

Independent Auditor's Review Report on the Quarterly Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to
The Board of Directors
Hikal Limited

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of Hikal Limited (the "Company") for the quarter ended June 30, 2024 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

S R B C & C O L L P

Chartered Accountants

Hikal Limited

5. We draw attention to note 4 to the Statement, as regards the ongoing investigations / actions by statutory authorities in relation to alleged non-compliance with certain environmental laws and regulations, and the litigation in respect thereof, the outcome of which is presently uncertain. Our conclusion is not modified in respect of aforesaid matter.

For S R B C & C O L L P
Chartered Accountants

ICAI Firm registration number: 324982E/E300003

Vinayak Shriram Pujare
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per Vinayak Pujare

Partner

Membership No.: 101143

UDIN: 24101143BKGAAO9199

Place: Mumbai

Date: August 01, 2024



**Statement of unaudited standalone financial results
for the quarter ended 30 June 2024**

Rs. In Million (Except for earning per share)

	Standalone			
	Quarter ended		Year ended	
	30-Jun-24	31-Mar-24	30-Jun-23	31-Mar-24
	Unaudited	Audited (Refer note 3)	Unaudited	Audited
Income				
Revenue from operations				
Sale of products and services	4,038	5,128	3,861	17,687
Other operating revenue	30	14	19	159
Total revenue from operations	4,068	5,142	3,880	17,846
Other income	5	5	9	25
Total income	4,073	5,147	3,889	17,871
Expenses				
Cost of materials consumed	2,348	1,832	2,170	8,052
Changes in inventories of finished goods and work-in-progress	(425)	511	(466)	195
Employee benefits expense	564	632	591	2,440
Finance costs	198	153	138	564
Depreciation and amortisation expenses	318	323	277	1,176
Other expenses	1,000	1,223	1,082	4,490
Total expenses	4,003	4,674	3,792	16,917
Profit before tax	70	473	97	954
Tax expense:				
-Current tax	15	160	27	284
-Deferred tax	3	(26)	1	(25)
Total tax expense	18	134	28	259
Profit for the period	52	339	69	695
Other comprehensive income				
Items that will not be reclassified to statement of profit and loss	(2)	(3)	(2)	(8)
Income tax relating to item that will not be reclassified to statement of profit and loss	1	1	1	2
Other comprehensive loss for the period (net of income tax)	(1)	(2)	(1)	(6)
Total comprehensive income	51	337	68	689
Paid-up equity share capital (Face value of Rs 2/- each)	247	247	247	247
Other equity				11,629
Earnings per share (Face Value of Rs 2/- each) (Not annualised for quarters)				
- Basic	0.42	2.75	0.56	5.64
- Diluted	0.42	2.75	0.56	5.64

Notes :

1. The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 1 August 2024.
2. The standalone financial results for the quarter ended on 30 June 2024 have been subjected to a 'Limited Review' by the statutory auditors of the Company. The statutory auditors have expressed an unmodified review conclusion. The limited review report will be filed with the stock exchanges and will also be available on the Company's website, www.hikal.com.
3. The figures for the quarter ended 31 March 2024 as reported in these financial results are the balancing figures between audited figures in respect of the full financial year upto 31 March 2024 and the unaudited published year-to-date figures up to 31 December 2023, being the date of the end of the third quarter of the financial year which were subjected to limited review.
4. In connection with the alleged improper disposal of by-products by the Company in January 2022, statutory authorities have conducted investigations in relation to alleged non-compliance with certain environmental laws and regulations, and the matter is pending before the Courts and relevant statutory authorities.
In this connection, in March 2023, the National Green Tribunal, Principal Bench, New Delhi had passed an order accepting the joint committee's reports, which includes recovery of compensation of Rs. 174.5 Millions from the Company for aforesaid non-compliance. Gujarat Pollution Control Board subsequently issued a direction to the Company for payment thereof, which has been stayed by the Hon'ble Supreme Court, during the quarter, upon the Company depositing Rs. 50 Millions with the Court. Of this amount, Rs. 9.8 Millions is to be released to legal representatives of the deceased individuals, for which the Company has recognized a provision in the previous quarter as a matter of prudence, and without prejudice to its rights and contentions.
Based on the advice of external legal counsel, the Company believes it has a good case on merits in these matters, and the Company is taking necessary steps, including legal measures, to defend itself. Accordingly, no further provision is required in the financial results in this respect.
5. In connection with the closure directions issued in July 2023 by the Gujarat Pollution Control Board ('GPCB') for the Company's Panoli Plant, the GPCB issued an order in July 2024, revoking the closure directions. During the directive period the Company's Panoli manufacturing facility continued to operate without interruption in this regard.
6. These financial results are rounded in "Rs. Million" instead of "Rs. Lakh" as was done till previous quarter, in order to harmonize presentation with the annual financial statements.
7. The figures for the previous periods have been regrouped wherever necessary to conform to the current period presentation.

Place : Mumbai
Date : 1 August 2024

For HIKAL LTD
Jai Vishwanath Hiremath
Digitally signed
by Jai Vishwanath Hiremath
Date: 2024.08.01
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Jai Hiremath
Executive Chairman
DIN: 00062203

HIKAL LIMITED
Regd. Office : 717/718, Maker Chamber V, Nariman Point, Mumbai - 400 021.
Phone : +91-22-62770299
CIN : L24200MH1988PTC048028, E Mail : info@hikal.com , Website : www.hikal.com
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**Standalone segment wise revenue, results, assets and liabilities
for the quarter ended 30 June 2024**

(Rs in Millions)

Particulars	Standalone			
	Quarter ended			Year ended
	30-Jun-24	31-Mar-24	30-Jun-23	31-Mar-24
	Unaudited	Audited (Refer note 3)	Unaudited	Audited
1. Segment revenue				
a) Pharmaceuticals	2,294	3,375	2,249	11,002
b) Crop protection	1,774	1,767	1,631	6,844
Total	4,068	5,142	3,880	17,846
Less: Inter segment revenue	-	-	-	-
Revenue from operations	4,068	5,142	3,880	17,846
2. Segment results				
a) Pharmaceuticals	86	535	98	935
b) Crop protection	212	137	171	743
Total	298	672	269	1,678
Less :				
i) Finance cost	198	153	138	564
ii) Other un-allocable expenditure	34	52	40	177
Add:				
i) Other un-allocable income	4	6	6	17
Profit before tax	70	473	97	954
3. Segment assets				
a) Pharmaceuticals	13,905	14,483	12,455	14,483
b) Crop protection	8,872	9,212	10,172	9,212
c) Unallocable	1,623	1,176	1,447	1,176
Total assets	24,400	24,871	24,074	24,871
4. Segment liabilities				
a) Pharmaceuticals	2,674	2,457	2,204	2,457
b) Crop protection	1,264	1,320	1,617	1,320
c) Unallocable	8,535	9,218	8,850	9,218
Total liabilities	12,473	12,995	12,671	12,995

Place : Mumbai
Date : 1 August 2024

For HIKAL LTD
Jai Vishwanath Hiremath
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Date: 2024.08.01 12:28:09 +05'30'
Jai Hiremath
Executive Chairman
DIN: 00062203

HIKAL LIMITED
Regd. Office : 717/718, Maker Chamber V, Nariman Point, Mumbai - 400 021.
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Independent Auditor's Review Report on the Quarterly Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to
The Board of Directors
Hikal Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Hikal Limited (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), for the quarter ended June 30, 2024 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Holding Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Holding Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Master Circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entities:
 - a. Hikal Limited, India, Holding Company
 - b. Acoris Research Limited, India, Subsidiary Company
 - c. Hikal, LLC, USA, Subsidiary Company
5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

S R B C & C O L L P

Chartered Accountants

Hikal Limited

6. We draw attention to note 4 to the Statement, as regards the ongoing investigations / actions by statutory authorities in relation to alleged non-compliance with certain environmental laws and regulations, and the litigation in respect thereof, the outcome of which is presently uncertain. Our conclusion is not modified in respect of aforesaid matter.
7. The accompanying Statement includes the unaudited interim financial results and other unaudited financial information in respect of two subsidiaries, whose interim financial results and other financial information reflect total revenues of Rs. 9 million, total net loss after tax of Rs. 1 million, and a total comprehensive loss of Rs. 1 million, for the quarter ended on June 30, 2024, as considered in the Statement, which have not been reviewed or audited by any auditor. These unaudited financial results have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of these subsidiaries, is based solely on such unaudited interim financial results and other unaudited financial information. According to the information and explanations given to us by the Management, these unaudited interim financial results are not material to the Group. Our conclusion on the Statement is not modified in this regard.

For S R B C & C O L L P
Chartered Accountants

ICAI Firm registration number: 324982E/E300003

Vinayak Shriram
Pujare

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Shriram Pujare
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per Vinayak Pujare
Partner

Membership No.: 101143

UDIN: 24101143BKGAAP6137

Place: Mumbai

Date: August 01, 2024



**Statement of unaudited consolidated financial results
for the quarter ended 30 June 2024**

Rs in Millions (Except for earning per share)

Particulars	Consolidated			
	Quarter ended			Year ended
	30-Jun-24	31-Mar-24	30-Jun-23	31-Mar-24
	Unaudited	Audited (Refer note 3)	Unaudited	Audited
Income				
Revenue from operations				
Sale of products and services	4,038	5,128	3,861	17,687
Other operating revenue	30	14	19	159
Total revenue from operations	4,068	5,142	3,880	17,846
Other income	5	5	9	25
Total income	4,073	5,147	3,889	17,871
Expenses				
Cost of materials consumed	2,348	1,832	2,170	8,052
Changes in inventories of finished goods and work-in-progress	(425)	511	(466)	195
Employee benefits expense	571	639	597	2,465
Finance costs	198	153	138	564
Depreciation and amortisation expenses	318	323	277	1,176
Other expenses	994	1,216	1,076	4,464
Total expenses	4,004	4,674	3,792	16,916
Profit before tax	69	473	97	955
Tax expense:				
-Current tax	15	160	27	284
-Deferred tax	3	(26)	1	(25)
Total tax expense	18	134	28	259
Profit for the period (Attributable to equity holders of parent)	51	339	69	696
Other comprehensive income				
Items that will not be reclassified to statement of profit and loss	(2)	(3)	(2)	(8)
Income tax relating to item that will not be reclassified to statement of profit and loss	1	1	1	2
Other comprehensive loss for the year (net of income tax) (Attributable to equity holders of parent)	(1)	(2)	(1)	(6)
Total comprehensive income (Attributable to equity holders of parent)	50	337	68	690
Paid-up equity share capital (Face value of Rs 2/- each)	247	247	247	247
Other equity				11,630
Earnings per share (Face Value of Rs 2/- each) (Not annualised for quarters)				
- Basic	0.41	2.76	0.56	5.64
- Diluted	0.41	2.76	0.56	5.64

Notes :

1. The above results were reviewed by the Audit Committee and approved by the Board of Directors of Holding Company at their meeting held on 1 August 2024.
2. The consolidated financial results for the quarter ended on 30 June 2024 have been subjected to a 'Limited Review' by the statutory auditors of the Holding Company. The statutory auditors have expressed an unmodified review conclusion. The limited review report will be filed with the stock exchanges and will also be available on the Holding Company's website, www.hikal.com.
3. The figures for the quarter ended 31 March 2024 as reported in these financial results are the balancing figures between audited figures in respect of the full financial year upto 31 March 2024 and the unaudited published year-to-date figures up to 31 December 2023, being the date of the end of the third quarter of the financial year which were subjected to limited review.
4. In connection with the alleged improper disposal of by-products by the Holding Company in January 2022, statutory authorities have conducted investigations in relation to alleged non-compliance with certain environmental laws and regulations, and the matter is pending before the Courts and relevant statutory authorities. In this connection, in March 2023, the National Green Tribunal, Principal Bench, New Delhi had passed an order accepting the joint committee's reports, which includes recovery of compensation of Rs. 174.5 Millions from the Holding Company for aforesaid non-compliance. Gujarat Pollution Control Board subsequently issued a direction to the Holding Company for payment thereof, which has been stayed by the Hon'ble Supreme Court, during the quarter, upon the Holding Company depositing Rs. 50 Millions with the Court. Of this amount, Rs. 9.8 Millions is to be released to legal representatives of the deceased individuals, for which the Holding Company has recognized a provision in the previous quarter as a matter of prudence, and without prejudice to its rights and contentions. Based on the advice of external legal counsel, the Holding Company believes it has a good case on merits in these matters, and the Holding Company is taking necessary steps, including legal measures, to defend itself. Accordingly, no further provision is required in the financial results in this respect.
5. In connection with the closure directions issued in July 2023 by the Gujarat Pollution Control Board ('GPCB') for the Holding Company's Panoli Plant, the GPCB issued an order in July 2024, revoking the closure directions. During the directive period the Holding Company's Panoli manufacturing facility continued to operate without interruption in this regard.
6. These financial results are rounded in "Rs. Million" instead of "Rs. Lakh" as was done till previous quarter, in order to harmonize presentation with the annual financial statements.
7. The figures for the previous periods have been regrouped wherever necessary to conform to the current period presentation.

Place : Mumbai
Date : 1 August 2024

For HIKAL LTD
Jai
Vishwanath
Hiremath
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by Jai
Vishwanath
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Jai Hiremath
Executive Chairman
DIN: 00062203

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**Consolidated segment wise revenue, results, assets and liabilities
for the quarter ended 30 June 2024**

(Rs in Millions)

Particulars	Consolidated			
	Quarter ended			Year ended
	30-Jun-24	31-Mar-24	30-Jun-23	31-Mar-24
	Unaudited	Audited (Refer note 3)	Unaudited	Audited
1. Segment revenue				
a) Pharmaceuticals	2,294	3,375	2,249	11,002
b) Crop protection	1,774	1,767	1,631	6,844
Total	4,068	5,142	3,880	17,846
Less: Inter segment revenue	-	-	-	-
Revenue from operations	4,068	5,142	3,880	17,846
2. Segment results				
a) Pharmaceuticals	86	535	98	935
b) Crop protection	212	137	171	743
Total	298	672	269	1,678
Less :				
i) Finance cost	198	153	138	564
ii) Other un-allocable expenditure	35	52	40	176
Add:				
i) Other un-allocable income	4	6	6	17
Profit before tax	69	473	97	955
3. Segment assets				
a) Pharmaceuticals	13,905	14,483	12,455	14,483
b) Crop protection	8,872	9,212	10,172	9,212
c) Unallocable	1,621	1,177	1,446	1,177
Total assets	24,398	24,872	24,073	24,872
4. Segment liabilities				
a) Pharmaceuticals	2,674	2,457	2,204	2,457
b) Crop protection	1,264	1,320	1,617	1,320
c) Unallocable	8,534	9,218	8,851	9,218
Total liabilities	12,472	12,995	12,672	12,995

Place : Mumbai
Date : 1 August 2024

For HIKAL LTD
Digitally signed
by Jai
Vishwanath
Hiremath
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Jai Hiremath
Executive Chairman
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