



Harrisons Malayalam Limited

24/1624, Bristow Road, Willingdon Island, Cochin 682003

CIN: L01119KL1978PLC002947

e-mail: hmlcorp@harrisonsmalayalam.com Website: www.harrisonsmalayalam.com

Tel: 0484-6624362 Fax: 0484-2668024

8th February, 2018

The Secretary
Bombay Stock Exchange Ltd.
Corporate Relationship Dept.
1st Floor, New Trading Ring
Rotunda Building, PJ Towers
Dalal Street, Fort
Mumbai - 400 001
Symbol: HARRMALAYA

The Secretary
National Stock Exchange of India Ltd.
"Exchange Plaza", Bandra-Kurla Complex
Bandra (E)
Mumbai - 400 051
Symbol: HARRMALAYA

Dear Sirs,

Pursuant to the Provisions of Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015, we are forwarding herewith a copy of the unaudited financial results of the Company for the quarter and nine months ended December 31, 2017 that has been approved at the meeting of the Board of Directors held on 8th February, 2018, along with the Limited Review Report on the Unaudited Financial Results.

Yours faithfully,
For **HARRISONS MALAYALAM LIMITED**

BINU THOMAS
Company Secretary





Harrisons Malayalam Limited

CIN: L01119KL1978PLC002947

Registered Office: 24/1624, Bristow Road, Willingdon Island, Kochi, Kerala - 682 003
Email: hmlcorp@harrisonsmalayalam.com Website: www.harrisonsmalayalam.com

(₹ in lakhs, except per share data)

Statement of Unaudited Financial Results for the quarter and nine months ended 31 December 2017

Sl. No.	Particulars (Refer notes below)	Quarter ended			Nine Months Ended	
		31-Dec-17	30-Sep-17	31-Dec-16	31-Dec-17	31-Dec-16
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
I	Revenue from operations	10,671.41	9,248.29	9,883.77	27,608.77	25,848.12
II	Other income	139.62	155.95	108.65	462.77	373.45
III	Total revenue (I+II)	10,811.03	9,404.24	9,992.42	28,071.54	26,221.57
IV	Expenses:					
	a. Cost of materials consumed	2,970.73	2,137.51	2,964.30	7,540.18	7,603.16
	b. Purchases of stock-in-trade	287.37	312.16	87.18	625.77	333.53
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	(237.10)	(242.11)	(345.64)	(1,851.72)	(1,369.41)
	d. Employee benefits expense	4,132.58	3,969.33	3,819.35	11,860.03	11,239.72
	e. Finance costs	312.05	309.88	366.03	931.30	1,063.13
	f. Depreciation and amortisation expense	107.67	104.83	117.87	316.53	346.85
	g. Other expenses	2,728.59	2,725.79	2,472.98	8,077.08	7,066.77
	Total expenses	10,301.89	9,317.39	9,482.07	27,499.17	26,283.75
V	Profit / (loss) before exceptional items and taxes (III-IV)	509.14	86.85	510.35	572.37	(62.18)
VI	Exceptional items (Refer note 5)	-	-	-	-	324.08
VII	Profit before tax (V+VI)	509.14	86.85	510.35	572.37	261.90
VIII	Tax expense:					
	- Current tax	-	-	-	-	-
	- Deferred tax	-	-	-	-	-
IX	Profit for the period from continuing operations (VII-VIII)	509.14	86.85	510.35	572.37	261.90
X	Loss from discontinuing operations	-	-	(7.07)	-	(28.99)
XI	Tax expense of discontinuing operations	-	-	-	-	-
XII	Loss from discontinuing operations (after tax) (X-XI)	-	-	(7.07)	-	(28.99)
XIII	Profit for the period (IX+XII)	509.14	86.85	503.28	572.37	232.91
XIV	Other comprehensive loss (net of tax)					
	a. Remeasurement of net defined benefit liability	-	(244.85)	(96.32)	(244.85)	(279.76)
XV	Total comprehensive income / (loss) for the period (XIII+XIV)	509.14	(158.00)	406.96	327.52	(46.85)
XVI	Paid-up equity share capital (face value of ₹ 10 each)	1,845.43	1,845.43	1,845.43	1,845.43	1,845.43
XVII	Earning / (loss) per equity share (not annualised):					
	(1) Basic: (₹)	2.76	0.47	2.73	3.10	1.26
	(2) Diluted: (₹)	2.76	0.47	2.73	3.10	1.26



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Harrisons Malayalam Limited

CIN: L01119KL1978PLC002947

Registered Office: 24/1624, Bristow Road, Willingdon Island, Kochi, Kerala - 682 003

Email: hmlcorp@harrisonsmalayalam.com Website: www.harrisonsmalayalam.com

Segment wise revenue, results and capital employed

(₹ in lakhs)

Particulars (Refer notes below)	Quarter ended			Nine Months Ended	
	31-Dec-17	30-Sep-17	31-Dec-16	31-Dec-17	31-Dec-16
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1 Segment revenue					
Tea	5,580.00	5,176.00	5,183.00	15,203.00	13,887.00
Rubber	4,895.00	4,035.91	4,641.00	12,136.00	11,808.00
Others ^	196.41	36.38	60.00	269.77	153.00
Total	10,671.41	9,248.29	9,884.00	27,608.77	25,848.00
Less: Inter segment revenue	-	-	-	-	-
Net revenue from operations	10,671.41	9,248.29	9,884.00	27,608.77	25,848.00
2 Segment results					
Tea	7.30	124.94	201.55	597.25	79.57
Rubber	615.25	254.91	650.06	676.16	* 1,176.48
Others ^	200.34	26.00	17.72	230.72	28.91
Total	822.89	405.85	869.33	1,504.13	1,284.96
Less: Interest expense	312.34	314.00	365.14	923.34	1,061.14
Add: Unallocable income	1.58	5.00	0.08	7.58	11.08
Less: Unallocable expense	2.99	10.00	0.99	16.00	1.99
Profit / (loss) for the period	509.14	86.85	503.28	572.37	232.91
3 Segment assets (A)					
Tea	29,067.42	29,191.70	28,315.68	29,067.42	28,315.68
Rubber	10,227.76	9,532.79	9,109.52	10,227.76	9,109.52
Others ^	316.60	193.73	228.00	316.60	228.00
Unallocated assets	564.37	380.09	580.00	564.37	580.00
Total	40,176.15	39,298.31	38,233.20	40,176.15	38,233.20
4 Segment liabilities (B)					
Tea	9,500.46	9,594.38	8,252.00	9,500.46	8,252.00
Rubber	9,014.71	8,537.57	8,273.00	9,014.71	8,273.00
Others ^	327.31	232.52	358.00	327.31	358.00
Unallocated liabilities	10,760.54	10,869.87	11,201.00	10,760.54	11,201.00
Total	29,603.02	29,234.34	28,084.00	29,603.02	28,084.00
5 Capital employed (A-B)					
Tea	19,566.96	19,597.32	20,063.68	19,566.96	20,063.68
Rubber	1,213.06	995.22	836.52	1,213.06	836.52
Others ^	(10.71)	(38.79)	(130.00)	(10.71)	(130.00)
Unallocable	(10,196.17)	(10,489.78)	(10,621.00)	(10,196.17)	(10,621.00)
Total	10,573.14	10,063.97	10,149.20	10,573.14	10,149.20

* After considering exceptional item of ₹ 324.08 lakhs referred to in Note 6.

^ Particulars from discontinuing operations included under 'Others' in the above disclosure is provided under Note 7.



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Notes:

- 1 a) The Company has adopted, Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ('Ind AS') from 1 April 2017 and accordingly, these financial results and all the periods presented have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 "Interim Financial Reporting" read with relevant rules issued thereunder and the other accounting principles generally accepted in India and discloses the information required to be disclosed in terms of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015 (as amended). The opening Balance Sheet as at 1 April 2016 and the results for the subsequent periods would be finalised and will be subject to audit at the time of annual financial statements for the year ending 31 March 2018.
- b) The Company has availed the exemption in respect of submission of Ind AS compliant financial information for the previous year ended 31 March 2017 along with the Statement, in accordance with the SEBI Circular CIR/CFD/FAC/62/2016 dated 5 July 2016. The financial results for the quarter ended 31 December 2016 and the year to date results for the period 1 April 2016 to 31 December 2016 were reviewed by the predecessor auditors. Differences in the accounting principles adopted by the Company on transition to Ind AS have been reviewed by the Statutory Auditors.
- 2 The reconciliation of net loss as previously reported (referred to as 'previous GAAP') and the total comprehensive loss as per Ind AS for the quarter and nine months ended 31 December 2016 is as per table below:

(₹ in lakhs)

Particulars	Quarter ended 31-Dec-2016 (Unaudited)	Nine months ended 31-Dec-2016 (Unaudited)
Net profit / (loss) as per previous GAAP	282.27	(520.59)
Ind AS adjustments:		
(i) Capitalisation of replanting expenses towards rubber plants	149.37	442.50
(ii) Impact of change in fair valuation of biological assets, representing standing crops recorded:		
(a) Tea	(22.47)	12.69
(a) Rubber	(2.21)	18.55
(iii) Remeasurement of net defined benefit liability from 'Employee benefits expense' to 'Other Comprehensive loss'	96.32	279.76
Profit after tax as reported under Ind AS	503.28	232.91
Other comprehensive income / (loss) (net of tax):		
(a) Remeasurement of net defined benefit liability	(96.32)	(279.76)
Total comprehensive income / (loss) as reported under Ind AS	406.96	(46.85)

- 3 The Company's business being seasonal in nature, the results for the quarter and nine months ended 31 December 2017 are not indicative of the expected financial results for the year.
- 4 Cost of materials consumed represents cost of green leaf / bought latex and tea used for blending purchased from others.
- 5 Exceptional items during the nine months ended 31 December 2016 represents compensation received from Power Grid Corporation of India Limited in connection with loss of revenue due to felling of trees for drawing electric transmission lines across certain rubber estates.
- 6 The Government of Kerala had previously issued a Notification revising the Minimum Wages of Plantation workers, which has been stayed by the Hon'ble High Court of Kerala. An amount of ₹ 491.23 lakhs disbursed as "on account advance" has not been expensed, pending disposal of the case.
- 7 The Board in its meeting held on 28 September 2015 had decided to discontinue the engineering business. The Engineering division was a separate business segment and the decision to discontinue was consistent with the Company's long term strategy to focus on core plantation activity. Consequently, the business segment has now ceased to exist as per Ind AS 108 "Operating Segments". Particulars from discontinuing operations included under 'Others' in the segment disclosure: a) Revenue ₹ Nil; b) Results: ₹ Nil (quarter ended 31 December 2016: ₹ 7.07 lakhs loss, year to date ended 31 December 2016: ₹ 28.99 lakhs loss); c) Assets ₹ 145.80 lakhs (30 September 2017: ₹ 145.80 lakhs, 31 December 2016: ₹ 158.00 lakhs) and d) Liabilities: ₹ 198.92 lakhs (30 September 2017: ₹ 198.92 lakhs and 31 December 2016: ₹ 198.92 lakhs).
- 8 The Company has entered into a composite scheme of arrangement and amalgamation amongst Harrisons Malayalam Limited (HML) and Enchanting Plantations Limited (100% subsidiary of HML) and Malayalam Plantations Limited (100% subsidiary of Enchanting Plantations Limited) and Harmony Plantations Limited (100% subsidiary of HML) and their respective shareholders and their creditors ("the Scheme"). The Scheme has been approved by the Board of Directors and sanctioned by the shareholders of the Company and the Company has intimated to the Stock Exchanges in which the Company's shares are listed. As per the Scheme, inter alia, certain tea and rubber estates would be transferred / demerged to its subsidiaries. The Scheme was pending before the High Court of Kerala and now before the National Company Law Tribunal, Chennai, as directed vide order dated 9 March 2017.



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Notes (Cont'd):

- 9 The Company's core business is production of natural rubber and tea. The operations are conducted through plantation estates and factories based in Kerala and Tamil Nadu. Tea, Rubber and Others which have been identified as segments by the management based on information regularly reviewed internally.
- 10 The ultimate income tax liability will depend on the results for the year ending 31 March 2018 and in view of the brought forward losses which can be setoff against future taxable income, no tax expense is provided in the determination of net profit for quarter and nine months ended 31 December 2017.
- 11 Prior period comparatives have been regrouped/reclassified wherever necessary to conform to the presentation in the current period and are compliant with Ind AS.
- 12 The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 8 February 2018 and have been reviewed by the Statutory Auditors of the Company.

Kochi
8 February 2018



For Harrisons Malayalam Limited

A handwritten signature in blue ink, appearing to read "N. Dharmaraj".

N. Dharmaraj
Whole time director
DIN: 00912004

Walker Chandiook & Co LLP

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Independent Auditor's Review Report on Quarterly Financial Results and Year to Date Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Harrison's Malayalam Limited

1. We have reviewed the accompanying statement of unaudited financial results ("Statement") of Harrison's Malayalam Limited ("the Company") for the quarter ended 31 December 2017 and the year to date results for the period 1 April 2017 to 31 December 2017 being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review 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 is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. 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 applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 (as amended) ("Ind AS") and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)



Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Gurugram, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

Walker Chandiook & Co LLP is registered with limited liability with identification number AAC-2085 and its registered office at L-41 Connaught Circus, New Delhi, 110001, India

Independent Auditor's Review Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Cont'd)

Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

4. The Company had prepared separate financial results for the quarter ended 31 December 2016 and the year to date results for the period 1 April 2016 to 31 December 2016 in terms of the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and in accordance with applicable accounting standards prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) and SEBI Circular CIR/CFD/CMD/15/2015 dated 30 November 2015 and other accounting principles generally accepted in India. The financial results for the quarter ended 31 December 2016 and the year to date results for the period 1 April 2016 to 31 December 2016 were reviewed by the predecessor auditors, who had issued a modified report dated 9 February 2017 on such financial results. These financial results have been adjusted for the differences in the accounting principles adopted by the Company on transition to Ind AS, which have been reviewed by us in respect of financial results for the quarter ended 31 December 2016 and the year to date results for the period 1 April 2016 to 31 December 2016. Our report is not modified in respect of this matter.
5. The Company has availed the exemption in respect of submission of Ind AS compliant financial information for the previous year ended 31 March 2017 along with the Statement, in accordance with the SEBI Circular CIR/CFD/FAC/62/2016 dated 5 July 2016. Hence, the Statement does not include the comparative financial information for the aforementioned period.

Walker Chandiook & Co LLP

For Walker Chandiook & Co LLP
Chartered Accountants
Firm Registration No. 001076N/N500013

Aasheesh Arjun Singh
per Aasheesh Arjun Singh
Partner
Membership No.: 210122

Kochi
8 February 2018

