



ಹಿಂದೂಸ್ತಾನ್ ಏರೋನಾಟಿಕ್ಸ್ ಲಿಮಿಟೆಡ್  
ಪ್ರಧಾನ ಕಛೇರಿ  
ಹಿಂದುಸ್ತಾನ್ ಏರೋನಾಟಿಕ್ಸ್ ಲಿಮಿಟೆಡ್  
ಮುಖ್ಯಾಲಯ  
HINDUSTAN AERONAUTICS LIMITED  
CORPORATE OFFICE

CO/SEC/4(7)/2023-24/ BSE & NSE Filing/71

14<sup>th</sup> November, 2024

BSE Limited Listing Department Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001	National Stock Exchange of India Ltd Listing Department Exchange Plaza, 5 <sup>th</sup> Floor, Plot No C/1, G Block, Bandra-Kurla Complex, Bandra (E), Mumbai – 400051
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Dear Sir/ Madam,

**Sub: Appointment of Chief Financial Officer and audited Financial Results (Standalone and Consolidated) for the quarter and half year ended 30<sup>th</sup> September, 2024**

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

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The Board of Directors of the Company at its meeting held today has, *inter-alia*, approved the following:

(a) Appointment of Shri Barenaya Senapati, Director (Finance) as Chief Financial Officer of the Company and

(b) Audited Financial Results (Standalone and Consolidated) for the quarter and half year ended 30<sup>th</sup> September, 2024.

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

a) Statement showing the Audited Financial Results (Standalone and Consolidated) for the quarter and half year ended 30<sup>th</sup> September, 2024. (**Annexure-I & II**);

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

3. This is to inform that the Statutory Auditors, M/s. Gupta Nayar & Co., Chartered Accountants have issued an Audit Report with unmodified opinion on the Audited Financial Results (Standalone and Consolidated) for the quarter and half year ended 30<sup>th</sup> September, 2024 in terms of Regulation 33(3) of the Listing Regulations.

15/1, ಕಬ್ಬನ್ ರೋಡ್, ಬೆಂಗಳೂರು - 560 001, ಕರ್ನಾಟಕ, ಭಾರತ, 15/1, ಕಬ್ಬನ್ ರೋಡ್, ಬೆಂಗಳೂರು - 560 001, ಕರ್ನಾಟಕ, ಭಾರತ

15/1, Cubbon Road, Bangalore - 560 001, Karnataka, India

ದೂರವಾಣಿ (ತೂಕಾಳಿ) Ph. : +91-80-2232 0001, 2232 0475, ಫ್ಯಾಕ್ಸ್ (ಫೇಕ್ಸ್) Fax : +91-80-2232 0758

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CIN:L35301KA1963GOI001622

4. 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-V**).

5. The meeting of the Board of Directors of the Company commenced at 1030 hours and concluded at 1230 hours.

6. This is for your information and record, please.

Thanking you,

Yours Faithfully  
**For Hindustan Aeronautics Ltd**

**(Shailesh Bansal)**  
**Company Secretary & Compliance Officer**



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 30<sup>TH</sup> SEPTEMBER, 2024

Rs in Lakhs

Sl.No	Particulars	Standalone					
		Quarter ended			Half Year ended		Year ended
		30-Sep-24 (Audited)	30-Jun-24 (Audited)	30-Sep-23 (Audited)	30-Sep-24 (Audited)	30-Sep-23 (Audited)	31-Mar-24 (Audited)
<b>1</b>	<b>Income from Operations</b>						
	(a) Revenue from operations	5,97,655	4,34,757	5,63,581	10,32,412	9,55,115	30,38,084
	(b) Other Income	54,400	73,764	47,098	1,28,164	88,177	1,89,854
	<b>Total Income</b>	<b>6,52,055</b>	<b>5,08,521</b>	<b>6,10,679</b>	<b>11,60,576</b>	<b>10,43,292</b>	<b>32,27,938</b>
<b>2</b>	<b>Expenses</b>						
	(a) Cost of materials consumed	3,07,624	1,44,810	1,96,937	4,52,434	3,05,545	12,36,344
	(b) Purchase of stock-in-trade	15,668	12,254	15,701	27,922	24,501	67,140
	(c) Changes in Inventories of Finished Goods, Work-in-Progress, Stock-in-Trade and Scrap	-77,383	-11,894	22,802	-89,277	7,980	-1,95,889
	(d) Employee benefits expense	1,37,242	1,24,443	1,19,242	2,61,685	2,59,188	5,27,624
	(e) Finance Costs	-	13	30	13	31	3,205
	(f) Depreciation and Amortisation Expense	17,744	14,907	34,945	32,651	55,069	1,40,645
	(g) Impairment Loss	550	8	704	558	995	1,495
	(h) Other expenses	43,230	37,595	37,536	80,825	72,872	1,52,767
	(i) Direct Input to WIP/Expenses Capitalised	6,105	6,131	6,949	12,236	11,611	42,599
	(j) Provisions	25,074	47,506	40,153	72,580	75,778	3,30,538
	<b>Total Gross Expenses</b>	<b>4,75,854</b>	<b>3,75,773</b>	<b>4,74,999</b>	<b>8,51,627</b>	<b>8,13,570</b>	<b>23,06,468</b>
	Less: Expenses relating to Capital and Other Accounts	23,467	25,469	29,325	48,936	44,196	98,427
	<b>Total Expenses</b>	<b>4,52,387</b>	<b>3,50,304</b>	<b>4,45,674</b>	<b>8,02,691</b>	<b>7,69,374</b>	<b>22,08,041</b>
<b>3</b>	<b>Profit/(Loss) before Exceptional items and Tax (1-2)</b>	<b>1,99,668</b>	<b>1,58,217</b>	<b>1,65,005</b>	<b>3,57,885</b>	<b>2,73,918</b>	<b>10,19,897</b>
<b>4</b>	<b>Exceptional item</b>	<b>589</b>	<b>-</b>	<b>-</b>	<b>589</b>	<b>-</b>	<b>-</b>
<b>5</b>	<b>Profit/(Loss) before tax (3+4)</b>	<b>2,00,257</b>	<b>1,58,217</b>	<b>1,65,005</b>	<b>3,58,474</b>	<b>2,73,918</b>	<b>10,19,897</b>
<b>6</b>	<b>Tax expense</b>						
	(i) Current Tax	53,653	40,169	53,504	93,822	87,360	2,90,500
	(ii) Earlier Tax (Refund)/Liability	-	-25,608	-	-25,608	-	-
	(iii) Deferred Tax	-2,432	97	-12,029	-2,335	-18,391	-30,107
		51,221	14,658	41,475	65,879	68,969	2,60,393
<b>7</b>	<b>Net Profit / (Loss) for the period (5-6)</b>	<b>1,49,036</b>	<b>1,43,559</b>	<b>1,23,530</b>	<b>2,92,595</b>	<b>2,04,949</b>	<b>7,59,504</b>
<b>8</b>	<b>Other Comprehensive Income (OCI)</b>						
	<b>A. Items that will not be reclassified to statement of Profit and Loss</b>						
	(i) Remeasurements of defined benefit plans	-4,478	2,158	4,621	-2,320	4,426	-10,945
	(ii) Income Tax relating to items that will not be reclassified to statement of Profit and Loss	1,127	-543	-1,163	584	-1,114	2,755
	<b>B. Items that will be reclassified to statement of Profit and Loss</b>						
	(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	-	-	-	-	-	-
	<b>Total Other Comprehensive Income (A+B)</b>	<b>-3,351</b>	<b>1,615</b>	<b>3,458</b>	<b>-1,736</b>	<b>3,312</b>	<b>-8,190</b>
<b>9</b>	<b>Total Comprehensive Income for the period (7 + 8)</b>	<b>1,45,685</b>	<b>1,45,174</b>	<b>1,26,988</b>	<b>2,90,859</b>	<b>2,08,261</b>	<b>7,51,314</b>
<b>10</b>	<b>Paid-up Equity Share Capital (Face Value Rs.5 each)</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>
<b>11</b>	<b>Other Equity excluding Revaluation Reserves</b>						<b>28,71,203</b>
<b>12</b>	<b>Capital Redemption Reserve</b>						<b>14,761</b>
<b>13</b>	<b>Earnings per share (in Rupees) (EPS for the quarter and half year are not annualised)</b>						
	(a) Basic	22.28	21.47	18.47	43.75	30.65	113.57
	(b) Diluted	22.28	21.47	18.47	43.75	30.65	113.57
<b>14</b>	<b>Net Worth (including Retained Earning)</b>						<b>29,04,642</b>



## Audited Balance Sheet:

Rs. in lakhs

Particulars	Standalone	
	As at 30-Sep-24	As at 31-Mar-24
	(Audited)	(Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
(a) Property, Plant and Equipment	5,91,918	5,77,336
(b) Capital work - in progress	99,351	93,579
(c) Investment Property	2	2
(d) Goodwill	-	-
(e) Other Intangible assets	99,357	95,664
(f) Intangible assets under development	1,72,938	1,55,655
(g) Financial Assets		
(i) Invesments in Joint Venture amd Subsidiary	12,039	12,039
(ii) Investments	1,38,663	1,37,667
(iii) Trade receivables	-	-
(iv) Contract Assets	-	-
(v) Loans	507	561
(vi) Other Financial Assets	39,946	38,797
(h) Deferred tax assets (Net)	1,48,352	1,45,433
(i) Other non-current assets	2,72,171	2,40,063
<b>Total Non-current Assets</b>	<b>15,75,244</b>	<b>14,96,796</b>
<b>Current assets</b>		
(a) Inventories	17,35,254	13,22,592
(b) Financial Assets		
(i) Investments	-	-
(ii) Trade receivables	4,52,730	4,61,667
(iii) Contract Assets	11,46,386	11,89,396
(iv) Cash and Cash Equivalentents	5,14,669	4,25,416
(v) Bank balances other than cash and cash equivalentents	23,75,353	22,16,768
(vi) Loans	1,398	1,067
(vii) Other Financial Assets	1,70,529	1,51,406
(c) Current Tax Assets (Net)	26,879	-
(d) Other Current Assets	6,41,460	5,33,263
<b>Total Current Assets</b>	<b>70,64,658</b>	<b>63,01,575</b>
Assets held for sale	-	-
<b>TOTAL ASSETS</b>	<b>86,39,902</b>	<b>77,98,371</b>



## Audited Balance Sheet:

Rs. in lakhs

Particulars	Standalone	
	As at 30-Sep-24	As at 31-Mar-24
	(Audited)	(Audited)
<b><u>EQUITY AND LIABILITIES</u></b>		
<b><u>EQUITY</u></b>		
(a) Equity Share capital	33,439	33,439
(b) Other Equity	30,75,121	28,71,203
<b>Total Equity</b>	<b>31,08,560</b>	<b>29,04,642</b>
<b><u>LIABILITIES</u></b>		
<b><u>Non-current Liabilities</u></b>		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ia) Lease Liabilities	33	33
(ii) Trade Payables	-	-
(iii) Other financial liabilities	51,778	50,584
(b) Provisions	1,55,961	1,56,413
(c) Deferred Tax Liabilities (Net)	-	-
(d) Other Non-Current Liabilities	12,26,143	10,54,376
<b>Total Non-Current Liabilities</b>	<b>14,33,915</b>	<b>12,61,406</b>
<b><u>Current Liabilities</u></b>		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ia) Lease Liabilities	4	2
(ii) Trade Payables		
Total outstanding dues of micro enterprises and small Enterprises	11,790	14,605
Total outstanding dues of creditors other than micro enterprises and Small Enterprises	3,24,189	3,26,862
(iii) Other Financial liabilities	2,04,468	2,44,921
(b) Other Current Liabilities	28,16,148	22,54,925
(c) Provisions	7,40,828	7,61,041
(d) Current Tax Liabilities (Net)	-	29,967
<b>Total Current Liabilities</b>	<b>40,97,427</b>	<b>36,32,323</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>86,39,902</b>	<b>77,98,371</b>

Standalone Statement of Cash Flows

(Rs in Lakhs)

SI. No.	Particulars	For six months period ended 30th September 2024	For six months period ended 30th September 2023
A	<b>Cash flow from Operating activities</b>		
	Profit After Tax	292595	204949
	<b>Adjustments to reconcile net profit to net cash provided by operating activities</b>		
	Income Tax expense	65879	68969
	(Gain)/Loss on sale of Property, Plant & Equipment	-103	-358
	Finance cost	1	1
	Interest Income	-116588	-78482
	Dividend Income	-347	-295
	Net (Gain)/Loss on Fair Value Adjustment	-17	184
	Depreciation, amortization and impairment expense	33209	56064
	Provision for Impairment in Value of Investments		32
	Provision for Doubtful Debts	7	1592
	Provision for Doubtful Contract Assets	14485	
	Provision for Doubtful Claims	807	2536
	Provision for Doubtful Advances	3	
	Provision for Replacement and Other charges	10447	27158
	Provision for Warranty	9982	12700
	Provision for Raw Materials and Components, Stores and Spare parts, Loose Tools and Equipment, Construction Materials, Work-in-progress and Inventory - Warranty	15797	4613
	Provision for Liquidated Damages	21052	27147
	<b>Operating Profit Before Working Capital Changes</b>	<b>347209</b>	<b>326810</b>
	<b>Adjustments for:</b>		
	(Increase)/decrease in Trade Receivables	37455	-23306
	(Increase)/decrease in Loans, Financial Assets and Other Assets	-121794	-94476
	(Increase)/decrease in Inventories	-428459	-178283
	Increase/(decrease) in Trade Payables	-5488	41779
	Increase/(decrease) in Financial Liabilities, Provisions and Other Liabilities	635064	224372
	<b>Cash generated from Operations</b>	<b>463987</b>	<b>296896</b>
	Income Taxes Paid	-178878	-121462
	<b>Net Cash (used in)/generated from Operating Activities (A)</b>	<b>285109</b>	<b>175434</b>
B	<b>Cash flow from Investing activities</b>		
	Purchase of Property, Plant & Equipment	-47292	-30735
	Purchase of Intangible Assets	-29723	-39029
	Proceeds from sale of Property, Plant & Equipment	195	525
	Investment in Joint Ventures	-996	
	Investment in short term deposits	-158585	-349537
	Interest Received	130542	53821
	Dividend Received from Joint Ventures	347	295
	Share application money paid	-273	
	<b>Net Cash (used in)/generated from Investing Activities (B)</b>	<b>-105785</b>	<b>-364660</b>
C	<b>Cash flow from Financing Activities</b>		
	Payment of Lease Liabilities	1	1
	Interest paid	-3131	-2563
	Dividend Paid	-86941	-50158
	<b>Net Cash (used in)/generated from Financing Activities (C)</b>	<b>-90071</b>	<b>-52720</b>
	<b>Net increase/(decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>89253</b>	<b>-241946</b>
	Add: Cash and Cash Equivalents at the beginning of the year	425416	443900
	<b>Cash and Cash Equivalents at the end of the period</b>	<b>514669</b>	<b>201954</b>

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. Previous year figures are rearranged or regrouped wherever necessary
4. Cash and Cash Equivalents are available fully for use



**Standalone Notes:**

- 1) The above results have been reviewed and recommended by the Audit Committee in its meeting held on 14.11.2024 and approved by the Board of Directors in the meeting held on the same date.
- 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 30 September, 2024.
- 3) Ministry vide OM dated 12.07.2023 has conveyed the approval for increasing the Company's contribution to the Pension Scheme of Executives from existing 7% to 10% of Basic Pay + DA w.e.f. 01.01.2017. Revision of Pension contribution from 7% to 10% of Basic Pay + DA w.e.f. 01.01.2017 has been made in respect of Executives who were on the rolls of the Company as on the date of implementation of the revised ceiling i.e. 01.01.2017. In respect of new incumbents who joined the Company post 01.01.2017, it will be effective from the date of their appointment.

The additional liability accruing to the Company due to the increased ceiling, of Rs.18223 lakh pertaining to the period from 1 January, 2017 to 31 March, 2023 was given effect in the books of accounts during the half year ended 30, September 2023. Accordingly, employees cost for the current half year is not comparable with the corresponding half year of the previous year.

- 4) 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 to be revised and the excess amount paid is to be recovered from the employees. This has resulted in reduction of salaries and wages for the quarter/half year ended 30 September 2024 by Rs.1477 lakh and Rs.2972 lakh respectively (quarter/half year ended 30 September, 2023 by Rs.1165 lakh and Rs.2539 lakh respectively). While so, the Employees Union and Officers Association have filed Writ Petition with Honorable High Court of Karnataka to stay recovery of excess amount of salary paid by the Company. The Honorable High Court has granted interim stay on recoveries. Pending disposal of the writ petitions by the High Court, the excess amount is shown under claims recoverable (Gross) for Rs.38190 lakh as on 30.09.2024 (Previous year 31.03.2024: Rs.35218 lakh) and an equal amount of provision has been made in the books of accounts.
- 5) During the quarter ended 30 September, 2024, the Company has received an amount of Rs.589 lakh as compensation towards acquisition of Company owned land measuring 315 square meters by Bangalore Metro Rail Corporation for the Metro Rail Project. The same has been shown under exceptional item in the financial results.

- 6) The Company has made the following investments during the half year ended 30 September 2024-
- Invested in "Electronic Warfare (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 21 May, 2024. Hindustan Aeronautics Limited has invested Rs.234.80 lakh i.e. 23,480 Equity Shares of Rs.1,000 each towards 20% of the subscription shares in the Section 8 Company. Equity Shares have been allotted on 1 July, 2024.
  - Invested in "Communication (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 31 May 2024. Hindustan Aeronautics Limited has invested Rs.261.31 lakh i.e. 26,131 Equity Shares of Rs.1,000 each towards 25% of the subscription shares in the Section 8 Company. Equity Shares have been allotted on 11 July, 2024.
  - Invested in "UAS Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 21 June 2024. Hindustan Aeronautics Limited has invested Rs.500 lakh i.e. 50,000 Equity Shares of Rs.1,000 each towards 33.33% of the subscription shares in the Section 8 Company. Equity Shares have been allotted on 23 July, 2024.
  - Invested in "Advanced Materials (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 04 June 2024. Hindustan Aeronautics Limited has invested Rs.273.20 lakh i.e. 27,320 Equity Shares of Rs.1,000 each towards 20% of the subscription shares in the Section 8 Company. Equity Shares are pending for allotment.
- 7) Ministry of Corporate Affairs vide notification no 1/2/2014-CL-V dated 23<sup>rd</sup> February 2018 has exempted the Government companies engaged in defence production to the extent of application of Ind AS 108 on "Operating Segment".
- 8) Figures for the previous periods have been regrouped / reclassified to conform to the classification of the current period, wherever necessary.

For

**GUPTA NAYAR & CO**  
Chartered Accountants

Firm Registration No. 008376N

**BARENYA SENAPATI**

Director (Finance)

DIN: 08525943

**Dr. D.K. SUNIL**

Chairman & Managing Director

DIN: 09639264

**CA NANDLAL AGARWAL**

Partner

Membership No.091272

Place: Kanpur

Date: 14.11.2024

**SHAILESH BANSAL**

Company Secretary

FCS No.5064



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, 2024

Rs in Lakhs

Sl.No	Particulars	Consolidated					
		Quarter ended			Half Year ended		Year ended
		30-Sep-24 (Audited)	30-Jun-24 (Audited)	30-Sep-23 (Audited)	30-Sep-24 (Audited)	30-Sep-23 (Audited)	31-Mar-24 (Audited)
1	Income from Operations						
	(a) Revenue from operations	5,97,629	4,34,750	5,63,570	10,32,379	9,55,105	30,38,108
	(b) Other Income	54,241	73,635	46,937	1,27,876	87,931	1,89,660
	<b>Total Income</b>	<b>6,51,870</b>	<b>5,08,385</b>	<b>6,10,507</b>	<b>11,60,255</b>	<b>10,43,036</b>	<b>32,27,768</b>
2	Expenses						
	(a) Cost of materials consumed	3,06,399	1,44,767	1,96,720	4,51,166	3,05,148	12,34,633
	(b) Purchase of stock-in-trade	15,668	12,254	15,701	27,922	24,501	67,140
	(c) Changes in Inventories of Finished Goods, Work-in-Progress, Stock-in-Trade and Scrap	-77,481	-11,898	22,768	-89,379	7,955	-1,95,864
	(d) Employee benefits expense	1,37,532	1,24,756	1,19,591	2,62,288	2,59,960	5,29,069
	(e) Finance Costs	2	14	32	16	34	3,211
	(f) Depreciation and Amortisation Expense	17,757	14,923	34,965	32,680	55,103	1,40,717
	(g) Impairment Loss	550	8	704	558	995	1,495
	(h) Other expenses	43,302	37,665	37,597	80,967	73,022	1,53,053
	(i) Direct Input to WIP/Expenses Capitalised	6,105	6,131	6,949	12,236	11,611	42,599
	(j) Provisions	25,025	47,465	40,101	72,490	75,662	3,30,304
	<b>Total Gross Expenses</b>	<b>4,74,859</b>	<b>3,76,085</b>	<b>4,75,128</b>	<b>8,50,944</b>	<b>8,13,991</b>	<b>23,06,357</b>
	Less: Expenses relating to Capital and Other Accounts	23,467	25,469	29,325	48,936	44,196	98,427
	<b>Total Expenses</b>	<b>4,51,392</b>	<b>3,50,616</b>	<b>4,45,803</b>	<b>8,02,008</b>	<b>7,69,795</b>	<b>22,07,930</b>
3	<b>Profit/(Loss) before Share of Profit/(Loss) of Joint Ventures, Exceptional items and Tax (1-2)</b>	<b>2,00,478</b>	<b>1,57,769</b>	<b>1,64,704</b>	<b>3,58,247</b>	<b>2,73,241</b>	<b>10,19,838</b>
4	Share of Profit/(Loss) of Joint Ventures (JV) accounted using Equity Method	1,203	603	438	1,806	804	2,650
5	<b>Profit/(Loss) before Exceptional items and Tax (3+4)</b>	<b>2,01,681</b>	<b>1,58,372</b>	<b>1,65,142</b>	<b>3,60,053</b>	<b>2,74,045</b>	<b>10,22,488</b>
6	Exceptional item	589	-	-	589	-	-
7	<b>Profit/(Loss) before tax (5+6)</b>	<b>2,02,270</b>	<b>1,58,372</b>	<b>1,65,142</b>	<b>3,60,642</b>	<b>2,74,045</b>	<b>10,22,488</b>
8	Tax expense						
	(i) Current Tax	53,653	40,169	53,504	93,822	87,360	2,90,500
	(ii) Earlier Tax (Refund)/Liability	-	-25,608	-	-25,608	-	-
	(iii) Deferred Tax	-2,432	97	-12,029	-2,335	-18,391	-30,107
		51,221	14,658	41,475	65,879	68,969	2,60,393
9	<b>Net Profit / (Loss) for the period (7-8)</b>	<b>1,51,049</b>	<b>1,43,714</b>	<b>1,23,667</b>	<b>2,94,763</b>	<b>2,05,076</b>	<b>7,62,095</b>
10	Other Comprehensive Income (OCI)						
	<b>A. Items that will not be reclassified to statement of Profit and Loss</b>						
	(i) Remeasurements of defined benefit plans	-4,478	2,169	4,638	-2,309	4,461	-10,940
	(ii) Share of Other Comprehensive Income of JV's accounted using Equity Method	-3	-5	-	-8	7	-29
	(iii) Income Tax relating to items that will not be reclassified to statement of Profit and Loss	1,127	-543	-1,163	584	-1,114	2,755
	<b>B. Items that will be reclassified to statement of Profit and Loss</b>						
	(i) Exchange differences in translating financial statements of foreign operations	-	-	-	-	-	-
	(ii) Share of Other Comprehensive Income of JV's accounted using Equity Method	-	-	-	-	-	-
	(iii) Income Tax relating to items that will be reclassified to statement of Profit and Loss	-	-	-	-	-	-
	<b>Total Other Comprehensive Income (A+B)</b>	<b>-3,354</b>	<b>1,621</b>	<b>3,475</b>	<b>-1,733</b>	<b>3,354</b>	<b>-8,214</b>
11	<b>Total Comprehensive Income for the period (9 + 10)</b>	<b>1,47,695</b>	<b>1,45,335</b>	<b>1,27,142</b>	<b>2,93,030</b>	<b>2,08,430</b>	<b>7,53,881</b>
12	Profit/(Loss) for the period attributable to-						
	Owners of the Company	1,51,048	1,43,716	1,23,670	2,94,764	2,05,094	7,62,105
	Non Controlling interest	1	-2	-3	-1	-18	-10
13	Other Comprehensive Income for the period attributable to-						
	Owners of the Company	-3,354	1,621	3,475	-1,733	3,354	-8,214
	Non Controlling interest	-	-	-	-	-	-
14	<b>Total Comprehensive Income for the period attributable to-</b>						
	Owners of the Company	1,47,694	1,45,337	1,27,145	2,93,031	2,08,448	7,53,891
	Non Controlling interest	1	-2	-3	-1	-18	-10
15	<b>Paid-up Equity Share Capital (Face Value Rs.5 each)</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>
16	<b>Other Equity excluding Revaluation Reserves</b>						<b>28,80,378</b>
17	<b>Capital Redemption Reserve</b>						<b>14,761</b>
18	Earnings per share (in Rupees) (EPS for the quarter and half year are not annualised)						
	(a) Basic	22.59	21.49	18.49	44.08	30.66	113.95
	(b) Diluted	22.59	21.49	18.49	44.08	30.66	113.95
19	<b>Net Worth (including Retained Earning)</b>						<b>29,14,181</b>



## Audited Balance Sheet:

Rs. in lakhs

Particulars	Consolidated	
	As at 30-Sep-24	As at 31-Mar-24
	(Audited)	(Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
(a) Property, Plant and Equipment	5,92,578	5,78,023
(b) Capital work - in progress	99,460	93,688
(c) Investment Property	2	2
(d) Goodwill	-	-
(e) Other Intangible assets	99,357	95,664
(f) Intangible assets under development	1,72,938	1,55,655
(g) Investments accounted for using the equity method	21,564	20,164
(h) Financial Assets		
(i) Investments	1,39,801	1,38,969
(ii) Trade receivable	-	-
(iii) Contract Assets	-	-
(iv) Loans	507	561
(v) Other Financial Assets	40,696	39,547
(i) Deferred tax assets (Net)	1,48,352	1,45,433
(j) Other non-current assets	2,72,171	2,40,063
<b>Total Non-current Assets</b>	<b>15,87,426</b>	<b>15,07,769</b>
<b>Current assets</b>		
(a) Inventories	17,35,254	13,21,754
(b) Financial Assets		
(i) Investments	-	-
(ii) Trade receivables	4,52,743	4,61,685
(iii) Contract Assets	11,46,386	11,89,396
(iv) Cash and Cash Equivalents	5,14,709	4,25,469
(v) Bank balances other than cash and cash equivalents	23,76,118	22,17,692
(vi) Loans	1,406	1,077
(vii) Other Financial Assets	1,70,578	1,51,419
(c) Current Tax Assets (Net)	26,879	-
(d) Other Current Assets	6,41,476	5,33,257
<b>Total Current Assets</b>	<b>70,65,549</b>	<b>63,01,749</b>
Assets held for sale	-	-
<b>TOTAL ASSETS</b>	<b>86,52,975</b>	<b>78,09,518</b>



## Audited Balance Sheet:

Rs. in lakhs

Particulars	Consolidated	
	As at 30-Sep-24	As at 31-Mar-24
	(Audited)	(Audited)
<b><u>EQUITY AND LIABILITIES</u></b>		
<b><u>EQUITY</u></b>		
(a) Equity Share capital	33,439	33,439
(b) Other Equity	30,86,468	28,80,378
(c) Non-Controlling Interest	363	364
<b>Total Equity</b>	<b>31,20,270</b>	<b>29,14,181</b>
<b><u>LIABILITIES</u></b>		
<b>Non-current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ia) Lease Liabilities	111	108
(ii) Trade Payables	-	-
(iii) Other financial liabilities	51,778	50,586
(b) Provisions	1,57,198	1,57,834
(c) Deferred Tax Liabilities (Net)	-	-
(d) Other Non-Current Liabilities	12,26,143	10,54,376
<b>Total Non-Current Liabilities</b>	<b>14,35,230</b>	<b>12,62,904</b>
<b>Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ia) Lease Liabilities	4	2
(ii) Trade Payables		
Total outstanding dues of micro enterprises and small Enterprises	11,790	14,605
Total outstanding dues of creditors other than micro enterprises and Small Enterprises	3,23,947	3,26,682
(iii) Other Financial liabilities	2,04,687	2,45,138
(b) Other Current Liabilities	28,16,193	22,54,968
(c) Provisions	7,40,854	7,61,071
(d) Current Tax Liabilities (Net)	-	29,967
<b>Total Current Liabilities</b>	<b>40,97,475</b>	<b>36,32,433</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>86,52,975</b>	<b>78,09,518</b>

Consolidated Statement of Cash Flows

(Rs in Lakhs)

Sl. No.	Particulars	For six months period ended 30th September 2024	For six months period ended 30th September 2023
A	<b>Cash flow from Operating activities</b>		
	Profit After Tax	294763	205076
	<b>Adjustments to reconcile net profit to net cash provided by operating activities</b>		
	Income Tax expense	65879	68969
	(Gain)/Loss on sale of Property, Plant & Equipment	-103	-358
	Finance cost	4	4
	Interest Income	-116645	-78530
	Share of (Profit) or Loss of Joint Venture	-1806	-804
	Other Adjustments	51	24
	Net (Gain)/Loss on Fair Value Adjustment	-17	184
	Depreciation, amortization and impairment expense	33238	56098
	Provision for Doubtful Debts	7	1592
	Provision for Doubtful Contract Assets	14485	
	Provision for Doubtful Claims	717	2452
	Provision for Doubtful Advances	3	
	Provision for Replacement and Other charges	10447	27158
	Provision for Warranty	9982	12700
	Provision for Raw Materials and Components, Stores and Spare parts, Loose Tools and Equipment, Construction Materials, Work-in-progress and Inventory - Warranty	15797	4613
	Provision for Liquidated Damages	21052	27147
	<b>Operating Profit Before Working Capital Changes</b>	<b>347854</b>	<b>326325</b>
	<b>Adjustments for:</b>		
	(Increase)/decrease in Trade Receivables	37460	-23306
	(Increase)/decrease in Loans, Financial Assets and Other Assets	-121731	-94393
	(Increase)/decrease in Inventories	-429297	-178190
	Increase/(decrease) in Trade Payables	-5550	41884
	Increase/(decrease) in Financial Liabilities, Provisions and Other Liabilities	634917	224330
	<b>Cash generated from Operations</b>	<b>463653</b>	<b>296650</b>
	Income Taxes Paid	-178878	-121462
	<b>Net Cash (used in)/generated from Operating Activities (A)</b>	<b>284775</b>	<b>175188</b>
B	<b>Cash flow from Investing activities</b>		
	Purchase of Property, Plant & Equipment	-47322	-30763
	Purchase of Intangible Assets	-29723	-39029
	Proceeds from sale of Property, Plant & Equipment	195	525
	Investment in Joint Ventures	-996	
	Sale of other non current Investments	164	133
	Investment in short term deposits	-158426	-349458
	Interest Received	130570	53849
	Dividend Received from Joint Ventures	347	295
	Share application money paid	-273	
	<b>Net Cash (used in)/generated from Investing Activities (B)</b>	<b>-105464</b>	<b>-364448</b>
C	<b>Cash flow from Financing Activities</b>		
	Payment of Lease Liabilities	1	1
	Interest paid	-3131	-2563
	Dividend Paid	-86941	-50158
	<b>Net Cash (used in)/generated from Financing Activities (C)</b>	<b>-90071</b>	<b>-52720</b>
	<b>Net increase/(decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>89240</b>	<b>-241980</b>
	Add: Cash and Cash Equivalents at the beginning of the year	425469	444077
	<b>Cash and Cash Equivalents at the end of the period</b>	<b>514709</b>	<b>202097</b>

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. Previous year figures are rearranged or regrouped wherever necessary

4. Cash and Cash Equivalents are available fully for use



## Consolidated Notes:

- 1) The above results have been reviewed and recommended by the Audit Committee in its meeting held on 14.11.2024 and approved by the Board of Directors in the meeting held on the same date.
- 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 30 September, 2024.
- 3) Ministry vide OM dated 12.07.2023 has conveyed the approval for increasing the Company's contribution to the Pension Scheme of Executives from existing 7% to 10% of Basic Pay + DA w.e.f. 01.01.2017. Revision of Pension contribution from 7% to 10% of Basic Pay + DA w.e.f. 01.01.2017 has been made in respect of Executives who were on the rolls of the Company as on the date of implementation of the revised ceiling i.e. 01.01.2017. In respect of new incumbents who joined the Company post 01.01.2017, it will be effective from the date of their appointment.

The additional liability accruing to the Company due to the increased ceiling, of Rs.18223 lakh pertaining to the period from 1 January, 2017 to 31 March, 2023 was given effect in the books of accounts during the half year ended 30, September 2023. Accordingly, employees cost for the current half year is not comparable with the corresponding half year of the previous year.

- 4) 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 to be revised and the excess amount paid is to be recovered from the employees.

This has resulted in reduction of salaries and wages for the quarter/half year ended 30 September 2024 by Rs.1477 lakh and Rs.2972 lakh respectively (quarter/half year ended 30 September, 2023 by Rs.1165 lakh and Rs.2539 lakh respectively).

While so, the Employees Union and Officers Association have filed Writ Petition with Honorable High Court of Karnataka to stay recovery of excess amount of salary paid by the Company. The Honorable High Court has granted interim stay on recoveries. Pending disposal of the writ petitions by the High Court, the excess amount is shown under claims recoverable (Gross) for Rs.38190 lakh as on 30.09.2024 (Previous year 31.03.2024: Rs.35218 lakh) and an equal amount of provision has been made in the books of accounts.

- 5) During the quarter ended 30 September, 2024, the Company has received an amount of Rs.589 lakh as compensation towards acquisition of Company owned land measuring 315 square meters by Bangalore Metro Rail Corporation for the Metro Rail Project. The same has been shown under exceptional item in the financial results.

- 6) The Company has made the following investments during the half year ended 30 September 2024-
- a) Invested in "Electronic Warfare (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 21 May, 2024. Hindustan Aeronautics Limited has invested Rs.234.80 lakh i.e. 23,480 Equity Shares of Rs.1,000 each towards 20% of the subscription shares in the Section 8 Company. Equity Shares have been allotted on 1 July, 2024.
  - b) Invested in "Communication (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 31 May 2024. Hindustan Aeronautics Limited has invested Rs.261.31 lakh i.e. 26,131 Equity Shares of Rs.1,000 each towards 25% of the subscription shares in the Section 8 Company. Equity Shares have been allotted on 11 July, 2024.
  - c) Invested in "UAS Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 21 June 2024. Hindustan Aeronautics Limited has invested Rs.500 lakh i.e. 50,000 Equity Shares of Rs.1,000 each towards 33.33% of the subscription shares in the Section 8 Company. Equity Shares have been allotted on 23 July, 2024.
  - d) Invested in "Advanced Materials (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 04 June 2024. Hindustan Aeronautics Limited has invested Rs.273.20 lakh i.e. 27,320 Equity Shares of Rs.1,000 each towards 20% of the subscription shares in the Section 8 Company. Equity Shares are pending for allotment.
- 7) Ministry of Corporate Affairs vide notification no 1/2/2014-CL-V dated 23<sup>rd</sup> February 2018 has exempted the Government companies engaged in defence production to the extent of application of Ind AS 108 on "Operating Segment".
- 8) Notes specific to Joint Ventures

(i) In respect of HATSOFF Helicopter Training Private Limited

Going Concern

The Company has made a net profit of Rs.1126.52 lakh for the period ended 30 September, 2024 and, as of that date, the Company's current liabilities exceeded its current assets by Rs.13862.69 lakh. 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, 2024 is negative by Rs.442.59 lakh (as at 31 March, 2024 negative by Rs.1564.98 lakh).

The Company has incurred a cost of Rs.4332.42 lakh in connection with the Military Dhruv Cockpit development. The supply contract with CAE Inc, Canada, wherein the Company exported the cockpit purchased from Hindustan Aeronautics Limited to CAE Inc. for further fittings and is currently awaiting the delivery of the completed Military Dhruv Cockpit. The agreed price in 2008 was USD 6,892,777 and an amount of USD 4,892,777 (Rs.2090.73 lakh) was paid. The revised estimated price, as quoted by CAE Inc, in June 2019 and valid until March 2020 is USD 13,692,777 reflecting cost escalation. The Company is currently negotiating for the final



quote and delivery schedules from CAE Inc. The management expects to reach an agreement with CAE Inc, to finalize the price and delivery schedule. Consequently, no impairment is deemed necessary for the amount shown under CWIP and capital advances.

However, these financial statements have been prepared on a going concern basis, notwithstanding the above factors in view of the following:

- 1) Board has affirmed that Company has the ability to meet all the obligations.
- 2) The Company has been able to get the 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 principal of Rs.1900 lakh (US\$ 2,271,020) during the reporting period and previous year Rs.4518.05 lakh (US\$ 5,445,471) against ECB overdue installments at various dates and serviced interest up to 4 September 2023.
- 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.

(ii) In respect of HALBIT Avionics Private Ltd

Material Uncertainty Related to Going Concern

The Company, as on 30 September 2024, has a net liability of Rs.933.31 lakh (March 31st 2024:Rs.1022.06 lakh) and a net current liability of Rs.1006.64 lakh (March 31st 2024:Rs.1093.97 lakh) indicating existence of an uncertainty that may cast doubt upon the Company's ability to continue as a going concern. However, the bulk of its current liability is subject to the satisfactory completion of the performance obligations by the supplier, who is also a shareholder of this joint venture Company. Besides this, the Company continues to generate positive cash flows from its operations and plans to liquidate the liability in a phased manner. The Company expects to fund its operating and capital expenditure and continue business operations. Accordingly, the management has determined that these actions are sufficient to mitigate the uncertainty and has prepared the financial statements on a going concern basis.

(iii) In respect of Multirole Transport Aircraft Limited

Board in its 47th Meeting held on 09th February, 2023, approved the following resolution: "Subject to the necessary approval being obtained from the Government of India, in principle approval of the Board was accorded for the Voluntary Liquidation of the Company in accordance with its Articles of Association, Shareholders Agreement and other relevant contracts, provisions of Section 59 and other applicable provisions of the Insolvency and Bankruptcy Code 2016 read with the Insolvency and Bankruptcy Board of India (Voluntary Liquidation Process) Regulations, 2017 and other provisions of the Companies Act 2013 and relevant rules and any other law as may be applicable. Hence, on fulfillment of the following steps, the Going Concern assumption will become inappropriate-

- i. Receipt of Government of India approval for closure of the Company,

- ii. Adopting unanimous resolution with affirmative vote by all the directors as per Para 9.4(h) of the Shareholders Agreement read with Para 147(2)(h) of the Articles of Association, recommending liquidation of the Company to the General Meeting.
- iii. Adopting necessary resolutions for Voluntary Liquidation of the Company in the Members General Meeting as per the provisions of Insolvency and Bankruptcy Code, 2016.
- iv. Adherence of procedures for closure of MTAL Moscow Branch in compliance with rules and regulations of Russian Federation.
- v. Compliance of all other necessary steps as per internal rules and regulations of the Company, as well as applicable statutory provisions of the respective country (i.e. India and Russian Federation) for closure of the company."
- 9) 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.
- 10) The Joint Venture Company, HAL-Edgewood Technologies Private Limited, has not prepared the financial statements for the six months ended 30 September, 2024, and accordingly not considered for consolidation. The impact of non-consolidation, however, is not material. The Board in its 406th meeting held on 22nd September 2017, accorded in principle approval for voluntary winding up / closure of M/s. HAL-Edgewood Technologies Private Limited enabling the Company to take further action in the matter.
- 11) Figures for the previous periods have been regrouped / reclassified to conform to the classification of the current period, wherever necessary.

For

**GUPTA NAYAR & CO**  
Chartered Accountants

Firm Registration No. 008376N

**CA NANDLAL AGARWAL**

Partner

Membership No.091272

Place: Kanpur

Date: 14.11.2024

**BARENYA SENAPATI**

Director (Finance)

DIN: 08525943

**Dr. D.K. SUNIL**

Chairman & Managing Director

DIN: 09639264

**SHAILESH BANSAL**

Company Secretary

FCS No.5064





**Gupta Nayar & Co.**  
**CHARTERED ACCOUNTANTS**

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Twin District Centre, Sector-10, Rohini, Delhi-110085  
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## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE BOARD OF DIRECTORS OF HINDUSTAN 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 ended 30<sup>th</sup> September 2024 and the year-to-date results for the period from 01.04.2024 to 30.09.2024 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 ("LODR Regulations").

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

- a) are presented in accordance with the requirements of Regulation 33 of the LODR Regulations in this regard; and
- b) Give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian accounting standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under section 133 of the Companies Act, 2013 (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter ended 30<sup>th</sup> September 2024 as well as the year-to-date results for the period from 01.04.2024 to 30.09.2024.

#### **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 Act and the Rules thereunder and we have fulfilled our other ethical responsibilities in accordance with these requirements and the *Code of Ethics*.

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**B.O.:** iv) A/1- 401, Nandanvan-2, VIP Road, VESU, Surat, Gujarat - 395007

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 Paragraph**

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

#### **Note 3:**

Ministry vide OM dated 12.07.2023 has conveyed the approval for increasing the Company's contribution to the Pension Scheme of Executives from existing 7% to 10% of Basic Pay + DA w.e.f. 01.01.2017. Revision of Pension contribution from 7% to 10% of Basic Pay + DA w.e.f. 01.01.2017 has been made in respect of Executives who were on the rolls of the Company as on the date of implementation of the revised ceiling i.e. 01.01.2017. In respect of new incumbents who joined the Company post 01.01.2017, it will be effective from the date of their appointment.

The additional liability accruing to the Company due to the increased ceiling, of Rs.18223 lakh pertaining to the period from 1 January, 2017 to 31 March, 2023 was given effect in the books of accounts during the half year ended 30<sup>th</sup>, September 2023. Accordingly, employees cost for the current half year are not comparable with the corresponding half year of the previous year.

#### **Note 4:**

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 Administrative Ministry, the pay fixation to be revised and the excess amount paid is to be recovered from employees.

This has resulted in reduction of salaries and wages for the quarter / half year ended 30<sup>th</sup> September 2024 by Rs. 1477 lakhs and Rs. 2972 lakhs respectively (quarter / half year ended 30<sup>th</sup> September 2023 by Rs.1165 lakhs and Rs. 2539 lakhs respectively)

While so, the Employees Union and Officers Association have filed Writ Petition with Honourable High Court of Karnataka to stay recovery of excess amount of salary paid by the Company. The Honourable High Court has granted interim stay on recoveries. Pending disposal of the writ petitions by the High Court, the excess amount is shown under claims



recoverable (Gross) for Rs.38190 lakhs as on 30.09.2024 (previous year 31<sup>st</sup> Mar 2024 Rs.35218 lakhs) and an equal amount of provision has been made in the books of accounts.

**Note 5:**

During the quarter ended 30 September, 2024, the Company has received an amount of Rs.589 lakh as compensation towards acquisition of Company land measuring 315 square meters by Bangalore Metro Rail Corporation for the Metro Rail Project. The same has been shown under exceptional item in the financial results.

**Note 6:**

The company has made the following investments during the half year ended 30<sup>th</sup> September 2024:

- a) Invested in "Electronic Warfare (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 21 May, 2024. Hindustan Aeronautics Limited has invested Rs.234.80 lakh i.e. 23,480 Equity Shares of Rs.1,000 each towards 20% of the subscription shares in the Section 8 Company. Equity Shares have been allotted on 01<sup>st</sup> July, 2024
- b) Invested in "Communication (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 31 May 2024. Hindustan Aeronautics Limited has invested Rs.261.31 lakh i.e. 26,131 Equity Shares of Rs.1,000 each towards 25% subscription shares in the Section 8 Company. Equity Shares have been allotted on 11<sup>th</sup> July, 2024
- c) Invested in "UAS Testing Foundation " which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 21 June 2024. Hindustan Aeronautics Limited has invested Rs.500 lakh i.e. 50,000 Equity Shares of Rs.1,000 each towards 33.33% subscription shares in the Section 8 Company. Equity Shares have been allotted on 23<sup>rd</sup> July, 2024
- d) Invested in "Advanced Materials (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 04 June 2024. Hindustan Aeronautics Limited has invested Rs.273.20 lakh i.e. 27,320 Equity Shares of Rs.1,000 each towards 20% subscription shares in the Section 8 Company, Equity Shares are pending for allotment.

II. We draw attention that the Company is not complying with Regulation 17(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended,

and Section 149(4) of the Companies Act, 2013 pertaining to the required composition of its Board of Directors.

Our opinion is not modified in respect of these matters.

### **Management's Responsibilities for the Standalone Financial Results**

These Standalone 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 standalone 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 and other accounting principle generally accepted in India and in compliance with Regulation 33 of the LODR 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 SA's 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.
- 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 standalone 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 standalone 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 Standalone Financial Results also include the audited Financial Results and financial information of 29 Divisions of the Company, whose financial statements / financial information reflect the total assets of Rs 87,30,805 lakh as at September 30, 2024, total income of Rs. 11,60,576 lakhs and Net profit before Tax of Rs. 3,58,474 lakhs for the half year ended 30<sup>th</sup> September 2024, as considered in the Standalone 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 of these Divisions, are based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

The statement includes following comparative financial results of the company, which have been audited by the predecessor auditors, M/s A. John Moris & Co., Chartered Accountants, who has expressed an unmodified opinion vide their audit reports as detailed under:

<b>Standalone Financial Results</b>	<b>Date of the Audit Report</b>
Quarter ended 30 <sup>th</sup> June, 2024	14 <sup>th</sup> August, 2024
Quarter and Half Year Ended 30 <sup>th</sup> September, 2023	10 <sup>th</sup> November, 2023
Year Ended 31 <sup>st</sup> March, 2024	16 <sup>th</sup> May, 2024

Our opinion is not modified in respect of these matters.

FOR GUPTA NAYAR & CO.  
Chartered Accountants  
Firm Reg. No. 008376N

Nandlal Agarwal  
Partner  
M No. 091272  
Place: Kanpur  
Date: 14.11.2024  
UDIN: **24091272BKGRTW3393**





## 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 jointly controlled entities for the quarter ended September 30, 2024 and for the period from 01.04.2024 to 30.09.2024 ("the Statement"), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("LODR 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, and jointly controlled entities, the Statement:

- a) Includes the half year ended 30<sup>th</sup> September 2024, the financial results of the following entities:

S. No.	Subsidiaries
1	Naini Aerospace Limited
2	Indo Russian Helicopters Limited (IRHL)
S. No	Joint Ventures
1	BAe-HAL Software Ltd
2	Safran HAL Aircraft Engines Private Ltd
3	Indo Avia Services Limited (Erstwhile known as Indo Russian Aviation Ltd)
4	HALBIT Avionics Pvt. Ltd
5	SAMTEL HAL Display Systems Ltd
6	HATSOFF Helicopter Training Pvt. Ltd.
7	International Aerospace Manufacturing Pvt. Ltd.
8	Helicopter Engines MRO Pvt. Ltd
9	SAFHAL Helicopter Engines Pvt.Ltd

**B.O.:** i) Plot No.135, Doctors Colony, DCM, Ajmer Road, Jaipur - 302021 (Rajasthan) Ph.: 0141-4014423  
**B.O.:** ii) B-101/1, Ganpati Plaza, Phool Bagh, Bhiwadi, Distt. Alwar (Rajasthan) Ph. : 01493-220933  
**B.O.:** iii) Flat No. 1002, August Grand, SY No.1171, Sarjapur Main Road, Bengaluru - 560035, Karnataka  
**B.O.:** iv) A/1- 401, Nandanvan-2, VIP Road, VESU, Surat, Gujarat - 395007

10	Multirole Transport Aircraft Ltd
11*	HAL Edgewood Technologies Private Limited
12*	Infotech HAL Limited

\*Not considered in Consolidation as the financial statements were not made available till the date of our report.

- b) is presented in accordance with the requirements of Regulation 33 of the LODR Regulations, as amended; and
- c) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian accounting standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under section 133 of the Companies Act, 2013 (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India of the consolidated net profit and consolidated total comprehensive income and other financial information of the Group for the quarter ended 30<sup>th</sup> September 2024 and for the period from 01.04.2024 to 30.09.2024.

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing ("SA"s) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in Auditor's Responsibilities for audit of the consolidated financial results section of our report. We are independent of the Group, its Jointly controlled entities in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the consolidated financial results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's 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 audit opinion.

### **Emphasis of Matter**

- I. Attention is invited to Notes to the Financial results extracted below:

### **Note 3:**

Ministry vide OM dated 12.07.2023 has conveyed the approval for increasing the Company's contribution to the Pension Scheme of Executives from existing 7% to 10% of Basic Pay + DA w.e.f. 0.1.01.2017. Revision of Pension contribution from 7% to 10% of



Basic Pay + DA w.e.f 01.01.2017 has been made in respect of Executives who were on the rolls of the Company as on the date of implementation of the revised ceiling i.e. 01.01.2017. In respect of new incumbents who joined the Company post 01.01.2017, it will be effective from the date of their appointment.

The additional liability accruing to the Company due to the increased ceiling, of Rs.18223 lakh pertaining to the period from 1 January, 2017 to 31 March, 2023 was given effect in the books of accounts during the half year ended 30<sup>th</sup>, September 2023. Accordingly, employees cost for the current half year are not comparable with the corresponding half year of the previous year.

**Note 4:**

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 Administrative Ministry, the pay fixation to be revised and the excess amount paid is to be recovered from employees.

This has resulted in reduction of salaries and wages for the quarter / half year ended 30<sup>th</sup> September 2024 by Rs. 1477 lakhs and Rs. 2972 lakhs respectively (quarter / half year ended 30<sup>th</sup> September 2023 by Rs.1165 lakhs and Rs. 2539 lakhs respectively)

While so, the Employees Union and Officers Association have filed Writ Petition with Honourable High Court of Karnataka to stay recovery of excess amount of salary paid by the Company. The Honourable High Court has granted interim stay on recoveries. Pending disposal of the writ petitions by the High Court, the excess amount is shown under claims recoverable (Gross) for Rs.38190 lakhs as on 30.09.2024 (previous year 31<sup>st</sup> Mar 2024 Rs.35218 lakhs) and an equal amount of provision has been made in the books of accounts.

**Note 5:**

During the quarter ended 30 September, 2024, the Company has received an amount of Rs.589 lakh as compensation towards acquisition of Company land measuring 315 square meters by Bangalore Metro Rail Corporation for the Metro Rail Project. The same has been shown under exceptional item in the financial results.

**Note 6:**

The company has made the following investments during the half year ended 30<sup>th</sup> September 2024:

- a) Invested in "Electronic Warfare (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 21 May, 2024. Hindustan Aeronautics Limited has invested Rs.234.80 lakh i.e. 23,480 Equity Shares of Rs.1,000 each towards 20% of the subscription shares in the Section 8 Company. Equity Shares have been allotted on 01<sup>st</sup> July, 2024
- b) Invested in "Communication (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 31 May 2024. Hindustan Aeronautics Limited has invested Rs.261.31 lakh i.e. 26,131 Equity Shares of Rs.1,000 each towards 25% subscription shares in the Section 8 Company. Equity Shares have been allotted on 11<sup>th</sup> July, 2024
- c) Invested in "UAS Testing Foundation " which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 21 June 2024. Hindustan Aeronautics Limited has invested Rs.500 lakh i.e. 50,000 Equity Shares of Rs.1,000 each towards 33.33% subscription shares in the Section 8 Company. Equity Shares have been allotted on 23<sup>rd</sup> July, 2024
- d) Invested in "Advanced Materials (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 04 June 2024. Hindustan Aeronautics Limited has invested Rs.273.20 lakh i.e. 27,320 Equity Shares of Rs.1,000 each towards 20% subscription shares in the Section 8 Company, Equity Shares are pending for allotment.

**Note:8****-Notes Specific to Joint Ventures****i) In respect of HATSOFF Helicopter Training Private Limited  
Going Concern**

The Company has made a net profit of Rs.1126.52 lakh for the period ended 30 September, 2024 and, as of that date, the Company's current liabilities exceeded its current assets by Rs.13862.69 lakh. 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, 2024 is negative by Rs.442.59 lakh (as at 31 March, 2024 negative by Rs.1564.98 lakh).



The Company has incurred a cost of Rs.4332.42 lakh in connection with the Military Dhruv Cockpit development. The supply contract with CAE Inc, Canada, wherein the Company exported the cockpit purchased from Hindustan Aeronautics Limited to CAE Inc. for further fittings and is currently awaiting the delivery of the completed Military Dhruv Cockpit. The agreed price in 2008 was USD 6,892,777 and an amount of USD 4,892,777 (Rs.2090.73 lakh) was paid. The revised estimated price , as quoted by CAE Inc, in June 2019 and valid until March 2020 is USD 13,692,777 reflecting cost escalation. The Company is currently negotiating for the final quote and delivery schedules from CAE Inc. The management expects to reach an agreement with CAE Inc, to finalize the price and delivery schedule. Consequently, no impairment is deemed necessary for the amount shown under CWIP and capital advances.

However, these financial statements have been prepared on a going concern basis, notwithstanding the above factors in view of the following:

- 1) Board has affirmed that Company has the ability to meet all the obligations.
- 2) The Company has been able to get the 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 principal of Rs.1900 lakh (US\$ 2,271,020) during the reporting period and previous year Rs.4518.05 lakh (US\$ 5,445,471) against ECB overdue installments at various dates and serviced interest up to 4 September 2023.
- 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.

## **ii) In respect of HALBIT Avionics Private Ltd**

### **Material Uncertainty Related to Going Concern**

The Company, as on 30 September 2024, has a net liability of Rs.933.31 lakh (March 31st 2024:Rs.1022.06 lakh) and a net current liability of Rs.1006.64 lakh (March 31st 2024:Rs.1093.97 lakh) indicating existence of an uncertainty that may cast doubt upon the Company's ability to continue as a going concern. However, the bulk of its current liability is subject to the satisfactory completion of the performance obligations by the supplier, who is also a shareholder of this joint venture Company. Besides this, the Company continues to generate positive cash flows from its operations and plans

to liquidate the liability in a phased manner. The Company expects to fund its operating and capital expenditure and continue business operations. Accordingly, the management has determined that these actions are sufficient to mitigate the uncertainty and has prepared the financial statements on a going concern basis.

**iii) In respect of Multirole Transport Aircraft Ltd**

Board in its 47th Meeting held on 09th February, 2023, approved the following resolution: "Subject to the necessary approval being obtained from the Government of India, in principle approval of the Board was accorded for the Voluntary Liquidation of the Company in accordance with its Articles of Association, Shareholders Agreement and other relevant contracts, provisions of Section 59 and other applicable provisions of the Insolvency and Bankruptcy Code 2016 read with the Insolvency and Bankruptcy Board of India (Voluntary Liquidation Process) Regulations, 2017 and other provisions of the Companies Act 2013 and relevant rules and any other law as may be applicable. Hence, on fulfillment of the following steps, the Going Concern assumption will become inappropriate-

- i. Receipt of Government of India approval for closure of the Company,
- ii. Adopting unanimous resolution with affirmative vote by all the directors as per Para 9.4(h) of the Shareholders Agreement read with Para 147(2)(h) of the Articles of Association, recommending liquidation of the Company to the General Meeting.
- iii. Adopting necessary resolutions for Voluntary Liquidation of the Company in the Members General Meeting as per the provisions of Insolvency and Bankruptcy Code, 2016.
- iv. Adherence of procedures for closure of MTAL Moscow Branch in compliance with rules and regulations of Russian Federation.
- v. Compliance of all other necessary steps as per internal rules and regulations of the Company, as well as applicable statutory provisions of the respective country (i.e. India and Russian Federation) for closure of the company."

**Note 9:**

**In respect of Infotech HAL Ltd**

The audited/reviewed financial statements of Infotech HAL Ltd, joint venture of Hindustan Aeronautics Limited as on September 30, 2024 are not made available and hence not considered in consolidated financial statements. The joint venture was hitherto consolidated under equity method. Since the investment is fully impaired, the impact of non-consolidation is not material.



**Note 10:****In respect of HAL-Edgewood Technologies Private Limited**

The Joint Venture Company, HAL-Edgewood Technologies Private Limited, has not prepared the financial statements for the six months ended 30 September, 2024, and accordingly not considered for consolidation. The impact of non-consolidation, however, is not material. The Board in its 406th meeting held on 22nd September 2017, accorded in principle approval for voluntary winding up / closure of M/s. HAL-Edgewood Technologies Private Limited enabling the Company to take further action in the matter.

- II. We draw attention that the Company is not complying with Regulation 17(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, and Section 149(4) of the Companies Act, 2013 pertaining to the required composition of its Board of Directors.

Our opinion is not modified in respect of the above matters

**Management Responsibilities for the Consolidated Financial Results**

These quarterly financial results as well as the year to date consolidated financial results have been prepared on the basis of the interim 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/loss and other comprehensive income and other financial information of the Group including its jointly controlled entities 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 thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the LODR Regulations. The respective Board of Directors of the companies included in the Group and of its jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its jointly controlled entities 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 the 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 jointly controlled entities are responsible for assessing the ability of the Group and of its jointly controlled entities 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 Group or to cease operations, or have no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its jointly controlled entities are responsible for overseeing the financial reporting process of the Group and of its jointly controlled entities.

#### **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 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 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 ability of the Group and of its jointly controlled entities 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 of its jointly controlled entities 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 information of the entities within the Group and of its 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.

## Other Matters

1. The consolidated Financial Results include the audited Financial Results of two subsidiaries, whose interim financial statements / financial information reflect Group's share of total assets of Rs. 3978 Lakhs as at 30<sup>th</sup> September 2024, Group's share of total revenues of Rs 691 Lakhs and Group's share of total net loss after tax of Rs 168 Lakhs for period from 01.04.2024 to 30.09.2024, as considered in the consolidated financial results, which have been audited by their respective independent auditors.

The Consolidated financial statements also include Group's share of Net Profit of Rs 1806 lakhs for period from 01.04.2024 to 30.09.2024, as considered in the consolidated financial statements, in respect of Twelve Joint ventures (Financial results not provided for two joint ventures), which have been audited by their respective independent auditors.

The independent auditors reports on interim financial statements/ Financial Results/ financial information of these entities have been furnished to us and our opinion on the consolidation 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 the Directors.

2. The consolidated Financial Results include, the audited Financial Results/ financial information of 29 Divisions of the Company, whose financial statements / financial information reflect the total assets of Rs 87,30,805 lakh as at September 30, 2024, total income of Rs. 11,60,576 lakhs and Net profit before Tax of Rs. 3,58,474 lakhs for the half year ended 30<sup>th</sup> September 2024, as considered in the Standalone 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 of these Divisions, are based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.



3. The statement includes following comparative financial results of the company, which have been audited by the predecessor auditors, M/s A. John Moris & Co., Chartered Accountants, who has expressed an unmodified opinion vide their audit reports as detailed under:

<b>Consolidated Financial Results</b>	<b>Date of the Audit Report</b>
Quarter ended 30 <sup>th</sup> June, 2024	14 <sup>th</sup> August, 2024
Quarter and Half Year Ended 30 <sup>th</sup> September, 2023	10 <sup>th</sup> November, 2023
Year Ended 31 <sup>st</sup> March, 2024	16 <sup>th</sup> May, 2024

Our opinion is not modified in respect of these matters.

FOR GUPTA NAYAR & CO.  
Chartered Accountants  
Firm Reg. No. 008376N

Nandlal Agarwal  
Partner  
M No. 091272  
Place: Kanpur  
Date: 14.11.2024  
UDIN: **24091272BKGRTX9605**

Annex - D

S. No.	Particulars	Standalone					Consolidated					Rs in Lakhs
		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-24	30-Sep-23	30-Sep-24	30-Sep-23	31-Mar-24	30-Sep-24	30-Sep-23	30-Sep-24	30-Sep-23	31-Mar-24	
1	Total Income from Operations	5,97,655	5,63,581	10,32,412	9,55,115	30,38,084	5,97,629	5,63,570	10,32,379	9,55,105	30,38,108	
2	Other Income	54,400	47,098	1,28,164	88,177	1,89,854	54,241	46,937	1,27,876	87,931	1,89,660	
3	Total Income	6,52,055	6,10,679	11,60,576	10,43,292	32,27,938	6,51,870	6,10,507	11,60,255	10,43,036	32,27,768	
4	Net Profit/(Loss) for the period (before Tax and Exceptional Items)	1,99,668	1,65,005	3,57,885	2,73,918	10,19,897	2,01,681	1,65,142	3,60,053	2,74,045	10,22,488	
5	Net Profit/(Loss) for the period before Tax (after Exceptional Items)	2,00,257	1,65,005	3,58,474	2,73,918	10,19,897	2,02,270	1,65,142	3,60,642	2,74,045	10,22,488	
6	Net Profit/(Loss) for the period after Tax (after Exceptional Items)	1,49,036	1,23,530	2,92,595	2,04,949	7,59,504	1,51,049	1,23,667	2,94,763	2,05,076	7,62,095	
7	Total Comprehensive Income for the period [Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	1,45,685	1,26,988	2,90,859	2,08,261	7,51,314	1,47,695	1,27,142	2,93,030	2,08,430	7,53,881	
8	Paid-up Equity Share Capital (Face value - Rs.5 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	-	-	-	-	28,71,203	-	-	-	-	28,80,378	
10	Capital Redemption Reserve	-	-	-	-	14,761	-	-	-	-	14,761	
11	Earnings Per Share (Face value of Rs.5/- each) (EPS for the quarter and half year are not annualised) (in Rs.)											
	(i) Basic	22.28	18.47	43.75	30.65	113.57	22.59	18.49	44.08	30.66	113.95	
	(ii) Diluted	22.28	18.47	43.75	30.65	113.57	22.59	18.49	44.08	30.66	113.95	
12	Net Worth (including Retained Earning)	-	-	-	-	29,04,642	-	-	-	-	29,14,181	

**Notes:**

- 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.
- 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.
- The Statutory Auditors have issued unmodified opinion on the standalone and consolidated financial results of the Company for the quarter and half year ended 30, September 2024.
- Figures for the previous periods have been regrouped / reclassified to conform to the classification of the current period, wherever necessary.

Place : Kanpur

Dr. D.K. Sunil

Chairman & Managing Director  
 DIN: 09639264

Date : 14.11.2024