ಹಿಂದೂಸ್ತಾನ್ ಏರೋನಾಟಿಕ್ಸ್ ಲಿಮಿಟೆಡ್
ಪ್ರಧಾನ ಕಛೇರಿ
हिन्दुस्तान एरोनाटिक्स लिमिटेड
मुख्यालय
HINDUSTAN AERONAUTICS LIMITED
CORPORATE OFFICE

CO/SEC/4(7)/2021-22/ BSE & NSE Filing/52 11th November, 2021

बीएसई लिमिटेड BSE Limited लिस्टिंग विभाग Listing Department फिरोज जीजीभोय टॉवर्स Phiroze Jeejeebhoy Towers, दलाल स्ट्रीट Dalal Street, मुंबई Mumbai – 400 001	नैशनल स्टॉक एक्सचेंज ऑफ इंडिया लिमिटेड National Stock Exchange of India Ltd लिस्टिंग विभाग Listing Department एक्सचेंज प्लाजा, 5 वाँ तल, प्लाट नं. सी/1 Exchange Plaza, 5th Floor, Plot No C/1, जी ब्लॉक, बांद्रा-कुर्ला कॉम्प्लेक्स, बांद्रा (पूर्व) G Block, Bandra-Kurla Complex, Bandra (E), मुंबई Mumbai – 400051

प्रिय महोदय/ महोदया Dear Sir/ Madam,

विषय: दिनांक 30 सितम्बर, 2021 को समाप्त तिमाही एवं अर्धवर्ष हेतु लेखापरीक्षित वित्तीय परिणाम (स्टैंडअलोन एवं समेकित) एवं प्रथम अंतरिम लाभांश की घोषणा

Sub: Audited Financial Results (Standalone and Consolidated) for the quarter and half year ended 30th September, 2021 and declaration of first interim dividend

संदर्भ: बीएसई स्क्रिप कोड: 541154, एनएसई चिन्ह: एचएएल

Ref: BSE Scrip Code: 541154, NSE Symbol: HAL

***

कंपनी के निदेशक मंडल ने आज हुई अपनी बैठक में दिनांक 30 सितम्बर, 2021 को समाप्त तिमाही एवं अर्धवर्ष हेतु, अन्य बातों के साथ-साथ, लेखापरीक्षित वित्तीय परिणामों (स्टैंडअलोन एवं समेकित) के संबंध में अनुमोदन प्रदान किया ।

The Board of Directors of the Company at its meeting held today has, *inter-alia*, approved the Audited Financial Results (Standalone and Consolidated) for the quarter and half-year ended 30th September, 2021.

2. इसके अतिरिक्त कंपनी के निदेशक मंडल ने वित्तीय वर्ष 2021-22 हेतु प्रति ₹10/- पूर्ण चुकता साम्या शेयर के लिए ₹..14/- **के प्रथम अंतरिम लाभांश (..140..%)** की घोषणा की है ।

Further, the Board of Directors of the Company has declared **first interim dividend of Rs. ..14/-.. per equity share of Rs. 10/- each fully paid up (..140...%)** for the Financial Year 2021-22.

15/1, ಕಬ್ಬನ್ ರೋಡ್, ಬೆಂಗಳೂರು - 560 001, ಕರ್ನಾಟಕ, ಭಾರತ, 15/1, कब्बन रोड, बेंगलूर - 560 001, कर्णाटक, भारत
15/1, Cubbon Road, Bangalore - 560 001, Karnataka, India
ದೂರವಾಣಿ (दूरभाष) **Ph. :** +91-80-2232 0001, 2232 0475, ಫ್ಯಾಕ್ಸ್ (फैक्स) **Fax :** +91-80-2232 0758
ಇ ಮೇಲ್ (ई) **Email** : cosec@hal-india.co.in
CIN: L35301KA1963GOI001622

www.hal-india.co.in

3. प्रथम अंतरिम लाभांश के भुगतान हेतु रिकार्ड तिथि **24 नवम्बर, 2021, बुधवार** होगी ।

Record date for the payment of first interim dividend will be **Wednesday, the 24th November, 2021**.

4. लिस्टिंग विनियम के विनियम 33 के अनुसरण में, हम निम्नलिखित सूचनाओं को संलग्न कर रहे हैं:

Pursuant to Regulation 33 of the Listing Regulations, we are enclosing herewith the following:

a) दिनांक 30 सितम्बर, 2021 को समाप्त तिमाही एवं अर्धवर्ष हेतु लेखापरीक्षित वित्तीय परिणामों (स्टैंडअलोन एवं समेकित) से संबंधित विवरण (**अनुबंध-I**)

Statement showing the Audited Financial Results (Standalone and Consolidated) for the quarter and half year ended 30th September, 2021. (**Annexure-I**);

b) लेखापरीक्षित वित्तीय परिणामों से संबंधित लेखापरीक्षा रिपोर्ट (**अनुबंध-II एवं III**)

Auditors' Report on the Audited Financial Results (**Annexure-II & III**);

5. सूचित किया जाता है कि लिस्टिंग विनियमों के विनियम 33(3) के संदर्भ में, सांविधिक लेखापरीक्षक, मेसर्स महाराज एन आर सुरेश एंड कंपनी एलएलपी, शासपत्रित लेखाकार (संस्था पंजीकरण सं. 001931S) ने दिनांक 30 सितम्बर, 2021 को समाप्त तिमाही एवं अर्धवर्ष हेतु लेखापरीक्षित वित्तीय परिणामों (स्टैंडअलोन एवं समेकित) के संबंध में असंशोधित राय के साथ लेखापरीक्षा रिपोर्ट जारी की है।

This is to inform that the Statutory Auditors, M/s. Maharaj N R Suresh and Co. LLP, Chartered Accountants (Firm Registration No. 001931S) have issued an Audit Report with unmodified opinion on the Audited Financial Results (Standalone and Consolidated) for the quarter and half year ended 30th September, 2021 in terms of Regulation 33(3) of the Listing Regulations.

6. हम उपर्युक्त परिणामों का सार (**अनुबंध-IV**) संलग्न कर रहे हैं, जो लिस्टिंग विनियम के विनियम 47 के अनुसरण में समाचार पत्रों में प्रकाशित किया जाएगा ।

We are also enclosing an extract of the aforementioned results, which would be published in the newspapers in accordance with Regulation 47 of the Listing Regulations (**Annexure-IV**).

7. कंपनी के निदेशक मंडल की बैठक 10:00 बजे प्रारंभ हुई तथा 14:25 बजे समाप्त हुई ।

The meeting of the Board of Directors of the Company commenced at 1000 hours and concluded at 1425 hours.

8. कृपया पावती भेजें । Kindly acknowledge the receipt.

धन्यवाद Thanking you,

भवदीय Yours Faithfully

कृते हिन्दुस्तान एरोनॉटिक्स लिमिटेड

For Hindustan Aeronautics Ltd

(जी वी शेषा रेड्डी G V Sesha Reddy)

कंपनी सचिव एवं अनुपालन अधिकारी

Company Secretary & Compliance Officer

संलग्नक Encl: उपरोक्त As stated above.

4

Annexure - I

HINDUSTAN AERONAUTICS LIMITED
Regd.Office: 15/1 Cubbon Road, Bengaluru- 560 001
CIN : L35301KA1963GOI001622 , TEL : 080 22320001, email : investors@hal-india.co.in website : www.hal-india.co.in
STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2021

Rs in Lakhs

Sl.No	Particulars	Standalone					
		Quarter ended			Half Year ended		Year ended
		30-Sep-21	30-Jun-21	30-Sep-20	30-Sep-21	30-Sep-20	31-Mar-21
		(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
1	**Income from Operations**						
	(a) Revenue from operations	5,55,117	1,61,623	4,85,382	7,16,740	6,59,079	22,75,458
	(b) Other Income	13,904	15,009	8,764	28,913	13,472	35,867
	Total Income	**5,69,021**	**1,76,632**	**4,94,146**	**7,45,653**	**6,72,551**	**23,11,325**
2	**Expenses**						
	(a) Cost of materials consumed	2,15,435	1,05,685	2,04,389	3,21,120	3,12,647	7,77,176
	(b) Purchase of stock-in-trade	19,653	5,857	7,771	25,510	12,922	82,116
	(c) Changes in Inventories of Finished Goods, Work-in-Progress, Stock-in-Trade and Scrap	26,733	-1,34,189	30,499	-1,07,456	-1,02,256	2,45,827
	(d) Employee benefits expense	1,07,055	1,05,467	1,02,627	2,12,522	2,17,232	4,29,102
	(e) Finance Costs	62	1,468	7,144	1,530	17,607	25,911
	(f) Depreciation and Amortisation Expense	24,289	11,133	21,965	35,422	33,080	1,17,758
	(g) Impairment Loss	104	108	831	212	1,343	6,385
	(h) Other expenses	29,882	25,136	25,220	55,018	52,140	1,21,372
	(i) Direct Input to WIP/Expenses Capitalised	5,382	2,876	6,638	8,258	9,619	25,977
	(j) Provisions	43,638	33,643	27,026	77,281	44,692	1,46,208
	Total Gross Expenses	**4,72,233**	**1,57,184**	**4,34,110**	**6,29,417**	**5,99,026**	**19,77,832**
	Less: Expenses relating to Capital and Other Accounts	16,987	7,371	22,433	24,358	30,704	93,394
	Total Expenses	**4,55,246**	**1,49,813**	**4,11,677**	**6,05,059**	**5,68,322**	**18,84,438**
3	**Profit/(Loss) before Exceptional items and Tax (1-2)**	**1,13,775**	**26,819**	**82,469**	**1,40,594**	**1,04,229**	**4,26,887**
4	Exceptional item	-	-	-	-	-	202
5	**Profit/(Loss) before tax (3+4)**	**1,13,775**	**26,819**	**82,469**	**1,40,594**	**1,04,229**	**4,27,089**
6	**Tax expense**						
	(i) Current Tax	23,296	5,206	-	28,502	-	64,500
	(ii) Earlier Tax Refund	-	-	-	-	-	-4,933
	(iii) Deferred Tax	5,657	1,736	21,124	7,393	27,740	44,226
		28,953	**6,942**	**21,124**	**35,895**	**27,740**	**1,03,793**
7	**Net Profit / (Loss) for the period (5-6)**	**84,822**	**19,877**	**61,345**	**1,04,699**	**76,489**	**3,23,296**
8	**Other Comprehensive Income (OCI)**						
	A. Items that will not be reclassified to statement of Profit and Loss						
	(i) Remeasurements of defined benefit plans	4,556	-907	1,249	3,649	-3,499	-9,733
	(ii) Income Tax relating to items that will not be reclassified to statement of Profit and Loss	-1,146	228	-314	-918	881	2,450
	B. Items that will be reclassified to statement of Profit and Loss						
	(i) Exchange differences in translating financial statements of foreign operations	-	-	-	-	-	-
	(ii) Income Tax relating to items that will be reclassified to statement of Profit and Loss	-	-	-	-	-	-
	Total Other Comprehensive Income (A+B)	**3,410**	**-679**	**935**	**2,731**	**-2,618**	**-7,283**
9	**Total Comprehensive Income for the period (7 + 8)**	**88,232**	**19,198**	**62,280**	**1,07,430**	**73,871**	**3,16,013**
10	**Paid-up Equity Share Capital (Face Value Rs.10 each)**	**33,439**	**33,439**	**33,439**	**33,439**	**33,439**	**33,439**
11	**Other Equity excluding Revaluation Reserves**						**15,02,216**
12	**Capital Redemption Reserve / Debenture Redemption Reserve**						**14,761**
13	**Earnings per share (in Rupees) (EPS for the quarter and half year are not annualised)**						
	(a) Basic	**25.37**	**5.94**	**18.35**	**31.31**	**22.87**	**96.68**
	(b) Diluted	**25.37**	**5.94**	**18.35**	**31.31**	**22.87**	**96.68**
14	**Net Worth (including Retained Earning)**						**15,35,655**
15	**Debt Service Coverage Ratio (times)**	**-**	**-**	**12.54**	**-**	**6.92**	**17.48**
16	**Interest Service Coverage Ratio (times)**	**-**	**-**	**12.54**	**-**	**6.92**	**17.48**
17	**Debt Equity Ratio (Debt for the purpose of debt equity ratio includes short term borrowings)**	**-**	**-**	**0.3:1**	**-**	**0.3:1**	**0:1**

Audited Balance Sheet: **Rs. in lakhs**

Particulars	Standalone	
	As at 30-Sep-21 (Audited)	As at 31-Mar-21 (Audited)
ASSETS		
Non-current assets		
(a) Property, Plant and Equipment	6,44,581	6,53,908
(b) Capital work - in progress	1,07,958	79,038
(c) Investment Property	3	3
(d) Goodwill	-	-
(e) Other Intangible assets	93,645	94,407
(f) Intangible assets under development	1,39,961	1,28,627
(g) Invesments in Joint Venture amd Subsidiary	10,107	10,569
(h) Financial Assets		
(i) Investments	94,926	88,345
(ii) Trade receivables	-	-
(iii) Contract Assets	-	-
(iv) Loans	644	750
(v) Other Financial Assets	39,155	37,639
(i) Deferred tax assets (Net)	-	5,235
(j) Other non-current assets	66,816	70,686
Total Non-current Assets	**11,97,796**	**11,69,207**
Current assets		
(a) Inventories	17,72,915	16,56,033
(b) Financial Assets		
(i) Investments	-	-
(ii) Trade receivables	5,48,845	5,63,936
(iii) Contract Assets	7,65,121	8,34,616
(iv) Cash and Cash Equivalents	13,53,974	7,14,148
(v) Bank balances other than cash and cash equivalents	2,352	2,485
(vi) Loans	1,102	774
(vii) Other Financial Assets	96,865	1,06,453
(c) Current Tax Assets (Net)	-	-
(d) Other Current Assets	2,28,618	1,39,512
Total Current Assets	**47,69,792**	**40,17,957**
TOTAL ASSETS	**59,67,588**	**51,87,164**

Audited Balance Sheet: **Rs. in lakhs**

Particulars	Standalone	
	As at 30-Sep-21 (Audited)	As at 31-Mar-21 (Audited)
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity Share capital	33,439	33,439
(b) Other Equity	16,09,646	15,02,216
Total Equity	**16,43,085**	**15,35,655**
LIABILITIES		
Non-current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ii) Lease Liabilities	179	174
(iii) Trade Payables	-	-
(iv) Other financial liabilities	50,822	49,329
(b) Provisions	1,22,102	1,20,073
(c) Deferred Tax Liabilities (Net)	3,076	-
(d) Other Non-Current Liabilities	12,61,650	9,30,769
Total Non-Current Liabilities	**14,37,829**	**11,00,345**
Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	383	907
(ii) Lease Liabilities	9	8
(iii) Trade Payables		
Total outstanding dues of micro enterprises and small Enterprises	3,849	4,698
Total outstanding dues of creditors other than micro enterprises and Small Enterprises	2,44,594	2,19,917
(iv) Other Financial liabilities	1,82,227	1,96,440
(b) Other Current Liabilities	20,10,399	16,89,381
(c) Provisions	4,21,723	3,97,559
(d) Current Tax Liabilities (Net)	23,490	42,254
Total Current Liabilities	**28,86,674**	**25,51,164**
TOTAL EQUITY AND LIABILITIES	**59,67,588**	**51,87,164**

Standalone Statement of Cash Flow

(Rs in Lakhs)

SI. No.	Particulars	For the six months period ended 30th September 2021	For the six months period ended 30th September 2020
A	**Cash flow from Operating activities**		
	Profit for the year	**104699**	**76489**
	Adjustments to reconcile net profit to net cash provided by operating activities		
	Income Tax expense	35895	27740
	(Gain)/Loss on sale of Property, Plant & Equipment	-25	-1
	Finance cost	1530	17607
	Interest Income	-16703	-2967
	Dividend Income	-196	-17
	Net (Gain)/Loss on Fair Value Adjustment	294	-52
	Depreciation,amortization and impairment expense	35634	34423
	Provision for Impairment in Value of Investments	462	751
	Provision for Doubtful Debts	357	587
	Provision for Doubtful Claims	390	250
	Provision for Replacement and Other charges	13653	1828
	Provision for Warranty	19295	10454
	Provision for Raw Materials and Components, Stores and Spare parts, Loose Tools and Equipment, Construction Materials and Inventory - Warranty	13829	10677
	Provision for Liquidated Damages	29295	20145
	Provision for Onerous Contract		-10748
	Operating Profit Before Working Capital Changes	**238409**	**187166**
	Adjustments for:		
	(Increase)/decrease in Trade Receivables	84229	151806
	(Increase)/decrease in Loans, Financial Assets and Other Assets	-84086	-30751
	(Increase)/decrease in Inventories	-130711	-124574
	Increase/(decrease) in Trade Payables	23828	-154320
	Increase/(decrease) in Financial Liabilities, Provisions and Other Liabilities	613250	219600
	Cash generated from Operations	**744919**	**248927**
	Income Taxes Paid	-47266	-32082
	Net Cash (used in)/generated from Operating Activities (A)	**697653**	**216845**
B	**Cash flow from Investing activities**		
	Purchase of Property, Plant & Equipment	-46184	-34049
	Purchase of Intangible Assets	-19138	-18154
	Proceeds from sale of Property, Plant & Equipment	92	67
	Purchase of other non current Investments	-6581	-6044
	Proceeds from maturity of short term deposits	133	-17
	Interest Received	16703	2967
	Dividend Received from Joint Ventures	196	17
	Share application money refunded/(paid) by/to Joint Venture	-1000	1000
	Net Cash (used in)/generated from Investing Activities (B)	**-55779**	**-54213**
C	**Cash flow from Financing Activities**		
	Repayment of Borrowings-Current (Net)	-524	-155017
	Payment of Lease Liabilities		
	Interest paid	-1524	-17601
	Net Cash (used in)/generated from Financing Activities (C)	**-2048**	**-172618**
D	Effect of Exchange differences on translation of foreign currency cashand cash equivalents		
	Net increase/(decrease) in Cash and Cash Equivalents (A+B+C+D)	**639826**	**-9986**
	Add: Cash and Cash Equivalents at the beginning of the year	714148	27783
	Cash and Cash Equivalents at the end of the year	**1353974**	**17797**

Notes:

1. The above Statement of Cash Flows has been prepared under the "Indirect Method" as set out in Indian Accounting Standard 7 "Statement of Cash Flow"

2. Cash & Cash equivalent include Short Term Deposits with Bank

3. Purchase of Fixed Assets are stated inclusive of capital work-in-progress between the beginning and end of the period

4. Previous year figures are rearranged or regrouped wherever necessary

5.. Cash and Cash Equivalents are available fully for use

Standalone Notes:

1. The above results have been approved by the Board of Directors in the meeting held on 11.11.2021.

2. The Financial Results have been audited by the Statutory Auditors as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and they have issued an unmodified opinion for the quarter and half year ended September 30, 2021.

3. COVID-19 Impact

Current half year Impact:

Second wave of Covid-19 has forced the Company to declare for a phased lockdown at various Divisions on substitution basis during April and May 2021. The employees have put in additional hours for the hours lost during lockdown period. The lost man hours was recovered in June and July 2021. The Company has shown improved performance in the II Quarter (July – September 2021). Hence, there is no significant impact during the half year ended 30.09.2021.

Anticipated Future Impact:

Based on the information available (internal as well as external) up to the date of approval of this financial result, Company expects to recover the carrying amount of Intangible assets, Inventories, Property, Plant and Equipment's, Lease, Financial Instruments, Trade Receivables etc. Efforts are being made to minimize the impact. The Company will continue to closely monitor the developments, the future economic and business outlook and its impact on Company's future financial statements with a view to minimize the Covid impact.

4. Ministry of Corporate Affairs vide notification no 1/2/2014-CL-V dated 23rd February 2018 has exempted the Government companies engaged in defence production to the extent of application of Ind AS 108 on "Operating Segment".

5. Revision of pay scales of executives and workmen, with effect from 01.01.2017 was implemented in accordance with the guidance issued by DPE vide OM dated 03.08.2017 for Executives and in accordance with the Wage Agreement entered into between Management and Employees Union representative in 2019-20 in respect of Workmen.

On an interpretation on pay refixation and pursuant to the directives of the Administrative Ministry, the pay fixation is being revised and the excess amount paid is to be recovered from the employees.

The impact of this adjustment for the quarter/half-year ended 30, September 2020,is Rs.1263 lakhs and Rs.2434 lakhs respectively and consequential reduction in sales revenue by Rs.130 lakhs and Rs 392 lakhs for the quarter/half-year ended 30, September 2020 was given effect in the quarter ended 31st March 2021. Accordingly employees cost and sales for the current quarter/half year ended of September 21 are not comparable with the corresponding quarter/half year ended of the previous year. The estimated amount of recovery for which claims receivable created is Rs.21883 lakhs and Rs.19368 lakhs as on 30th September 2021 and 31st March 2021 respectively.

While so, the Employees Union and Officers Association have filed Writ Petition with Hon'ble High Court of Karnataka to stay recovery of excess amount of salary paid by the Company. The Hon'ble High Court of Karnataka has granted interim stay order on recoveries. The Company is in the process of filing a counter.

6. Bruhath Bangalore Mahanagara Palike (BBMP) issued demand notice on HAL towards property tax of Rs.20253 lakhs from 2008-09 to 2021-22. The company's legal counsel has advised that the demand is arbitrary and made without following the machinery provisions under the Karnataka Municipal Corporations Act 1976 and in denial of natural justice and the company can seek for rectification of the demand under the provisions of the Act and the company is taking necessary steps in this regard. Based on the legal advice, in the opinion of the management the outflow of resources is considered remote.

7. The Commercial Papers (listed) issued by the Company outstanding as on September 30, 2021 is Rs. Nil lakhs (As on March 31, 2021: Rs. Nil lakhs; As on September 30, 2020: Rs.200000 lakhs).

8. Figures for the previous periods have been regrouped / reclassified to conform to the classification of the current period, wherever necessary.

CHINAKAVANAM BHOOPATHI ANANTHAKRISHNAN

RAJAGOPALA N MADHAVAN

For Maharaj N R Suresh and Co., LLP
Chartered Accountants,
Firm Registration
No.01931S/S000020

CB ANANTHAKRISHNAN
Director (Finance) & CFO
DIN: 06761339

R MADHAVAN
Chairman & Managing Director
DIN: 08209860

NARASIMHA RAMAMURTHY SURESH
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Date: 2021.11.11 12:46:55 +05'30'

Gajjala Venkata Sesha Reddy

CA N R Suresh
Partner
Membership No. 021661
Place: Bengaluru
Date: 11.11.2021

G.V. SESHA REDDY
Company Secretary

HINDUSTAN AERONAUTICS LIMITED
Regd.Office: 15/1 Cubbon Road, Bengaluru- 560 001
CIN : L35301KA1963GOI001622 , TEL : 080 22320001, email : investors@hal-india.co.in website : www.hal-india.co.in
STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2021

Rs in Lakhs

Sl.No	Particulars	Consolidated					
		Quarter ended			Half Year ended		Year ended
		30-Sep-21	30-Jun-21	30-Sep-20	30-Sep-21	30-Sep-20	31-Mar-21
		(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
1	**Income from Operations**						
	(a) Revenue from operations	5,55,116	1,61,583	4,85,360	7,16,699	6,59,034	22,75,454
	(b) Other Income	13,738	15,013	8,797	28,751	13,522	35,823
	Total Income	**5,68,854**	**1,76,596**	**4,94,157**	**7,45,450**	**6,72,556**	**23,11,277**
2	**Expenses**						
	(a) Cost of materials consumed	2,15,351	1,05,777	2,04,159	3,21,128	3,12,602	7,76,472
	(b) Purchase of stock-in-trade	19,653	5,857	7,771	25,510	12,922	82,116
	(c) Changes in Inventories of Finished Goods, Work-in-Progress, Stock-in-Trade and Scrap	26,733	-1,34,188	30,486	-1,07,455	-1,02,269	2,45,814
	(d) Employee benefits expense	1,07,409	1,05,832	1,03,020	2,13,241	2,17,981	4,30,517
	(e) Finance Costs	64	1,469	7,146	1,533	17,610	25,917
	(f) Depreciation and Amortisation Expense	24,309	11,146	21,979	35,455	33,107	1,17,828
	(g) Impairment Loss	104	108	831	212	1,343	6,385
	(h) Other expenses	29,935	25,190	25,277	55,125	52,248	1,21,603
	(i) Direct Input to WIP/Expenses Capitalised	5,382	2,876	6,638	8,258	9,619	25,977
	(j) Provisions	43,565	33,257	26,654	76,822	43,898	1,45,026
	Total Gross Expenses	**4,72,505**	**1,57,324**	**4,33,961**	**6,29,829**	**5,99,061**	**19,77,655**
	Less: Expenses relating to Capital and Other Accounts	16,987	7,371	22,433	24,358	30,704	93,394
	Total Expenses	**4,55,518**	**1,49,953**	**4,11,528**	**6,05,471**	**5,68,357**	**18,84,261**
3	**Profit/(Loss) before Share of Profit/(Loss) of Joint Ventures, Exceptional items and Tax (1-2)**	**1,13,336**	**26,643**	**82,629**	**1,39,979**	**1,04,199**	**4,27,016**
4	Share of Profit/(Loss) of Joint Ventures (JV) accounted using Equity Method	291	-233	14	58	-75	481
5	**Profit/(Loss) before Exceptional items and Tax (3+4)**	**1,13,627**	**26,410**	**82,643**	**1,40,037**	**1,04,124**	**4,27,497**
6	Exceptional item	-	-	-	-	-	202
7	**Profit/(Loss) before tax (5+6)**	1,13,627	26,410	82,643	1,40,037	1,04,124	4,27,699
8	**Tax expense**						
	(i) Current Tax	23,296	5,206	-	28,502	-	64,500
	(ii) Earlier Tax Refund	-	-	-	-	-	-4,933
	(iii) Deferred Tax	5,657	1,736	21,124	7,393	27,740	44,226
		28,953	**6,942**	**21,124**	**35,895**	**27,740**	**1,03,793**
9	**Net Profit / (Loss) for the period (7-8)**	**84,674**	**19,468**	**61,519**	**1,04,142**	**76,384**	**3,23,906**
10	**Other Comprehensive Income (OCI)**						
	A. Items that will not be reclassified to statement of Profit and Loss						
	(i) Remeasurements of defined benefit plans	4,582	-897	1,267	3,685	-3,464	-9,687
	(ii) Share of Other Comprehensive Income of JV's accounted using Equity Method	2	-	-	2	-	-17
	(iii) Income Tax relating to items that will not be reclassified to statement of Profit and Loss	-1,146	228	-314	-918	881	2,450
	B. Items that will be reclassified to statement of Profit and Loss						
	(i) Exchange differences in translating financial statements of foreign operations	-	-	-	-	-	-
	(ii) Share of Other Comprehensive Income of JV's accounted using Equity Method	-	-	1	-	1	-
	(iii) Income Tax relating to items that will be reclassified to statement of Profit and Loss	-	-	-	-	-	-
	Total Other Comprehensive Income (A+B)	**3,438**	**-669**	**954**	**2,769**	**-2,582**	**-7,254**
11	**Total Comprehensive Income for the period (9 + 10)**	**88,112**	**18,799**	**62,473**	**1,06,911**	**73,802**	**3,16,652**

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STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2021

Rs in Lakhs

Sl.No	Particulars	Consolidated					
		Quarter ended			Half Year ended		Year ended
		30-Sep-21	30-Jun-21	30-Sep-20	30-Sep-21	30-Sep-20	31-Mar-21
		(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
12	**Profit/(Loss) for the period attributable to-**						
	Owners of the Company	84,676	19,471	61,522	1,04,147	76,389	3,23,946
	Non Controlling interest	-2	-3	-3	-5	-5	-40
13	**Other Comprehensive Income for the period attributable to-**						
	Owners of the Company	3,438	-669	954	2,769	-2,582	-7,254
	Non Controlling interest	-	-	-	-	-	-
14	**Total Comprehensive Income for the period attributable to-**						
	Owners of the Company	88,114	18,802	62,476	1,06,916	73,807	3,16,692
	Non Controlling interest	-2	-3	-3	-5	-5	-40
15	**Paid-up Equity Share Capital (Face Value Rs.10 each)**	**33,439**	**33,439**	**33,439**	**33,439**	**33,439**	**33,439**
16	**Other Equity excluding Revaluation Reserves**						**15,07,788**
17	**Capital Redemption Reserve / Debenture Redemption Reserve**						**14,761**
18	**Earnings per share (in Rupees) (EPS for the quarter and half year are not annualised)**						
	(a) Basic	**25.32**	**5.82**	**18.40**	**31.14**	**22.84**	**96.87**
	(b) Diluted	**25.32**	**5.82**	**18.40**	**31.14**	**22.84**	**96.87**
19	**Net Worth (including Retained Earning)**						**15,41,618**
20	**Debt Service Coverage Ratio (times)**	-	-	**12.56**	-	**6.91**	**17.49**
21	**Interest Service Coverage Ratio (times)**	-	-	**12.56**	-	**6.91**	**17.49**
22	**Debt Equity Ratio (Debt for the purpose of debt equity ratio includes short term borrowings)**	-	-	**0.3:1**	-	**0.3:1**	**0:1**

Audited Balance Sheet: **Rs. in lakhs**

Particulars	Consolidated	
	As at 30-Sep-21 (Audited)	As at 31-Mar-21 (Audited)
ASSETS		
Non-current assets		
(a) Property, Plant and Equipment	6,45,382	6,54,701
(b) Capital work - in progress	1,08,067	79,156
(c) Investment Property	3	3
(d) Goodwill on consolidation	-	-
(e) Other Intangible assets	93,646	94,407
(f) Intangible assets under development	1,39,961	1,28,627
(g) Invesments accounted for using the equity method	15,916	16,096
(h) Financial Assets		
(i) Investments	96,042	89,455
(ii) Trade receivable	-	-
(iii) Contract Assets	-	-
(iv) Loans	644	750
(v) Other Financial Assets	39,855	38,339
(i) Deferred tax assets (Net)	-	5,235
(j) Other non-current assets	66,816	70,686
Total Non-current Assets	**12,06,332**	**11,77,455**
Current assets		
(a) Inventories	17,71,313	16,54,477
(b) Financial Assets		
(i) Investments	-	-
(ii) Trade receivables	5,48,695	5,63,786
(iii) Contract Assets	7,65,121	8,34,616
(iv) Cash and Cash Equivalents	13,54,117	7,14,615
(v) Bank balances other than cash and cash equivalents	2,771	3,120
(vi) Loans	1,109	780
(vii) Other Financial Assets	96,489	1,06,200
(c) Current Tax Assets (Net)	-	-
(d) Other Current Assets	2,28,636	1,39,541
Total Current Assets	**47,68,251**	**40,17,135**
TOTAL ASSETS	**59,74,583**	**51,94,590**

Audited Balance Sheet: **Rs. in lakhs**

Particulars	Consolidated	
	As at 30-Sep-21 (Audited)	As at 31-Mar-21 (Audited)
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity Share capital	33,439	33,439
(b) Other Equity	16,14,704	15,07,788
(c) Non-Controlling Interest	386	391
Total Equity	**16,48,529**	**15,41,618**
LIABILITIES		
Non-current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ii) Lease Liabilities	239	231
(iii) Trade Payables	-	-
(iv) Other financial liabilities	50,822	49,329
(b) Provisions	1,23,592	1,21,572
(c) Deferred Tax Liabilities (Net)	3,076	-
(d) Other Non-Current Liabilities	12,61,650	9,30,769
Total Non-Current Liabilities	**14,39,379**	**11,01,901**
Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	383	907
(ii) Lease Liabilities	9	8
(iii) Trade Payables		
Total outstanding dues of micro enterprises and small Enterprises	3,849	4,698
Total outstanding dues of creditors other than micro enterprises and Small Enterprises	2,44,250	2,19,404
(iv) Other Financial liabilities	1,82,538	1,96,740
(b) Other Current Liabilities	20,10,401	16,89,422
(c) Provisions	4,21,755	3,97,638
(d) Current Tax Liabilities (Net)	23,490	42,254
Total Current Liabilities	**28,86,675**	**25,51,071**
TOTAL EQUITY AND LIABILITIES	**59,74,583**	**51,94,590**

Consolidated Statement of Cash Flow

(Rs in Lakhs)

SI. No.	Particulars	For the six months period ended 30th September 2021	For the six months period ended 30th September 2020
A	**Cash flow from Operating activities**		
	Profit for the year	**104142**	**76384**
	Adjustments to reconcile net profit to net cash provided by operating activities		
	Income Tax expense	35895	27740
	(Gain)/Loss on sale of Property, Plant & Equipment	-25	-1
	Finance cost	1533	17610
	Interest Income	-16737	-3033
	Share of Profit or Loss of Joint Venture	-58	75
	Other Adjustments	41	28
	Net (Gain)/Loss on Fair Value Adjustment	294	-52
	Depreciation,amortization and impairment expense	35667	34450
	Provision for Impairment in Value of Investments	3	19
	Provision for Doubtful Debts	357	587
	Provision for Doubtful Claims	390	188
	Provision for Replacement and Other charges	13653	1828
	Provision for Warranty	19295	10454
	Provision for Raw Materials and Components, Stores and Spare parts, Loose Tools and Equipment, Construction Materials and Inventory - Warranty	13829	10677
	Provision for Liquidated Damages	29295	20145
	Provision for Onerous Contract		-10748
	Operating Profit Before Working Capital Changes	**237574**	**186351**
	Adjustments for:		
	(Increase)/decrease in Trade Receivables	84229	151956
	(Increase)/decrease in Loans, Financial Assets and Other Assets	-83953	-30638
	(Increase)/decrease in Inventories	-130665	-124584
	Increase/(decrease) in Trade Payables	23997	-153984
	Increase/(decrease) in Financial Liabilities, Provisions and Other Liabilities	613183	219562
	Cash generated from Operations	**744365**	**248663**
	Income Taxes Paid	-47266	-32082
	Net Cash (used in)/generated from Operating Activities (A)	**697099**	**216581**
B	**Cash flow from Investing activities**		
	Purchase of Property, Plant & Equipment	-46197	-34170
	Purchase of Intangible Assets	-19139	-18154
	Proceeds from sale of Property, Plant & Equipment	92	67
	Purchase of other non current Investments	-6587	-6101
	Proceeds from maturity of short term deposits	349	352
	Interest Received	16737	3033
	Dividend Received from Joint Ventures	196	17
	Share application money refunded/(paid) by/to Joint Venture	-1000	1000
	Net Cash (used in)/generated from Investing Activities (B)	**-55549**	**-53956**
C	**Cash flow from Financing Activities**		
	Repayment of Borrowings-Current (Net)	-524	-155017
	Payment of Lease Liabilities		
	Interest paid	-1524	-17601
	Net Cash (used in)/generated from Financing Activities (C)	**-2048**	**-172618**
D	Effect of Exchange differences on translation of foreign currency cashand cash equivalents		
	Net increase/(decrease) in Cash and Cash Equivalents (A+B+C+D)	**639502**	**-9993**
	Add: Cash and Cash Equivalents at the beginning of the year	714615	27932
	Cash and Cash Equivalents at the end of the year	**1354117**	**17939**

Notes:

1. The above Statement of Cash Flows has been prepared under the "Indirect Method" as set out in Indian Accounting Standard 7 "Statement of Cash Flow"

2. Cash & Cash equivalent include Short Term Deposits with Bank

3. Purchase of Fixed Assets are stated inclusive of capital work-in-progress between the beginning and end of the period

4. Previous year figures are rearranged or regrouped wherever necessary

5.. Cash and Cash Equivalents are available fully for use

Consolidated Notes:

1. The above results have been approved by the Board of Directors in the meeting held on 11.11.2021.

2. The Financial Results have been audited by the Statutory Auditors as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and they have issued an unmodified opinion for the quarter and half year ended September 30, 2021.

3. COVID-19 Impact

   Current half year Impact:

   Second wave of Covid-19 has forced the Group to declare for a phased lockdown at various Divisions on substitution basis during April and May 2021. The employees have put in additional hours for the hours lost during lockdown period. The lost man hours was recovered in June and July 2021. The Group has shown improved performance in the II Quarter (July – September 2021). Hence, there is no significant impact during the half year ended 30.09.2021.

   Anticipated Future Impact:

   Based on the information available (internal as well as external) up to the date of approval of this financial result, Group expects to recover the carrying amount of Intangible assets, Inventories, Property, Plant and Equipment's, Lease, Financial Instruments, Trade Receivables etc. Efforts are being made to minimize the impact. The Group will continue to closely monitor the developments, the future economic and business outlook and its impact on Group's future financial statements with a view to minimize the Covid impact.

4. Ministry of Corporate Affairs vide notification no 1/2/2014-CL-V dated 23rd February 2018 has exempted the Government companies engaged in defence production to the extent of application of Ind AS 108 on "Operating Segment".

5. Revision of pay scales of executives and workmen, with effect from 01.01.2017 was implemented in accordance with the guidance issued by DPE vide OM dated 03.08.2017 for Executives and in accordance with the Wage Agreement entered into between Management and Employees Union representative in 2019-20 in respect of Workmen.

   On an interpretation on pay refixation and pursuant to the directives of the Administrative Ministry, the pay fixation is being revised and the excess amount paid is to be recovered from the employees.

   The impact of this adjustment for the quarter/half-year ended 30, September 2020,is Rs.1263 lakhs and Rs.2434 lakhs respectively and consequential reduction in sales revenue by Rs.130 lakhs and Rs 392 lakhs for the quarter/half-year ended 30, September 2020 was given effect in the quarter ended 31st March 2021. Accordingly employees cost and sales for the current quarter/half year ended of September 21 are not comparable with the corresponding quarter/half year ended of the previous year. The estimated amount of recovery for which claims receivable created is Rs.21883 lakhs and Rs.19368 lakhs as on 30th September 2021 and 31st March 2021 respectively.

While so, the Employees Union and Officers Association have filed Writ Petition with Hon'ble High Court of Karnataka to stay recovery of excess amount of salary paid by the Company. The Hon'ble High Court of Karnataka has granted interim stay order on recoveries. The Company is in the process of filing a counter.

6. Bruhath Bangalore Mahanagara Palike (BBMP) issued demand notice on HAL towards property tax of Rs.20253 lakhs from 2008-09 to 2021-22. The company's legal counsel has advised that the demand is arbitrary and made without following the machinery provisions under the Karnataka Municipal Corporations Act 1976 and in denial of natural justice and the company can seek for rectification of the demand under the provisions of the Act and the company is taking necessary steps in this regard. Based on the legal advice, in the opinion of the management the outflow of resources is considered remote.

7. The Commercial Papers (listed) issued by the Company outstanding as on September 30, 2021 is Rs. Nil lakhs (As on March 31, 2021: Rs. Nil lakhs; As on September 30, 2020: Rs.200000 lakhs).

8. Notes specific to Joint Ventures

(i) In respect of BAeHAL Software Limited

Unbilled Revenues

The company has shown Unbilled Revenues valuing Rs.1010.62 lakhs (P.Y.938.25 lakhs) shown under Revenue from operations & under Current Assets-Others in Balance Sheet. Two Major projects RTS-SWISS 71P and TPM MCSRDC totaling to Rs.474 lakhs in UBR will be invoiced by December 2021 as per best possible estimate projected by management. The company is executing multiple projects spanning over multiple years. End customers keep making changes in requirements of the deliverables, this leads to delay in delivery of the products. This year UBR has increased due to COVID 19 pandemic impact and lockdown declared in 1st Quarter of Financial year 2021-22 which lasted for two months.

RTS-SWISS 15B Yard 1 & Yard 2 presently in UBR Rs.150.87 lakhs being identical projects in nature w.r.t. SWISS 71P will be invoice by Q-4 F.Y. 2021-22 after invoicing SWISS 71P which is scheduled to be invoiced by Q-3 F.Y. 2021-22.

SIM-NOPV - Indian Navy project is under progress and as per schedule slated to be invoiced in Q4 F.Y. 2021-22 for which UBR as on Sep-21 amounting to Rs.127.43 lakhs.

Balance Rs.259 lakhs related to various small regular projects which will be converted into sales on the respective dates provided in UBR. The company is working with customers to ensure substantial reduction in UBR by December 2021.

(ii) In respect of HATSOFF Helicopter Training Private Limited

Going Concern

The Company has made a net profit of Rs.412.51 Lakhs during the period ended 30 September, 2021 and, as of that date, the Company's current liabilities exceeded its current assets. In addition to this, as at the balance sheet date, the Company has significant accumulated losses which have resulted in erosion of the net worth. The networth of the Company as at 30 September, 2021 is negative by Rs.3783.71 Lakhs (as at 31 March, 2021

negative by Rs.4196.22 Lakhs). However, these financial statements have been prepared on a going concern basis, notwithstanding the above factors in view of the following:

17

1) The Company is confident of meeting all the obligations.

2) The Company is able to get multi-year contracts from Defence forces with increased training hours.

3) The Company along with the shareholders are presently pursuing several options with the Company's bankers,viz,. ICICI Bank.

4) The Company has paid ECB loan interest upto 05 September, 2020 and continues to service interest commitments regularly. Besides interest payment, ECB principal of Rs.1222.26 Lakhs (US$ 1,635,452.39) in August, 2020 and Rs.398.61 Lakhs (US$ 545,000) in April, 2021 and Rs.1167.36 lakhs (US$ 1600000) in September 2021 has been repaid against ECB overdue instalments.

5) The ECB Loan is classified as Non-Performing Asset by the lending bank in view of non-payment of installments due. The bankers has not recalled the loan.

Considering the promoters ability to fund the Company's requirements and procure orders for execution, management is of the opinion that Company is a going concern.

(iii) In respect of HALBIT Avionics Private Ltd

The Company has the following conditions that may cast doubt on its ability to continue as a going concern viz., Net liability position (Rs.1164 lakhs as at 31 March, 2021 and Rs.1162 lakhs as at 30 September, 2021); Net current liability position (Rs.1239 lakhs as at 31 March, 2021 and Rs.1243 lakhs as at 30 September, 2021). Despite these conditions, its current liability to creditor, though recorded, isn't payable immediately, as they are yet to complete part performance of their obligation and being a shareholder-joint venture partner themselves, the Company has drawn up financial plans to liquidate the liability in a phased manner. The Company, based on its estimated future growth as per the business plans and projected cash flow, is confident of funding its operating and capital expenditure and continue business operations in the foreseeable future. Accordingly, these financial statements have been prepared on a going concern basis.

(iv) In respect of TATA HAL Technologies Ltd

During the year 2019-20 both the joint venturers of the Company, M/s Tata Technologies Limited and Hindustan Aeronautics Limited expressed their respective Board decisions for voluntary winding up of the Company. The matter has been discussed during the Board Meeting of the Company held on 09 March, 2020 during which the Board has accorded in principle approval for closure of the operations of the Company on 31 March, 2020 except for pending work related to Purchase Order from HAL. Considering the above fact the accounts have been prepared as on 07 June 2021, on a non-going concern basis and assets have been valued at the amount which the Company expects to realize an assets and liabilities are stated at the amount which Company expects to settle the liability. The accounts for the corresponding previous period ended 30 September, 2020 have been prepared on a non-going concern basis.

Further, the Board and members of the Company have approved the voluntary liquidation of the Company at the Board meeting and EGM respectively, both held on 08 June 2021.

(v) <u>In respect of Helicopter Engines MRO Private Ltd</u>

Pursuant to the decision of Board of Directors of the Company vide Board Resolution dated 05 May, 2020 to down size the operations of the Company with effect from 31 May, 2020, these financial statements of the Company have been prepared on the basis of a going concern. In making this assessment, the Management have considered several positive indicators including the plan provided by Safran and HAL, the joint venture partner, to provide support in the foreseeable future for meeting financial obligations and continuing technical, operational and management support being provided by them.

9. HAL Edgewood Technologies Private Limited, is a Joint venture company of Hindustan Aeronautics Limited, has vide their letter dated 09.07.2020, intimated their employees regarding the official closure of the company with immediate effect due to the spread of Covid 19-Pandemic.
The Joint Venture Company has not prepared the financial statements for the quarter and half year ended 30 September, 2021 due to the abovementioned reason.
Hence, financial results of HAL Edgewood Technologies Private Limited, has not been considered for consolidation for the quarter and half year ended September 30, 2021, in the Consolidated Financial Statements. The impact of non-consolidation, however, is not material.

10. The audited/reviewed financial statements of Infotech HAL Ltd, joint venture of Hindustan Aeronautics Limited are not made available and hence not considered in consolidated financial statements. The joint venture was hitherto consolidated under equity method. The impact of non-consolidation, however, is not material.

11. Figures for the previous periods have been regrouped / reclassified to conform to the classification of the current period, wherever necessary.

CHINAKAVANAM BHOOPATHI ANANTHAKRISHNAN

RAJAGOPALA N MADHAVAN

For Maharaj N R Suresh and Co., LLP
Chartered Accountants,
Firm Registration.
No.01931S/S000020

CB ANANTHAKRISHNAN
Director (Finance) & CFO
DIN: 06761339

R MADHAVAN
Chairman & Managing Director
DIN: 08209860

NARASIMHA RAMAMURTHY SURESH
Digitally signed by NARASIMHA RAMAMURTHY SURESH
Date: 2021.11.11 12:45:12 +05'30'

Gajjala Venkata Sesha Reddy

CA N R Suresh
Partner
Membership No. 021661
Place: Bengaluru
Date: 11.11.2021

G.V. SESHA REDDY
Company Secretary

Annexure - II 19

Maharaj N R Suresh And Co LLP
Chartered Accountants
9, (Old 5), II Lane, II Main Road, Trustpuram, Chennai - 600 024.
LLP Identification No : AAT-9404

INDEPENDENT AUDITOR'S REPORT

TO THE BOARD OF DIRECTORS OFHINDUSTAN AERONAUTICS LIMITED

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying Standalone quarterly Financial results of Hindustan Aeronautics Limited for the quarter / Half Year ended 30th September 2021, and the year to date results for the period from 01.04.2021 TO 30.09.2021 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these Standalone Financial results:

i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter /Half Year ended 30th September 2021 as well as the year to date results for the period from 01.04.2021 to 30.09.2021.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act).Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Results* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the

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Phone : 044-24801322, 24837583 e-mail : mnrssuresh56@gmail.com, nrjayadevan@gmail.com
Maharaj N R Suresh and Co Partnership Firm was converted into LLP with effect from 22.09.2020 and taken on record by ICAI on 12.02.2021

Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the *Code of Ethics*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

Attention is invited to Notes to the Financial Results extracted below:

Note 3:

COVID-19 Impact

Current year Impact:

Second wave of Covid-19 has forced the company to declare for a phased Lockdown at various divisions on substitution basis during April and May 2021.The Employees will put in additional hours for the lost hours during lockdown period. The lost man hour was recovered in June and July 2021.The Company has shown improved performance in the II Quarter (July-September 2021). Hence, there is no significant impact during half year ended 30.09.2021.

Anticipated Future Impact:

Based on the information available (internal as well as external) up to the date of approval of this financial result, Company expects to recover the carrying amount of Intangible assets, Inventories, Property, Plant and Equipment's, Lease, Financial Instruments, Trade Receivables etc. Efforts are being made to minimize the impact. The Company will continue to closely monitor the developments, the future economic and business outlook and its impact on Company's future financial statements with a view to minimize the Covid impact.

Note 5:

Revision of pay scales of executives and workmen, with effect from 01.01.2017 was implemented in accordance with the guidance issued by DPE vide OM dated 03.08.2017 for Executives and in accordance with the Wage Agreement entered into between Management and Employees Union representative in 2019-20 in respect of Workmen.

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On an interpretation on pay refixation and pursuant to the directives of the Administrative Ministry, the pay fixation is being revised and the excess amount paid is to be recovered from the employees.

The impact of this adjustment for the quarter/half-year ended 30, September 2020,is Rs.1263 lakhs and Rs.2434 lakhs respectively and consequential reduction in sales revenue by Rs.130 lakhs and Rs 392 lakhs for the quarter/half-year ended 30, September 2020 was given effect in the quarter ended 31st March 2021. Accordingly employees cost and sales for the current quarter/half year ended of September 21 are not comparable with the corresponding quarter/half year ended of the previous year. The estimated amount of recovery for which claims receivable created is Rs.21883 lakhs and Rs.19368 lakhs as on 30th September 2021 and 31st March 2021 respectively.

While so, the Employees Union and Officers Association have filed Writ Petition with Hon'ble High Court of Karnataka to stay recovery of excess amount of salary paid by the Company. The Hon'ble High Court of Karnataka has granted interim stay order on recoveries. The Company is in the process of filing a counter.

Note 6:

Bruhath Bangalore Mahanagara Palike (BBMP) issued demand notice on HAL towards property tax of Rs.20253 lakhs from 2008-09 to 2021-22. The company's legal counsel has advised that the demand is arbitrary and made without following the machinery provisions under the Karnataka Municipal Corporations Act 1976 and in denial of natural justice and the company can seek for rectification of the demand under the provisions of the Act and the company is taking necessary steps in this regard. Based on the legal advice, in the opinion of the management the outflow of resources is considered remote.

Our opinion on Standalone financial results is not modified in respect of the above matters.

Management's Responsibilities for the Standalone Financial Results

These quarterly financial results as well as the year to date Standalone Financial Results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued there under

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and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. 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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

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- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

The Financial Results also include the audited Financial Results and financial information of 27 Divisions of the Company, whose financial statements /financial information reflect the total revenue of Rs 6 85 271 lakhs, Net profit of Rs 1 22 206 lakhs for the Period ended 30th September 2021, as considered in the Financial Results which have been audited by the respective independent auditors. The Independent Auditors Reports on the interim financial statements/ financial information of these Divisions have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect

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of these Divisions, are based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

Our opinion is not modified in respect of these matters.

For Maharaj N R Suresh and Co LLP
Chartered Accountants
FRN NO:001931S/S000020

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N R Suresh
Partner
M.NO 021661

Place: Chennai
Date:11.11.2021
UDIN:21021661AAAABU6280

Maharaj N R Suresh And Co LLP
Chartered Accountants
9, (Old 5), II Lane, II Main Road, Trustpuram, Chennai - 600 024.
LLP Identification No : AAT-9404

INDEPENDENT AUDITOR'S REPORT

TO THE BOARD OF DIRECTORS OF HINDUSTAN AERONAUTICS LIMITED

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying Statement of Consolidated Financial Results of Hindustan Aeronautics Limited ("Holding company") and its subsidiaries (holding company and its subsidiaries together referred to as "the Group"), its associates and joint ventures for the Quarter / Half Year ended 30th September 2021 and the year to date results for the period from 01.04.2021 to 30.09.2021, attached herewith, being submitted by the holding company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors on separate audited financial statements/ financial results /financial information of subsidiaries, associates and joint ventures, the Statement:

a. Includes the annual financial results of the following entities:

SL No	Subsidiaries
1	Naini Aerospace Limited
2	Indo Russian Helicopters Limited (IRHL)
	Joint Ventures
1	BAe-HAL Software Ltd
2	Safran HAL Aircraft Engines Private Ltd
3	Indo Russian Aviation Ltd
4	HALBIT Avionics Pvt. Ltd
5	SAMTEL HAL Display Systems Ltd
6	HATSOFF Helicopter Training Pvt. Ltd.
7	TATA HAL Technologies Ltd
8	International Aerospace Manufacturing Pvt.Ltd.
9	Multirole Transport Aircraft Ltd
10	Helicopter Engines MRO Pvt. Ltd

b. Are presented in accordance with the requirements of Regulation 33 of the Listing Regulations, in this regard; and

c. gives a true and fair view, in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of consolidated total comprehensive income and other financial information of the group for the Quarter / Half Year ended 30th September 2021, and the year-to-date results for the period from 01.04.2021 to 30.09.2021.

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Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Results* section of our report. We are independent of the Group, its associates and joint ventures in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the *Code of Ethics*. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

Note 3:

COVID-19 Impact

Current year Impact:

Second wave of Covid-19 has forced the Group to declare for a phased lockdown at various Divisions on substitution basis during April and May 2021. The employees have put in additional hours for the hours lost during lockdown period. The lost man hours were recovered in June and July 2021. The Group has shown improved performance in the II Quarter (July – September 2021). Hence, there is no significant impact during the half year ended 30.09.2021.

Anticipated Future Impact:

Based on the information available (internal as well as external) up to the date of approval of this financial result, Group expects to recover the carrying amount of Intangible assets, Inventories, Property, Plant and Equipment's, Lease, Financial Instruments, Trade Receivables etc. Efforts are being made to minimize the impact. The Group will continue to closely monitor the developments, the future economic and business outlook and its impact on Group's future financial statements with a view to minimize the Covid impact.

Note 5:

Revision of pay scales of executives and workmen, with effect from 01.01.2017 was implemented in accordance with the guidance issued by DPE vide OM dated 03.08.2017 for Executives and in accordance with the Wage Agreement entered into between Management and Employees Union representative in 2019-20 in respect of Workmen.

On an interpretation on pay refixation and pursuant to the directives of the Administrative Ministry, the pay fixation is being revised and the excess amount paid is to be recovered from the employees.

The impact of this adjustment for the quarter/half-year ended 30, September 2020,is Rs.1263 lakhs and Rs.2434 lakhs respectively and consequential reduction in sales revenue by Rs.130 lakhs and Rs 392 lakhs for the quarter/half-year ended 30, September 2020 was given effect in the quarter ended 31st March 2021.Accordingly, employees cost and sales for the current quarter/half year ended of September 21 are not comparable with the corresponding quarter/half year ended of the previous year. The estimated amount of recovery for which claims receivable created is Rs.21883 lakhs and Rs.19368 lakhs as on 30th September 2021 and 31st March 2021 respectively.

While so, the Employees Union and Officers Association have filed Writ Petition with Hon'ble High Court of Karnataka to stay recovery of excess amount of salary paid by the Company. The Hon'ble High Court of Karnataka has granted interim stay order on recoveries. The Company is in the process of filing a counter.

Note:6

Bruhath Bangalore Mahanagara Palike (BBMP) issued demand notice on HAL towards property tax of Rs.20253 lakhs from 2008-09 to 2021-22. The company's legal counsel has advised that the demand is arbitrary and made without following the machinery provisions under the Karnataka Municipal Corporations Act 1976 and in denial of natural justice and the company can seek for rectification of the demand under the provisions of the Act and the company is taking necessary steps in this regard. Based on the legal advice, in the opinion of the management the outflow of resources is considered remote.

c) Note no 8

- Notes Specific to Joint Ventures

(i) In respect of BAeHAL Software Limited

Unbilled Revenues

The company has shown Unbilled Revenues valuing Rs.1010.62 lakhs (P.Y.938.25 lakhs) shown under Revenue from operations & under Current Assets-Others in Balance Sheet. Two Major projects RTS-SWISS 71P and TPM MCSRDC totaling to Rs.474 lakhs in UBR will be invoiced by December 2021 as per best possible estimate projected by management. The company is executing multiple projects spanning over multiple years. End customers keep making changes in requirements of the deliverables, this leads to delay in delivery of the products. This year UBR has increased due to COVID 19 pandemic impact and lockdown declared in 1st Quarter of Financial year 2021-22 which lasted for two months.
RTS-SWISS 15B Yard 1 & Yard 2 presently in UBR Rs.150.87 lakhs being identical projects in nature w.r.t. SWISS 71P will be invoice by Q-4 F.Y. 2021-22 after invoicing SWISS 71P which is scheduled to be invoiced by Q-3 F.Y. 2021-22.

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SIM-NOPV - Indian Navy project is under progress and as per schedule slated to be invoiced in Q4 F.Y. 2021-22 for which UBR as on Sep-21 amounting to Rs.127.43 lakhs.
Balance Rs.259 lakhs related to various small regular projects which will be converted into sales on the respective dates provided in UBR. The company is working with customers to ensure substantial reduction in UBR by December 2021.

(ii) In respect of HATSOFF Helicopter Training Private Limited

Going Concern

The Company has made a net Profit of Rs.412.51 Lakhs during the period ended 30th September 2021 and, as of that date, the Company's current liabilities exceeded its current assets. In addition to this, as at the balance sheet date, the Company has significant accumulated losses which have resulted in erosion of the net worth. The net worth of the Company as at 30the September 2021 is negative by Rs.3783.71 Lakhs (as at 31 March, 2021 negative by Rs.4196.22 Lakhs). However, these financial statements have been prepared on a going concern basis, notwithstanding the above factors in view of the following:
1) The Company is Confident of meeting all the obligations.
2) The Company is able to get multi-year contracts from Defense forces with increased training hours.
3) The Company along with the shareholders are presently pursuing several options with the Company's bankers, viz, ICICI Bank.
4) The Company has paid ECB loan interest up to 05th September 2020 and continues to service interest commitments regularly. Besides interest payment, ECB principal of Rs.1222.26 Lakhs (US$ 1,635,452.39) in August 2020 and Rs.398.61 Lakhs (US$ 545,000) in April 2021 and Rs 1167.36 lakhs (US$ 1600000) in September 2021 has been repaid against ECB overdue instalments.
5) The ECB Loan is classified as Non-Performing Asset by the lending bank in view of non-payment of installments due. The bankers has not recalled the loan.
Considering the promoters ability to fund the Company's requirements and procure orders for execution, management is of the opinion that Company is a going concern.

(iii) In respect of HALBIT Avionics Private Ltd

Going Concern

The Company has the following conditions that may cast doubt on its ability to continue as a going concern viz., Net liability position (Rs.1164 lakhs as at 31 March, 2021 and Rs.1162 lakhs as at 30 September, 2021); Net current liability position (Rs.1239 lakhs as at 31 March, 2021 and Rs.1243 lakhs as at 30 September, 2021). Despite these conditions, its current liability to creditor, though recorded, isn't payable immediately, as they are yet to complete part performance of their obligation and being a shareholder-joint venture partner themselves, the Company has drawn up financial plans to liquidate the liability in a phased manner. The Company, based on its estimated future growth as per the business plans and projected cash flow, is confident of funding its operating and capital expenditure and continue business operations in the foreseeable future. Accordingly, these financial statements have been prepared on a going concern basis.

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Chartered Accountants

(iv) In respect of TATA HAL Technologies Ltd

Going concern

During the year 2019-20 both the joint venturers of the Company, M/s Tata Technologies Limited and Hindustan Aeronautics Limited expressed their respective Board decisions for voluntary winding up of the Company. The matter has been discussed during the Board Meeting of the Company held on 09 March 2020 during which the Board has accorded in principle approval for closure of the operations of the Company on 31 March 2020 except for pending work related to Purchase Order from HAL. Considering the above fact, the accounts have been prepared as on 07 June 2021, on a non-going concern basis and assets have been valued at the amount which the Company expects to realize an assets and liabilities are stated at the amount which Company expects to settle the liability. The accounts for the corresponding previous period ended 30 September 2020 have been prepared on a non-going concern basis.
Further, the Board and members of the Company have approved the voluntary liquidation of the Company at the Board meeting and EGM respectively, both held on 08 June 2021.

(v) In respect of Helicopter Engines MRO Private Ltd

Going concern

Pursuant to the decision of Board of Directors of the Company vide Board Resolution dated 05 May, 2020 to down size the operations of the Company with effect from 31 May, 2020, these financial statements of the Company have been prepared on the basis of a going concern. In making this assessment, the Management have considered several positive indicators including the plan provided by Safran and HAL, the joint venture partner, to provide support in the foreseeable future for meeting financial obligations and continuing technical, operational and management support being provided by them.

(vi) HAL Edgewood Technologies Private Limited, is a Joint venture company of Hindustan Aeronautics Limited, has vide their letter dated 09.07.2020, intimated their employees regarding the official closure of the company with immediate effect due to the spread of Covid 19-Pandemic.

The Joint Venture Company has not prepared the financial statements for the Quarter ended September 30th, 2021, due to the abovementioned reason.

Hence, HAL Edgewood Technologies Private Limited, has not been considered for consolidation for the Quarter ended September 30th ,2021, in the Consolidated Financial Statements.

The impact of non-consolidation, however, is not material.

(vii) The audited/reviewed financial statements of Infotech HAL Ltd, joint venture of Hindustan Aeronautics Limited are not made available and hence not considered in consolidated financial statements. The joint venture was hitherto consolidated under equity method. The impact of non-consolidation, however, is not material.

Our opinion is not modified in respect of the above matters

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Management Responsibilities for the Consolidated Financial Results

These Consolidated financial results have been prepared on the basis of the Consolidated annual financial statements.

The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group including its associates and joint ventures in accordance with the Recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act 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 respective Board of Directors of the companies included in the Group and of its associates and joint ventures are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associates and joint ventures 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial results by the Directors of the Holding Company, as aforesaid.

In preparing the Consolidated Financial results, the respective Board of Directors of the companies included in the Group and of its associates and joint ventures are responsible for assessing the ability of the Group and of its associates and joint ventures to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates and joint ventures are responsible for overseeing the financial reporting process of the Group and of its associates and joint ventures.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Financial Results.
As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve

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collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, under section 143(3)(i) of the act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.

- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associates and joint venture to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associates and joint venture to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Consolidated Financial Results, including the disclosures, and whether the Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its associates and jointly controlled entities to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

  We communicate with those charged with governance of the Holding Company and such other entities included in the Consolidated Financial Results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

  We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

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Chartered Accountants

Other Matters

The consolidated Financial Results include the audited Financial Results of two subsidiaries, whose Financial Statements/ Financial Results/ financial information reflects Group's share of total assets of Rs. 3704 Lakhs as at 30.09.2021, Group's share of total revenue of Rs 98 Lakhs and 116 lakhs and Group's share of total net loss after tax of Rs (332) lakhs and Rs (791) lakhs for the Quarter ended 30.09.2021 and for the period from 01.04.2021 to 30.09.2021 respectively, as considered in the Consolidated Financial Results, which have been audited by their respective independent auditors. The independent auditors' reports on Financial Statements/ Financial Results/financial information of these entities have been furnished to us and our opinion on the Consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

The consolidated Financial Results include the audited Financial Results of Ten joint ventures, whose Financial Statements/ Financial Results/ financial information reflects Group's share of total net profit after tax of Rs. 242 lakhs Rs 101 lakhs for the quarter ended 30.09.2021 and for the period from 01.04.2021 to 30.09.2021 respectively, as considered in the Consolidated Financial Results, which have been audited by their respective independent auditors. The independent auditors' reports on Financial Statements/ Financial Results/ financial information of these entities have been furnished to us and our opinion on the Consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

Our opinion on the Consolidated Financial Results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Results/financial information certified by the Board of Directors.

For Maharaj N R Suresh and Co LLP
Chartered Accountants
FRN NO:001931S/S000020

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N R Suresh
PARTNER
M.NO 021661

Place: Chennai
Date:11.11.2021
UDIN:21021661AAAABV5549

Annexure - IV 33

HINDUSTAN AERONAUTICS LIMITED
Regd.Office: 15/1 Cubbon Road, Bengaluru- 560 001
CIN : L35301KA1963GOI001622 , TEL : 080 22320001, email : investors@hal-india.co.in website : www.hal-india.co.in

STATEMENT OF AUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2021

Rs in Lakhs

S. No.	Particulars	Standalone					Consolidated				
		Quarter ended		Half Year ended		Year ended	Quarter ended		Half Year ended		Year ended
		Audited	Audited	Audited	Audited	Audited	Audited	Audited	Audited	Audited	Audited
		30-Sep-21	30-Sep-20	30-Sep-21	30-Sep-20	31-Mar-21	30-Sep-21	30-Sep-20	30-Sep-21	30-Sep-20	31-Mar-21
1	Total Income from Operations	5,55,117	4,85,382	7,16,740	6,59,079	22,75,458	5,55,116	4,85,360	7,16,699	6,59,034	22,75,454
2	Other Income	13,904	8,764	28,913	13,472	35,867	13,738	8,797	28,751	13,522	35,823
3	Total Income	5,69,021	4,94,146	7,45,653	6,72,551	23,11,325	5,68,854	4,94,157	7,45,450	6,72,556	23,11,277
4	Net Profit/(Loss) for the period (before Tax and Exceptional Items)	1,13,775	82,469	1,40,594	1,04,229	4,26,887	1,13,627	82,643	1,40,037	1,04,124	4,27,497
5	Net Profit/(Loss) for the period before Tax (after Exceptional Items)	1,13,775	82,469	1,40,594	1,04,229	4,27,089	1,13,627	82,643	1,40,037	1,04,124	4,27,699
6	Net Profit/(Loss) for the period after Tax (after Exceptional Items)	84,822	61,345	1,04,699	76,489	3,23,296	84,674	61,519	1,04,142	76,384	3,23,906
7	Total Comprehensive Income for the period [Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	88,232	62,280	1,07,430	73,871	3,16,013	88,112	62,473	1,06,911	73,802	3,16,652
8	Paid-up Equity Share Capital (Face value - Rs.10 each)	33,439	33,439	33,439	33,439	33,439	33,439	33,439	33,439	33,439	33,439
9	Other Equity excluding revaluation reserves	-	-	-	-	15,02,216	-	-	-	-	15,07,788
10	Capital Redemption Reserve / Debenture Redemption Reserve	-	-	-	-	14,761	-	-	-	-	14,761
11	Earnings Per Share (Face value of Rs.10/- each) (EPS for the quarter and half year are not annualised) (in Rs.)										
	(i) Basic	25.37	18.35	31.31	22.87	96.68	25.32	18.40	31.14	22.84	96.87
	(ii) Diluted	25.37	18.35	31.31	22.87	96.68	25.32	18.40	31.14	22.84	96.87
12	Net Worth (including Retained Earning)	-	-	-	-	15,35,655	-	-	-	-	15,41,618
13	Debt Service Coverage Ratio (times)	-	12.54	-	6.92	17.48	-	12.56	-	6.91	17.49
14	Interest Service Coverage Ratio (times)	-	12.54	-	6.92	17.48	-	12.56	-	6.91	17.49
15	Debt Equity Ratio (Debt for the purpose of debt equity ratio includes short term borrowings)	-	0.3:1	-	0.3:1	0:1	-	0.3:1	-	0.3:1	0:1

Notes:

1 The above is an extract of the detailed format of quarterly and year to date audited financial results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the quarterly audited financial results are available on the Stock Exchange websites i.e. www.bseindia.com & www.nseindia.com and also on the Company's website www.hal-india.co.in.

2 The Company has prepared these standalone and consolidated financial results in accordance with the Companies (Indian Accounting Standards) Rules, 2015 prescribed under Section 133 of the Companies Act, 2013.

3 The Statutory Auditors have issued unmodified opinion on the standalone and consolidated financial statements of the Company for the quarter and half year ended 30, September 2021.

4 COVID-19 Impact

Current half year Impact:
Second wave of Covid-19 has forced the Company to declare for a phased lockdown at various Divisions on substitution basis during April and May 2021. The employees have put in additional hours for the hours lost during lockdown period. The lost man hours was recovered in June and July 2021. The Company has shown improved performance in the II Quarter (July – September 2021). Hence, there is no significant impact during the half year ended 30.09.2021.

Anticipated Future Impact:
Based on the information available (internal as well as external) up to the date of approval of this financial result, Company expects to recover the carrying amount of Intangible assets, Inventories, Property, Plant and Equipment's, Lease, Financial Instruments, Trade Receivables etc. Efforts are being made to minimize the impact. The Company will continue to closely monitor the developments, the future economic and business outlook and its impact on Company's future financial statements with a view to minimize the Covid impact.

5 Figures for the previous periods have been regrouped / reclassified to conform to the classification of the current period, wherever necessary.

Place : Bengaluru
Date : 11.11.2021

CB Ananthakrishnan
Director (Finance) & CFO
DIN: 06761339

R Madhavan
Chairman & Managing Director
DIN: 08209860