

ADITYA BIRLA



HGI/RS/CSE/2018

23<sup>rd</sup> May, 2018

The Secretary  
The Calcutta Stock Exchange Ltd.  
7, Lyons Range  
Kolkata – 700 001

Dear Sir/ Madam,

**Sub: Outcome of the Board Meeting held on 23<sup>rd</sup> May, 2018**

We wish to inform you that the Board of Directors of the Company at their meeting held today, *inter alia* have considered and approved the Audited Financial Results of the Company for the fourth quarter and financial year ended 31<sup>st</sup> March, 2018.

1. Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached herewith the following:
  - i. Audited Financial Results for the quarter/ financial year ended 31<sup>st</sup> March, 2018;
  - ii. Audit Report dated 23<sup>rd</sup> May, 2018 of the Statutory Auditors of the Company; and
  - iii. Declaration on unmodified opinion on Auditor's Report.
2. Further, Board of Directors have appointed Mr. Rakesh Sharma (Membership No. A38093), as Company Secretary and Compliance Officer of the Company w.e.f. 23<sup>rd</sup> May, 2018.

The Meeting of the Board of Directors commenced at 3.00 p.m. and concluded at 3.45 P.M

The above is for your information and record.

Thanking you,  
Yours faithfully,  
For **HGI Industries Limited**

  
**Rakesh Sharma**  
Company Secretary  
A-38093



**Encl: as above**

HGI Industries Limited

Regd. Office: Industry House, 18<sup>th</sup> Floor, 10, Camac Street, Kolkata - 700 017, India

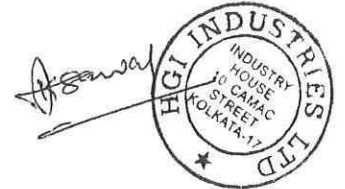
CIN: L40200WB1944PLC011754 | T: + 91 33 3987 6000 | F: + 91 33 3051 8300

E: hgiho@adityabirla.com | W: www.hgiil.com

Tel: +91 33 4455 5500/98

Fax: +91 33 4455 5537/47

PARTICULARS	QUARTER ENDED			(₹ in Thousands)	
	31.03.2018 (AUDITED)	31.12.2017 (UNAUDITED)	31.03.2017 (AUDITED)	ACCOUNTING YEAR ENDED 31.03.2018 (AUDITED)	PREVIOUS ACCOUNTING YEAR ENDED 31.03.2017 (AUDITED)
<b>1. Income From Operations</b>					
(a) Gross Sales/Income From Operations	-	-	-	-	-
(b) Other Operating Income	-	-	-	-	-
<b>Total Income from operations</b>	-	-	-	-	-
<b>2. Other Income</b>					
<b>Total Income</b>	436	336	345	1,460	1,848
<b>3. Expenses</b>	436	336	345	1,460	1,848
(a) Employees benefit expense	234	197	245	868	801
(b) Legal & Professional Charges	10	14	8	62	73
(c) Subscription	-	11	-	85	69
(d) Travelling & Conveyance	14	15	130	56	267
(e) Rates & Taxes	4	38	-	85	81
(f) Repairs & Maintenance	124	-	-	124	-
(g) Director sitting fees	23	24	21	91	85
(h) Auditors' Remuneration	38	30	47	127	133
(i) Depreciation and amortisation expense	4	4	4	16	16
(j) Other Expenditure	13	19	9	138	148
<b>Total expenses</b>	464	352	464	1,652	1,673
<b>4. Profit/(Loss) before exceptional items and tax (2-3)</b>	(28)	(16)	(119)	(192)	175
<b>5. Exceptional Items</b>	-	-	-	-	-
<b>6. Profit/(Loss) before tax (PBT) (4-5)</b>	(28)	(16)	(119)	(192)	175
<b>7. Tax Expense</b>	-	-	-	-	-
<b>B. Net Profit/(Loss) after tax for the period (PAT) (6-7)</b>	(28)	(16)	(119)	(192)	175
<b>9. Other Comprehensive income for the period (Net of Tax)</b>	847	-	-	847	11,463
<b>10. Total Comprehensive income for the period (comprising profit and other comprehensive income) (8+9)</b>	819	(16)	(119)	655	11,638
<b>11. Paid-up equity share capital (Face Value of ₹ 10/- Each)</b>	37,877	37,877	37,877	37,877	37,877
<b>12. Other Equity Excluding Revaluation Reserve</b>	-	-	-	-	-
<b>13. Basic and Diluted Earning Per Share (Face Value of ₹ 10/- Per Share) (In ₹)</b> (Not Annualised)				54,748	54,093
Basic and Diluted EPS before Extraordinary Items	(0.01)	(0.00)	(0.03)	(0.05)	0.05
Basic and Diluted EPS after Extraordinary Items	(0.01)	(0.00)	(0.03)	(0.05)	0.05



- Notes:  
(i) Statement of assets and liabilities as at 31st March, 2018 as per Regulation 33(3)(f) of the (Listing Obligations & Disclosure Requirements) Regulations, 2015

(₹ In Thousands)

Particulars	As at 31st March, 2018 (Audited)	As at 31st March, 2017 (Audited)
<b>I ASSETS</b>		
1) Non-Current Assets		
a) Property, Plant and Equipment	617	633
b) Financial Assets		
i) Investments	96,512	1,06,915
ii) Other Financial Assets	399	399
c) Other Assets	78	78
	97,606	1,08,025
2) Current Assets		
a) Financial Assets		
i) Cash and Cash Equivalents	15,729	6,774
ii) Other Financial Assets	223	149
b) Current Tax Assets (Net)	562	416
c) Other Assets	49	377
	16,563	7,716
<b>Total Assets</b>	<b>1,14,169</b>	<b>1,15,741</b>
<b>II EQUITY AND LIABILITIES</b>		
1) Equity		
a) Equity Share Capital	37,877	37,877
b) Other Equity	54,748	54,093
<b>Total Equity</b>	<b>92,625</b>	<b>91,970</b>
2) Liabilities		
i) Non-Current Liabilities		
Deferred Tax Liability (Net)	19,841	21,967
	19,841	21,967
ii) Current Liabilities		
a) Financial Liabilities		
-Trade Payables	590	685
b) Provisions	-	12
c) Other Liabilities	1,113	1,107
	1,703	1,804
<b>Total Liabilities</b>	<b>21,544</b>	<b>23,771</b>
<b>Total Equity and Liabilities</b>	<b>1,14,169</b>	<b>1,15,741</b>

- (ii) The figures for the quarter ended March 31, 2018 represents the derived figures between the audited figures in respect of the year ended March 31, 2018 and the unaudited published period to date figures upto December 31, 2017 being the date of the end of the third quarter of the current year end which were subjected to a limited review.
- (iii) The above results were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on 23rd May, 2018.
- (iv) In terms of Ind AS - 12 "Accounting for Taxes on Income", Deferred Tax Asset has not been recognised in respect of carry forward losses and depreciation in the accounts, in the absence of convincing evidence that sufficient taxable profits will be available in future against which the aforesaid deferred tax asset may be realised.
- (v) The Company has adopted Indian Accounting Standard (Ind AS) notified under Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016, effective from 1st April, 2017 with the transition date as 1st April, 2016. The results for the quarter and year ended 31st March, 2017 have been restated to be Ind AS compliant.
- (vi) Reconciliation of Net Profit for the quarter and year ended 31st March, 2017 as reported earlier in accordance with previous Indian GAAP and now being reported in accordance with Ind AS :

Particulars	Quarter ended 31.03.2017 (Audited)	Year ended 31.03.2017 (Audited)
Net Profit as per Previous GAAP:	(119)	175
Adjustments:	-	-
Net Profit as per Ind AS	(119)	175

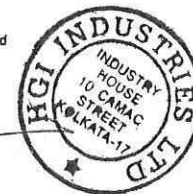
- (vii) Reconciliation of Equity for the year ended 31st March, 2017 as reported earlier in accordance with previous Indian GAAP and now being reported in accordance with Ind AS :

Particulars	As at 31st March, 2017 (Audited)
Equity as per previous GAAP	7,117
Fair value of Investments designated through OCI	84,853
Other equity as per Ind AS	91,970

- (viii) Other Comprehensive Income (OCI) comprises of change in the fair value of Equity Investments not held for trade (other than Subsidiaries, Joint Ventures and Associates).
- (ix) Since the Company has currently no reportable business segment and the Company operates in a single geographical segment, there are no additional disclosures to be provided under Ind AS 108, 'Operating Segments'.
- (x) Previous periods' figures have been regrouped / rearranged wherever necessary to conform to the current periods' classification.

By Order of the Board

J.P. Kanoria  
Director  
DIN: 00225761



Place: Kolkata  
Date: 23rd May, 2018



# Salarpuria Jajodia & Co.

CHARTERED ACCOUNTANTS  
7, C. R. AVENUE, KOLKATA - 700 072  
Phone : 2237 5400 / 5401, 4014 5400 - 5410  
website : www.salarpuriajajodia.com  
e-mail : salarpuria.jajodia@rediffmail.com  
office@salarpuriajajodia.com

## INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF HGI INDUSTRIES LIMITED  
REPORT ON THE INDIAN ACCOUNTING STANDARD (IND AS) FINANCIAL STATEMENTS

We have audited the accompanying Ind AS financial statements of HGI INDUSTRIES LIMITED ('the Company'), which comprise the Balance Sheet as at 31st March 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

### MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified in the Companies (Indian Accounting Standard) Rules, 2015 (as amended) under Section 133 of the Act. 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 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these Ind AS financial statements based on our audit.

We have taken into account the provisions of the Act and the rules made thereunder, including the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit of the Ind AS financial Statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

### OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2018 and its profit (including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.





# Salarpuria Jajodia & Co.

CHARTERED ACCOUNTANTS  
7, C. R. AVENUE, KOLKATA - 700 072  
Phone : 2237 5400 / 5401, 4014 5400 - 5410  
website : www.salarpuriajajodia.com  
e-mail : salarpuria.jajodia@rediffmail.com  
office@salarpuriajajodia.com

## OTHER MATTER

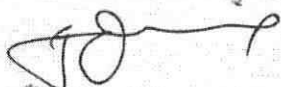
The corresponding financial information of the Company as at and for the year ended March 31st, 2017 and the transition date opening balance sheet as at April 1st, 2016 included in these Ind AS financial statements, are based on the previously issued financial statements for the years ended March 31st, 2017 and March 31st, 2016, prepared in accordance with the Companies (Accounting Standards) Rules, 2006 (as amended) which were audited by us, on which we expressed an unmodified opinion. These financial statements have been adjusted for differences in accounting principles to comply with Ind AS and such adjustments on transition to Ind AS which has been approved by the Company's Board of Directors have been audited by us.

Our opinion is not modified in respect of this matter.

## REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

- 1 As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure 'A' a statement on the matters specified in the paragraph 3 and 4 of the Order.
- 2 As required by Section 143 (3) of the Act, we report that:
  - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b. in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c. the Balance Sheet, the Statement of Profit and Loss (Including Other Comprehensive Income), the cash flow statement and the Statement of changes in Equity dealt with by this Report are in agreement with the books of account;
  - d. in our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act;
  - e. on the basis of the written representations received from the directors as on 31st March 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2018 from being appointed as a director in terms of Section 164 (2) of the Act;
  - f. with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure 'B'; and
  - g. with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, (as amended), in our opinion and to the best of our information and according to the explanations given to us:
    - i. the Company has disclosed the impact of pending litigation as at 31st. March 2018 on its financial position in its Ind AS financial statement - Refer Note No. 21 to the Ind AS financial statements;
    - ii. the Company did not have any long term contracts including derivative
    - iii. there were no amount which was required to be transferred to the Investor Education and Protection Fund by the company.

For Salarpuria Jajodia & Co.  
Chartered Accountants  
Firm's Registration No. 302111E  
**Siddharth Jhajharia**

  
Chartered Accountant  
Place, Kolkata  
Date 23/05/2018  
Membership No. -58419  
Partner





# Salarpuria Jajodia & Co.

CHARTERED ACCOUNTANTS  
7, C. R. AVENUE, KOLKATA - 700 072  
Phone : 2237 5400 / 5401, 4014 5400 - 5410  
website : www.salarpuriajajodia.com  
e-mail : salarpuria.jajodia@rediffmail.com  
office@salarpuriajajodia.com

## ANNEXURE-A TO THE INDEPENDENT AUDITORS' REPORT

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the Ind AS financial statements for the year ended 31st March 2018, we report that:

- i. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) As per the information and explanations given to us, fixed assets have been physically verified by the Management at reasonable intervals, in our opinion, is reasonable having regard to size of the Company and nature of its business. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- ii. Since there is no inventory so clause (ii) of the said order is not applicable.
- iii. According to the information and explanations given to us, the company has not granted any loans, secured or unsecured to companies, firms, limited liability partnership or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Hence, comments on sub-clause (a) to (c) of clause 3(iii) the said orders do not arise.
- iv. According to the information and explanations given to us, the Company has not given any loans, investments, guarantees, and security and has not invested in any other body corporate, hence the comment on the said clause of the order is not applicable.
- v. According to the information and explanations given to us, there is no such deposits, taken by the company, for which directives issued by the Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under, are required.
- vi. According to the information and explanations given to us, maintenance of cost records under sub section 148(i) of Companies Act, 2013 is not required.
- vii. a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company is regular in depositing undisputed statutory dues including provident fund, employee's state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues to the appropriate authorities and there were no outstanding statutory dues as at 31<sup>st</sup> March, 2018 for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us, the details of disputed statutory dues, against which ₹ 3 Lacs has been deposited, is given below:

Name of the statute	Nature of dues	Amount (₹ in Lacs)	Related Year	Form (where it is pending)
Maharashtra Sales Tax	Sales Tax	6.37	1990-1991	Deputy Commissioner of Sales Tax
- viii. According to the records of the Company examined by us and the information and explanations provided to us, the Company has not defaulted in repayment of loans or borrowings to a Financial Institutions or Banks or dues to debenture holders.
- ix. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) or Term Loan during the year. Hence the clause 3(ix) of the order is not applicable.
- x. According to the information and explanations given to us, no fraud by the Company or on the Company by Officer or Employees has been noticed or reported during the course of our audit.
- xi. Managerial remuneration has not been paid by the company during the year. Hence, clause(xi) of the said order is not applicable.





## Salarpuria Jajodia & Co.

CHARTERED ACCOUNTANTS  
7, C. R. AVENUE, KOLKATA - 700 072  
Phone : 2237 5400 / 5401, 4014 5400 - 5410  
website : [www.salarpuriajajodia.com](http://www.salarpuriajajodia.com)  
e-mail : [salarpuria.jajodia@rediffmail.com](mailto:salarpuria.jajodia@rediffmail.com)  
[office@salarpuriajajodia.com](mailto:office@salarpuriajajodia.com)

- xii. The Company is not a Nidhi Company as specified in the Nidhi Rules, 2014 . Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. The Company has not entered into any transaction with its related party during the year. Hence, clause (xiii) of the said order is not applicable.
- xiv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly paragraph 3(xiv) of the Order is not applicable to the Company.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Salarpuria Jajodia & Co.  
Chartered Accountants

Firm's Registration No. 302111E

Siddharth Jhajharia

Chartered Accountant

Place : Kolkata Membership No. -58419

Date 23/05/2018





# Salarpuria Jajodia & Co.

CHARTERED ACCOUNTANTS  
7, C. R. AVENUE, KOLKATA - 700 072  
Phone : 2237 5400 / 5401, 4014 5400 - 5410  
website : www.salarpuriajajodia.com  
e-mail : salarpuria.jajodia@rediffmail.com  
office@salarpuriajajodia.com

## ANNEXURE - B TO THE INDEPENDENT AUDITOR'S REPORT

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")  
(Referred to Paragraph 2(f) report on other legal and regulatory requirements of our report of even date to the members of HGI Industries Limited for the year ended 31<sup>st</sup> March, 2018.

We have audited the internal financial controls over financial reporting of HGI INDUSTRIES LIMITED ("the Company") as of 31<sup>st</sup> March 2018 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

### MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error.

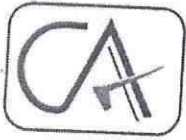
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

### MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.





## Salarpuria Jajodia & Co.

CHARTERED ACCOUNTANTS  
7, C. R. AVENUE, KOLKATA - 700 072  
Phone : 2237 5400 / 5401, 4014 5400 - 5410  
website : www.salarpuriajajodia.com  
e-mail : salarpuria.jajodia@rediffmail.com  
office@salarpuriajajodia.com

### INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### OPINION

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Salarpuria Jajodia & Co.  
Chartered Accountants

Firm's Registration No. 302111E

Siddharth Jhajharia

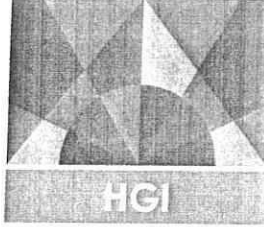
Chartered Accountant  
Membership No. -58419

Place : Kolkata Partner

Date 23/05/2018



ADITYA BIRLA



HGI/AS/CSE/2018

23<sup>rd</sup> MAY 2018

The Secretary  
The Calcutta Stock Exchange Ltd.  
7, Lyons Range  
Kolkata - 700 001

Dear Sir/Madam,

**Sub: Declaration pursuant to Regulation 33(3)(d) and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

With reference to the above, we hereby declare and confirm that the Audit Report issued by M/S Salarpuria, Jajodia & Co. (FRN: 302111E), Chartered Accountants, Statutory Auditors of the Company, on the Annual Audited Financial Results for the year ended 31<sup>st</sup> March, 2018 is unmodified.

Thanking You,

Yours faithfully,

For HGI Industries Limited



**Kamal Kishor Agarwal**  
Chief Financial Officer

HGI Industries Limited

Regd. Office: Industry House, 18<sup>th</sup> Floor, 10, Camac Street, Kolkata - 700 017, India  
CIN: L40200WB1944PLC011754 | T: + 91 33 3987 6000 | F: + 91 33 3051 8300  
E: hgih@adityabirla.com | W: www.hgiil.com

Tel: +91 33 4455 5500/98  
Fax: +91 33 4455 5537/47