Gross Turnover	2,120	2,281	4,002	6,689	13,606
	Less : Inter Segment Sale	-	-	-	-	-
	Net Turnover	2,120	2,281	4,002	6,689	13,606
2	Segment Results					
	i. Erection procurement & construction	(660)	(755)	(637)	(1,922)	(2,278)
	ii. Finished goods	-	-	-	-	11
	Total Segment Profit/(Loss) before Intrest and Tax	(660)	(755)	(637)	(1,922)	(2,267)
	a Interest expenses	5,158	3,723	3,353	12,957	10,597
	b Other Un-allocable Income (net of expenditure)	(109)	(107)	(97)	(367)	(356)
	Profit before Tax	(5,709)	(4,371)	(3,893)	(14,512)	(12,508)
	Prior period (Expenses)	-	-	-	-	-
	Profit/(Loss) before tax	(5,709)	(4,371)	(3,893)	(14,512)	(12,508)
	Prior year adjustments	-	-	-	-	-
	Profit/(Loss) before tax	(5,709)	(4,371)	(3,893)	(14,512)	(12,508)
	a Provision for tax	-	-	-	-	-
	b Current tax (In respect of earlier year)	-	-	-	-	1
	c Deferred tax	-	-	-	-	-
	d Deferred tax adjustments of prior years	-	-	-	-	-
	Profit/(Loss) after tax	(5,709)	(4,371)	(3,893)	(14,512)	(12,509)
3	Segment Assets					
	i. Erection procurement & construction	51,693	52,517	47,636	51,693	47,636
	ii. Finished goods	2,969	2,969	2,969	2,969	2,969
	iii Unallocated	15,759	15,741	16,137	15,759	16,137
	Total	70,421	71,227	66,742	70,421	66,742
4	Segment Liabilities					
	i. Erection procurement & construction	1,77,120	1,72,232	1,55,091	1,77,120	1,55,091
	ii. Finished goods	4,631	4,631	4,631	4,631	4,631
	iii Unallocated	191	187	212	191	212
	Total	1,81,942	1,77,050	1,59,934	1,81,942	1,59,934
5	Capital Employed (Segment assets - Segment liabilities)					
	i. Erection procurement & construction	(1,25,427)	(1,19,715)	(1,07,455)	(1,25,427)	(1,07,455)
	ii. Finished goods	(1,662)	(1,662)	(1,662)	(1,662)	(1,662)
	iii Unallocated	15,568	15,554	15,925	15,568	15,925
	Total Capital employed	(1,11,521)	(1,05,823)	(93,192)	(1,11,521)	(93,192)

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, the impact of transition has been accounted for in the opening reserves and the comparative period have been restated accordingly. The published figures for the quarter and nine months ended December 31, 2015 have been restated to Ind AS to the extent applicable to the Company and have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015.
- The above unaudited financial results for the quarter and nine months ended December 31, 2016 were taken on record at the meeting of the Board of Directors held on February 13, 2017 after being reviewed and recommended by the Audit Committee. The statutory auditors of the company have carried out a limited review of the results for the quarter and nine months ended December 31, 2016.
- There is a possibility that these quarterly and nine months financial results ended December 31, 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/ICAI or changes in the use of one or more optional exemptions from full retrospective application as permitted under Ind AS 101.



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- 4 A reconciliation of net loss as per previously reported on account of transition from the previous Indian GAAP and IND AS for the quarter and nine months ended December 31, 2015 is as under:

(₹ In Lakhs)

Particulars	Quarter ended December 31, 2015	Nine months ended December 31, 2015
	Unaudited	
Net Loss reported as per previous Indian GAAP	3,864	12,500
Add:		
Re-classification of defined employee benefit obligation	30	32
Impact due to fair valuation of Financial Instruments and others	(1)	(23)
Net loss recast to Ind AS	3,893	12,509
Other comprehensive income (after tax)	(30)	(32)
Total comprehensive income (comprising loss for the period after tax and other comprehensive income)	3,863	12,477

- 5 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 nine months ended December 31, 2016, in respect of following matters:
- During the quarter ended and nine months ended December 31, 2016, the Company has incurred a loss of ₹ 5,698 lacs and ₹ 14,480 lacs respectively resulting into accumulated losses exceeding its net worth. The Company has obligations towards borrowings (including interest) aggregating to ₹ 129,475 lacs which includes working capital loan from banks of ₹ 41,988 lacs, outstanding letters of credit/bill discounting from banks of ₹ 598 lacs, current maturities of long term debts of ₹ 14,026 lacs falling due over next twelve months period, liabilities towards Working Capital Term Loan, Funded Interest Term Loan, Working Capital Loan and interest of ₹ 67,592 lacs and interest accrued of ₹ 5,271 and obligations pertaining to operations including unpaid creditors and statutory dues as at December 31, 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.
 - Certain unbilled revenue, trade receivables including bank guarantees encashed by the customers and withheld amount aggregating to ₹ 11,770 lacs which are subject matters of various disputes/negotiations/litigation 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/litigation and recovering the aforesaid dues and no provision is considered necessary at this stage
 - 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.
 - Investment and advances in its Indian subsidiary having book value aggregating to ₹ 15,380 lacs and ₹ 500 lacs respectively as at December 31, 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.
 - Over due trade receivables and unbilled revenue as at December 31, 2016, aggregating to ₹ 5,766 lacs and ₹ 8,130 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.
 - 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.
 - 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 on the confirmation of balances.
 - The Company has not received confirmation from one of the lender having outstanding of ₹ 16,528 lacs (including interest accrued of ₹ 3,786 lacs) as at December 31, 2016. In the opinion of the management, there will be no material adjustment on the confirmation by the lender.
- 6 Certain 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. During the quarter, the Hon'ble High Court on certain petitions allowed the proceedings, which on the request of the Company, have been postponed by the court in view of Company's proposed scheme of arrangements with the lenders.

For HINDUSTAN DORR-OLIVER LIMITED

S. C. Sekaran

S.C. SEKARAN
Executive Director
DIN-00334115

Hyderabad
February 13, 2017



CHATURVEDI & PARTNERS

Chartered Accountants

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Independent Auditor's Limited Review Report on Standalone Financial Results for the quarter and nine months ended December 31, 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 nine months ended December 31, 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.
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 February 13, 2017. 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 5(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. 5,698 lacs and Rs. 14,480 lacs during the quarter and nine months ended December 31, 2016 resulting into accumulated losses exceeding its net worth. The Company has obligations towards borrowings (including interest) aggregating to Rs. 129,475 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 5(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. 11,770 lacs, which are subject matters of various disputes/negotiations/litigation with the customers and contractors. The management of the Company is confident of positive resolutions of disputes/ litigation 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.



- c. Note 5(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 5(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 December 31, 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 5(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. 8,130 lacs as good and fully recoverable and no provisions for the same has been made for the reasons stated therein.
- f. Note 5(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 5(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 5(h) to the accompanying statement, wherein the Company has not received confirmation from one of the lender having outstanding of Rs. 16,528 lacs (including interest accrued of Rs. 3,786 lacs) as at December 31, 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 6 to the accompanying statement in respect of pending winding up petitions against the company by certain 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 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.

Hyderabad
February 13, 2017



For CHATURVEDI & PARTNERS
Chartered Accountants
Firm Registration No. 307068E


ANUJ MAHANSARIA
Partner
Membership No. 500819