

CO/SEC/4(7)/2020/ BSE & NSE Filing/76

12th February, 2021

ಬಿಎಸ್‌ಐ ಲಿಮಿಟೆಡ್ BSE Limited ಲಿಸ್ಟಿಂಗ್ ವಿಭಾಗ Listing Department ಫಿರೋಜ್ ಜಿಜೀಭಾಯ್ ಟೌವರ್ಸ್ Phiroze Jeejeebhoy Towers, ದಲಾಲ್ ಸ್ಟ್ರೀಟ್ Dalal Street, ಮುಂಬೈ Mumbai – 400 001	ನೇಷನಲ್ ಸ್ಟಾಕ್ ಎಕ್ಸ್‌ಚೇಂಜ್ ಆಫ್ ಇಂಡಿಯಾ ಲಿಮಿಟೆಡ್ National Stock Exchange of India Ltd ಲಿಸ್ಟಿಂಗ್ ವಿಭಾಗ Listing Department ಎಕ್ಸ್‌ಚೇಂಜ್ ಪ್ಲಾಜಾ, 5 th ಫ್ಲೋರ್, ಪ್ಲಾಟ್ ನಂ. ಸಿ/1 Exchange Plaza, 5 th Floor, Plot No C/1, ಜಿ-ಬ್ಲಾಕ್, ಬಾಂದ್ರಾ-ಕುರ್ಲಾ ಕಾಂಪ್ಲೆಕ್ಸ್ G Block, Bandra-Kurla Complex, ಬಾಂದ್ರಾ (ಪೂರ್ವ), ಮುಂಬೈ - 400051 Bandra (E), Mumbai – 400051
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ಪ್ರಿಯ ಮಹೋದಯ/ ಮಹೋದಯಾ Dear Sir/ Madam,

ವಿಷಯ: ದಿನಾಂಕ 31 ದಿಸೆಂಬರ್, 2020 ಕ್ಕೆ ಸಮಾಪ್ತ ತಿಮಾಹಿ ಎಂವ್ ಅವಧಿ ಹೇತು

ಲೇಖಾಪರೀಕ್ಷಿತ ವರ್ತಮಾನ ಪರಿಣಾಮ (ಸ್ಟೇಂಡ್‌ಅಲೋನ್ ಎಂವ್ ಸಮೇಕಿತ)

Sub: Audited Financial Results (Standalone and Consolidated) for the quarter and period ended 31st December, 2020

ಸಂದರ್ಭ: ಬಿಎಸ್‌ಐ ಸ್ಕ್ರಿಪ್ ಕೋಡ್: 541154, ಎನ್‌ಎಸ್‌ಐ ಸಿಂಢಬಾಲ್: ಎಚ್‌ಎಲ್

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

ಕಂಪನಿ ಕೆ ನಿದೇಶಕ ಮಂಡಲ ನೇ ಆಜ್ ಹುಡ್ ಅಪನಿ ಬೆಠಕ ಮೆ ದಿನಾಂಕ 31 ದಿಸೆಂಬರ್, 2020 ಕ್ಕೆ ಸಮಾಪ್ತ ತಿಮಾಹಿ ಎಂವ್ ಅವಧಿ ಹೇತು, ಅನ್ಯ ಬಾತಾಂ ಕೆ ಸಾಠ-ಸಾಠ, ಲೇಖಾಪರೀಕ್ಷಿತ ವರ್ತಮಾನ ಪರಿಣಾಮಾಂ (ಸ್ಟೇಂಡ್‌ಅಲೋನ್ ಎಂವ್ ಸಮೇಕಿತ) ಕೆ ಸಂಬಂಧ ಮೆ ಅನುಮೋದನ ಪ್ರದಾನ ಕಿಯಾ |

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 period ended 31st December, 2020.

2. ಲಿಸ್ಟಿಂಗ್ ವಿನಿಯಮ ಕೆ ವಿನಿಯಮ 33 ಕೆ ಅನುಸರಣ ಮೆ, ಹಮ ನುಮ್ನಲಿಖಿತ ಸೂಚನಾಂ ಕ್ಕೆ ಸಂಲಗ್ನ ಕರ ರಹೆ ಹೆಂ:

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

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

ಇಮೇಲ್ (ಇಮೇಲ್) Email : cosec@hal-india.co.in

CIN: L35301KA1963GOI001622

- a) दिनांक 31 दिसंबर, 2020 को समाप्त तिमाही एवं अवधि 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 period ended 31st December, 2020. (Annexure-I);

- b) लेखापरीक्षित वित्तीय परिणामों से संबंधित लेखापरीक्षा रिपोर्ट (अनुबंध-II एवं III)
Auditors' Report on the Audited Financial Results (Annexure-II & III);

3. सूचित किया जाता है कि लिस्टिंग विनियमों के विनियम 33(3) के संदर्भ में, सांविधिक लेखापरीक्षक, मेसर्स महाराज एन आर सुरेश एंड कंपनी, शासपत्रित लेखाकार (संस्था पंजीकरण सं. 001931S) ने दिनांक 31 दिसंबर, 2020 को समाप्त तिमाही एवं अवधि 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., 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 period ended 31st December, 2020 in terms of Regulation 33(3) of the Listing Regulations.

4. 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).

5. कंपनी के निदेशक मंडल की बैठक 11.00 बजे प्रारंभ हुई तथा 02.10 बजे समाप्त हुई।

The meeting of the Board of Directors of the Company commenced at 1100 hours and concluded at 1410 hours.

6. 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.

4/25

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 NINE MONTHS ENDED 31ST DECEMBER, 2020

Rs in Lakhs

Sl.No	Particulars	Standalone					
		Quarter ended		Nine Months ended		Year ended	
		31-Dec-20 (Audited)	30-Sep-20 (Audited)	31-Dec-19 (Audited)	31-Dec-20 (Audited)	31-Dec-19 (Audited)	31-Mar-20 (Audited)
1	Income from Operations						
	(a) Revenue from operations	5,42,558	4,85,382	4,45,510	12,01,637	11,19,371	21,44,803
	(b) Other Income	9,217	8,764	3,332	22,689	13,380	29,333
	Total Income	5,51,775	4,94,146	4,48,842	12,24,326	11,32,751	21,74,136
2	Expenses						
	(a) Cost of materials consumed	2,00,790	2,04,389	2,80,706	5,13,437	5,60,108	8,17,334
	(b) Purchase of stock-in-trade	33,321	7,771	9,208	46,243	30,058	58,715
	(c) Changes in Inventories of Finished Goods, Work-in-Progress, Stock-in-Trade and Scrap	39,625	30,499	-1,01,258	-62,631	-1,69,912	63,567
	(d) Employee benefits expense	1,06,009	1,02,627	1,27,280	3,23,241	3,31,179	4,76,359
	(e) Finance Costs	5,321	7,144	7,004	22,928	24,770	34,840
	(f) Depreciation and Amortisation Expense	17,889	21,965	20,046	50,969	48,147	99,763
	(g) Impairment Loss	441	831	-	1,784	35	3,179
	(h) Other expenses	31,290	25,220	31,877	83,430	95,209	1,44,600
	(i) Direct Input to WIP/Expenses Capitalised	3,102	6,638	4,020	12,721	12,143	17,829
	(j) Provisions	28,420	27,026	26,556	73,112	56,253	1,49,539
	Total Gross Expenses	4,66,208	4,34,110	4,05,439	10,65,234	9,87,990	18,65,725
	Less: Expenses relating to Capital and Other Accounts	21,301	22,433	16,818	52,005	35,136	73,497
	Total Expenses	4,44,907	4,11,677	3,88,621	10,13,229	9,52,854	17,92,228
3	Profit/(Loss) before Exceptional items and Tax (1-2)	1,06,868	82,469	60,221	2,11,097	1,79,897	3,81,908
4	Exceptional item	-	-	1,178	-	11,892	11,892
5	Profit/(Loss) before tax (3+4)	1,06,868	82,469	61,399	2,11,097	1,91,789	3,93,800
6	Tax expenses						
	(i) Current Tax	9,500	-	29,686	9,500	55,876	1,18,000
	(ii) Earlier Tax	-4,933	-	-	-4,933	-	-
	(iii) Deferred Tax	16,974	21,124	-10,818	44,714	-25,678	-8,401
		21,541	21,124	18,868	49,281	30,198	1,09,599
7	Net Profit / (Loss) for the period (5-6)	85,327	61,345	42,531	1,61,816	1,61,591	2,84,201
8	Other Comprehensive Income (OCI)						
	A. Items that will not be reclassified to statement of Profit and Loss						
	(i) Remeasurements of defined benefit plans	-8,275	1,249	-2,726	-11,774	-11,426	-50,377
	(ii) Income Tax relating to items that will not be reclassified to statement of Profit and Loss	2,082	-314	686	2,963	2,876	12,679
	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)	-6,193	935	-2,040	-8,811	-8,550	-37,698
9	Total Comprehensive Income for the period (7 + 8)	79,134	62,280	40,491	1,53,005	1,53,041	2,46,503
10	Earnings per share (in Rupees) (EPS for the quarter and nine months period are not annualised)						
	(a) Basic	25.52	18.35	12.72	48.39	48.32	84.99
	(b) Diluted	25.52	18.35	12.72	48.39	48.32	84.99
11	Paid-up Equity Share Capital (Face Value Rs.10 each)	33,439	33,439	33,439	33,439	33,439	33,439
12	Other Equity excluding Revaluation Reserves						12,86,519
13	Capital Redemption Reserve / Debenture Redemption Reserve						14,761
14	Net Worth (including Retained Earning)						13,19,958
15	Debt Service Coverage Ratio (times)	21.08	12.54	3.95	10.21	5.89	9.29
16	Interest Service Coverage Ratio (times)	21.08	12.54	9.60	10.21	8.26	11.96
17	Debt Equity Ratio (Debt for the purpose of debt equity ratio includes short term borrowings)	0.2:1	0.3:1	0.4:1	0.2:1	0.4:1	0.4:1

Standalone Notes:

1. The above results have been reviewed and recommended by the Audit Committee in its meeting held on- 12.02.2021 and approved by the Board of Directors in the meeting held on the same day.
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 nine months ended December 31, 2020.
3. COVID-19 Risk

Current nine months Impact:

Due to lockdown imposed to contain the spread of COVID-19, the Company's manufacturing facilities were shut down during April 2020. The activities resumed from 28th April 2020 with precautions, reduced availability of manpower and disrupted supply chain, resulting in lower turnover and consequent lower profit during the first two quarters of financial year 2020-21. However during the third quarter of financial year 2020-21 near normalcy is restored in the operations. The Company improved its turnover and profitability as compared to last two quarters of financial year 2020-21.

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 defense production to the extent of application of Ind AS 108 on "Operating Segment".
5. Fixed Price Quotation (FPQ) revenue relating to gratuity and vacation leave aggregating to Rs.20182 lakhs is recognized as revenue for the nine months ended 31.12.2020 which hitherto was recognized at the year-end till the financial year 2019-20.

Accordingly, the revenue and profit for the nine months ended 31.12.2020 are not comparable with revenue/profit for the nine months ended on 31.12.2019 and the quarter ended on 31.12.2019.

6. Consequent to restatement, the corresponding annual results of the previous year is restated. Reconciliation of the net profit/ other equity reported in accordance with previous audited financials for year ended 31.03.2020 is given below-

Rs in Lakhs			
S.NO	PARTICULARS	PROFIT RECONCILIATION	RESERVE RECONCILIATION
		STANDALONE	STANDALONE
		YEAR ENDED 31.03.2020	AS AT 31.03.2020
1	PAT as per audited accounts	283236	1318993
2	Recognition of Revenue on repair of Accessories and supply of Spares pertaining to 2019-20	965	965
3	Profit as per restated accounts	284201	1319958

7. The Commercial Papers (listed) issued by the Company outstanding as on December 31, 2020 is Rs.200000 lakhs (As on 31.03.2020: Rs.150000 lakhs). Details of listed commercial papers in terms of the requirements of Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, are as follows-

Sl No	ISIN No	Credit Rating	Previous Due Date (01.04.2020 to 31.12.2020)			Next Due Date (01.01.2021 to 31.03.2021)		
			Principal	Interest	Whether paid on due dates	Principal	Interest	Whether paid on due dates
1	INE066F14023	ICRA A1+, CARE A1+	17-06-2020	NA	YES	-	-	-
2	INE066F14031	ICRA A1+, CARE A1+	15-09-2020	NA	YES	-	-	-
3	INE066F14049	ICRA A1+, CARE A1+	14-12-2020	NA	YES	-	-	-
4	INE066F14056	CARE A1+, ICRA A1+	-	-	-	15-03-2021	NA	NA

8. The Government of India, on 27/08/2020 – 28/08/2020 made an offer for sale (OFS) upto 15% of the paid up equity share capital, out of its shareholding of 89.97%, in order to achieve the mandatory threshold of 25% minimum public shareholding by a listed Company. Consequent to the OFS, the Government of India shareholding stands at 75.15%.

9. Pursuant to the Order passed giving effect to the orders of the Appellate authority, Rs.4933 lakhs provision no longer required is credited under Tax expense and consequent interest income of Rs.4792 lakhs is included in other income.
10. Profit for the quarter ending 31 December, 2019 includes an additional provisioning of Rs.25283 lakhs, consequent to settlement of workmen wage revision, for the period 01.01.2017 to 30.09.2019 and the same was recognized in employee benefit expense.
11. The profit for the nine months ended 31.12.2019 includes Rs.11892 Lakhs on account of the gain on alienation of land at Beninganahalli Village Bangalore.
12. The Profit after Tax (PAT) for the period ended 31.12.2019, is after a onetime write back of Rs.20150 lakhs of deferred tax liability consequent to the reduction in applicable tax rate. Hence, the Profit after Tax (PAT) for the nine months ended 31.12.2020 is not comparable with the Profit after Tax for the nine months ended 31.12.2019.
13. The Board of Directors of the Company, at its meeting held on 9th December, 2020, declared first interim dividend of Rs.15 per equity share of Rs.10 each fully paid up (150%) for the Financial Year 2020-21.
14. Figures for the previous periods have been regrouped / reclassified to conform to the classification of the current period, where ever necessary.

For Maharaj N R Suresh and Co
Chartered Accountants,
Firm Registration No.001931S

NARASIMHA
 RAMAMURTHY SURESH

CA N R Suresh
Partner
Membership No. 021661
Place: Bengaluru
Date: 12.02.2021

CHINAKAVANAM
 BHOOPATHI
 ANANTHAKRISHNAN

CB ANANTHAKRISHNAN
Director (Finance) & CFO
DIN: 06761339

RAJAGOPALA
 N MADHAVAN

R MADHAVAN
Chairman & Managing Director
DIN: 08209860

VENKATA SESA
 REDDY GAJJALA

G.V. SESA REDDY
Company Secretary

8/25

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 NINE MONTHS ENDED 31ST DECEMBER, 2020

Rs in Lakhs

Sl.No	Particulars	Consolidated					
		Quarter ended		Nine Months ended		Year ended	
		31-Dec-20 (Audited)	30-Sep-20 (Audited)	31-Dec-19 (Audited)	31-Dec-20 (Audited)	31-Dec-19 (Audited)	31-Mar-20 (Audited)
1	Income from Operations						
	(a) Revenue from operations	5,42,546	4,85,360	4,45,501	12,01,580	11,19,344	21,44,782
	(b) Other Income	9,151	8,797	3,378	22,673	13,394	29,391
	Total Income	5,51,697	4,94,157	4,48,879	12,24,253	11,32,738	21,74,173
2	Expenses						
	(a) Cost of materials consumed	2,00,705	2,04,159	2,80,564	5,13,307	5,59,781	8,16,453
	(b) Purchase of stock-in-trade	33,321	7,771	9,208	46,243	30,058	58,715
	(c) Changes in Inventories of Finished Goods, Work-in-Progress, Stock-in-Trade and Scrap	39,625	30,486	-1,01,255	-62,644	-1,69,909	63,568
	(d) Employee benefits expense	1,06,368	1,03,020	1,27,625	3,24,349	3,32,160	4,77,757
	(e) Finance Costs	5,322	7,146	7,005	22,932	24,774	34,846
	(f) Depreciation and Amortisation Expense	17,910	21,979	20,065	51,017	48,215	99,852
	(g) Impairment Loss	441	831	-	1,784	35	3,179
	(h) Other expenses	31,344	25,277	31,945	83,592	95,415	1,44,874
	(i) Direct Input to WIP/Expenses Capitalised	3,102	6,638	4,020	12,721	12,143	17,829
	(j) Provisions	28,065	26,654	23,098	71,963	52,795	1,45,327
	Total Gross Expenses	4,66,203	4,33,961	4,02,275	10,65,264	9,85,467	18,62,400
	Less: Expenses relating to Capital and Other Accounts	21,301	22,433	16,818	52,005	35,136	73,497
	Total Expenses	4,44,902	4,11,528	3,85,457	10,13,259	9,50,331	17,88,903
3	Profit/(Loss) before Share of Profit/(Loss) of Joint Ventures, Exceptional items and Tax (1-2)	1,06,795	82,629	63,422	2,10,994	1,82,407	3,85,270
4	Share of Profit/(Loss) of Joint Ventures (JV) accounted using Equity Method	92	14	332	17	598	702
5	Profit/(Loss) before Exceptional items and Tax (3+4)	1,06,887	82,643	63,754	2,11,011	1,83,005	3,85,972
6	Exceptional item	-	-	1,178	-	11,892	11,892
7	Profit/(Loss) before tax (5+6)	1,06,887	82,643	64,932	2,11,011	1,94,897	3,97,864
8	Tax expenses						
	(i) Current Tax	9,500	-	29,686	9,500	55,876	1,18,000
	(ii) Earlier Tax	-4,933	-	-	-4,933	-	-
	(iii) Deferred Tax	16,974	21,124	-10,818	44,714	-25,678	-8,401
		21,541	21,124	18,868	49,281	30,198	1,09,599
9	Net Profit / (Loss) for the period (7-8)	85,346	61,519	46,064	1,61,730	1,64,699	2,88,265
10	Other Comprehensive Income (OCI)						
	A. Items that will not be reclassified to statement of Profit and Loss						
	(i) Remeasurements of defined benefit plans	-8,257	1,267	-2,708	-11,721	-11,274	-50,296
	(ii) Share of Other Comprehensive Income of JV's accounted using Equity Method	-1	-	-3	-1	-8	13
	(iii) Income Tax relating to items that will not be reclassified to statement of Profit and Loss	2,082	-314	686	2,963	2,876	12,679
	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	-2	-	-1	-1
	(iii) Income Tax relating to items that will be reclassified to statement of Profit and Loss	-	-	-	-	-	-
	Total Other Comprehensive Income (A+B)	-6,177	954	-2,027	-8,759	-8,407	-37,605
11	Total Comprehensive Income for the period (9 + 10)	79,169	62,473	44,037	1,52,971	1,56,292	2,50,660
12	Profit/(Loss) for the period attributable to-						
	Owners of the Company	85,347	61,522	46,067	1,61,736	1,64,712	2,88,282
	Non Controlling interest	-1	-3	-3	-6	-13	-17
13	Other Comprehensive Income for the period attributable to-						
	Owners of the Company	-6,177	954	-2,027	-8,759	-8,407	-37,605
	Non Controlling interest	-	-	-	-	-	-
14	Total Comprehensive Income for the period attributable to-						
	Owners of the Company	79,170	62,476	44,040	1,52,977	1,56,305	2,50,677
	Non Controlling interest	-1	-3	-3	-6	-13	-17
15	Earnings per share (in Rupees) (EPS for the quarter and nine months period are not annualised)						
	(a) Basic	25.52	18.40	13.78	48.37	49.25	86.21
	(b) Diluted	25.52	18.40	13.78	48.37	49.25	86.21
16	Paid-up Equity Share Capital (Face Value Rs.10 each)	33,439	33,439	33,439	33,439	33,439	33,439
17	Other Equity excluding Revaluation Reserves						12,91,412
18	Capital Redemption Reserve / Debenture Redemption Reserve						14,761
19	Net Worth (including Retained Earning)						13,25,282
20	Debt Service Coverage Ratio (times)	21.08	12.56	4.16	10.20	5.98	9.38
21	Interest Service Coverage Ratio (times)	21.08	12.56	10.10	10.20	8.39	12.08
22	Debt Equity Ratio (Debt for the purpose of debt equity ratio includes short term borrowings)	0.2:1	0.3:1	0.4:1	0.2:1	0.4:1	0.4:1

Consolidated Notes:

1. The above results have been reviewed and recommended by the Audit Committee in its meeting held on 12.02.2021 and approved by the Board of Directors in the meeting held on the same day.
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 nine months ended December 31, 2020.
3. COVID-19 Risk

Current nine months Impact:

Due to lockdown imposed to contain the spread of COVID-19, the Group's manufacturing facilities were shut down during April 2020. The activities resumed from 28th April 2020 with precautions, reduced availability of manpower and disrupted supply chain, resulting in lower turnover and consequent lower profit during the first two quarters of financial year 2020-21. However during the third quarter of financial year 2020-21 near normalcy is restored in the operations. The Group improved its turnover and profitability as compared to last two quarters of financial year 2020-21.

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 defense production to the extent of application of Ind AS 108 on "Operating Segment".
5. Fixed Price Quotation (FPQ) revenue relating to gratuity and vacation leave aggregating to Rs.20182 lakhs is recognized as revenue for the nine months ended 31.12.2020 which hitherto was recognized at the year-end till the financial year 2019-20.

Accordingly, the revenue and profit for the nine months ended 31.12.2020 are not comparable with revenue/profit for the nine months ended on 31.12.2019 and the quarter ended on 31.12.2019.

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6. Consequent to restatement, the corresponding annual results of the previous year is restated. Reconciliation of the net profit/ other equity reported in accordance with previous audited financials for year ended 31.03.2020 is given below-

S.NO	PARTICULARS	Rs in Lakhs	
		PROFIT RECONCILIATION	RESERVE RECONCILIATION
		CONSOLIDATED	CONSOLIDATED
		YEAR ENDED 31.03.2020	AS AT 31.03.2020
1	PAT as per audited accounts	287300	1324317
2	Recognition of Revenue on repair of Accessories and supply of Spares pertaining to 2019-20	965	965
3	Profit as per restated accounts	288265	1325282

7. The Commercial Papers (listed) issued by the Group outstanding as on December 31, 2020 is Rs.200000 lakhs (As on 31.03.2020: Rs.150000 lakhs). Details of listed commercial papers in terms of the requirements of Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, are as follows-

Sl No	ISIN No	Credit Rating	Previous Due Date (01.04.2020 to 31.12.2020)			Next Due Date (01.01.2021 to 31.03.2021)		
			Principal	Interest	Whether paid on due dates	Principal	Interest	Whether paid on due dates
1	INE066F14023	ICRA A1+, CARE A1+	17-06-2020	NA	YES	-	-	-
2	INE066F14031	ICRA A1+, CARE A1+	15-09-2020	NA	YES	-	-	-
3	INE066F14049	ICRA A1+, CARE A1+	14-12-2020	NA	YES	-	-	-
4	INE066F14056	CARE A1+, ICRA A1+	-	-	-	15-03-2021	NA	NA

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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.806.56 Lakhs during the period ended 31st Dec 2020 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 31st Dec 2020 is negative by Rs.4476.52 Lakhs (as at 31st March 2020 negative by Rs.5283.08 Lakhs). 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 obligation.
- 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 upto 05th March 2020 and continues to service interest commitments regularly. Besides interest payment, ECB principal of Rs.1222.33 Lakhs (US\$ 1,635,452.39) in August 2020 has been repaid against ECB overdue instalments and cleared Bank overdraft amount Rs.902.49 Lakhs.
- 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

The Company has the following conditions that may cast doubt on its ability to continue as a going concern viz., Net liability position (Rs.1088.22 lakhs as at 31 December 2020 and Rs.1202.08 lakhs as at March 31 2020); Net current liability position (Rs.1161.33 lakhs for the year ended 31 December 2020 and Rs.1281.71 lakhs for the period ended 31 March 2020). 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.

(iii) 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

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matter has been discussed during the Board Meeting of the Company held on 09th March 2020 during which the Board has accorded in principle approval for closure of the operations of the Company on 31st March, 2020 except for pending work related to Purchase Order from HAL. Considering the above fact the accounts have been prepared 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 quarter ended 30th September 2019 have been prepared on a going concern basis.

(iv) In respect of Helicopter Engines MRO Private Ltd

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 nine months period ended December 31, 2020 due to the abovementioned reason.

Hence, HAL Edgewood Technologies Private Limited, has not been considered for consolidation for the nine months period ended December 31, 2020, 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 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. The Government of India, on 27/08/2020 – 28/08/2020 made an offer for sale (OFS) upto 15% of the paid up equity share capital, out of its shareholding of 89.97%, in order to achieve the mandatory threshold of 25% minimum public shareholding by a listed Company. Consequent to the OFS, the Government of India shareholding stands at 75.15%.
12. Pursuant to the Order passed giving effect to the orders of the Appellate authority, Rs.4933 lakhs provision no longer required is credited under Tax expense and consequent interest income of Rs.4792 lakhs is included in other income.

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13. Profit for the quarter ending 31 December, 2019 includes an additional provisioning of Rs.25283 lakhs, consequent to settlement of workmen wage revision, for the period 01.01.2017 to 30.09.2019 and the same was recognized in employee benefit expense.
 14. The profit for the nine months ended 31.12.2019 includes Rs.11892 Lakhs on account of the gain on alienation of land at Beninganahalli Village Bangalore.
 15. The Profit after Tax (PAT) for the period ended 31.12.2019, is after a onetime write back of Rs.20150 lakhs of deferred tax liability consequent to the reduction in applicable tax rate. Hence, the Profit after Tax (PAT) for the nine months ended 31.12.2020 is not comparable with the Profit after Tax for the nine months ended 31.12.2019.
 16. The Board of Directors of the Company, at its meeting held on 9th December, 2020, declared first interim dividend of Rs.15 per equity share of Rs.10 each fully paid up (150%) for the Financial Year 2020-21.
 17. Figures for the previous periods have been regrouped / reclassified to conform to the classification of the current period, where ever necessary.

For Maharaj N R Suresh and Co

Chartered Accountants,

Firm Registration No.001931S

NARASIMHA
RAMAMURTHY SURESH

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CA N R Suresh

Partner

Membership No. 021661

Place: Bengaluru

Date: 12.02.2021

CHINAKAVANAM
BHOOPATHI
ANANTHAKRISHNAN

CB ANANTHAKRISHNAN

Director (Finance) & CFO

DIN: 06761339

RAJAGOPALA
N MADHAVAN

R MADHAVAN

Chairman & Managing Director

DIN: 08209860

VENKATA SESA
REDDY GAJJALA

G.V. SESA REDDY

Company Secretary

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 /Nine Months ended 31st December 2020, and the year-to-date results for the period from 01.04.2020 TO 31.12.2020 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/Nine Months ended 31st December 2020 as well as the year to date results for the period from 01.04.2020 to 31.12.2020.

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 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

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

Note 3:**Covid -19****Current Nine Months Impact:**

Due to Lockdown imposed to contain the spread of COVID-19, the company manufacturing facilities were shut down during April 2020. The activities resumed from 28th April 2020 with precaution, reduced availability of manpower and disrupted supply chain, resulting in lower turnover and consequent lower profits during the first two quarters of financial years 2020-21. However during the third quarter of financial year 2020-21 near normalcy is restored in the operations. The Company improved its turnover and profitability as compared to last two quarters of financial year 2020-21.

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:

FPQ Revenue relating to gratuity and vacation leave aggregating to Rs 20182 lakhs is recognized as revenue for the nine months ended 31.12.2020 which hitherto was recognized at the year-end till the financial year 2019-20.

Accordingly, the revenue and profit for the nine months ended 31.12.2020 are not comparable with revenue/profit for nine months ended on 31.12.2019 and the quarter ended on 31.12.2019.

Our opinion is not modified in respect of this 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 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.

- 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

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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 Rs11 39 486 lakhs, Net profit of Rs 1 99 105 lakhs for the Period ended 31st December 2020, 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 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
Chartered Accountants
FRN NO:001931S

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Place: Chennai
Date:12.02.2021

N R Suresh
Partner
M.NO 0121661
UDIN:21021661AAAAAR9843

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 jointly controlled entities for the quarter/Nine Months ended 31st December 2020 and for the period from 01.04.2020 to 31.12.2020 ("the Statement"), 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 financial statements/ financial information of subsidiaries, associates and jointly controlled entities, the Statement:

a. Includes the 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. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations, as amended; and

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- 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 (comprising of net profit and other comprehensive income) and other financial information of the Group for the quarter/Nine Months ended 31st December 2020 and for the period from 01.04.2020 to 31.12.2020.

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 jointly controlled entities 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 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 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

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

Note 3:

Covid -19

Current Nine Months Impact:

Due to Lockdown imposed to contain the spread of COVID-19, the company manufacturing facilities were shut down during April 2020. The activities resumed from 28th April 2020 with precaution, reduced availability of manpower and disrupted supply chain, resulting in lower turnover and consequent lower profits during the first two quarters of financial years 2020-21. However during the third quarter of financial year 2020-21 near normalcy is restored in the operations. The Company improved its turnover and profitability as compared to last two quarters of financial year 2020-21.

Anticipated Future Impact:

Based on the information available (internal as well as external) up to the date of approval of this financial results , company expects to recover the carrying amount of Intangible assets, Inventories, Property, Plant and Equipment, 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

FPQ Revenue relating to gratuity and vacation leave aggregating to Rs 20182 lakhs is recognized as revenue for the nine months ended 31.12.2020 which hitherto was recognized at the year end till the financial year 2019-20.

Accordingly, the revenue and profit for the nine months ended 31.12.2020 are not comparable with revenue/profit for nine months ended on 31.12.2019 and the quarter ended on 31.12.2019.

Note 8:

“Notes Specific to Joint Ventures

(a) In respect of HATSOFF Helicopter Training Private Limited

Going Concern

The Company has made a net profit of Rs 806.56 Lakhs for the period ended 31st December 2020 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 31st December 2020 is negative by Rs.4476.52 Lakhs (as at 31st March 2020 negative by Rs.5283.08 Lakhs). 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 obligation.
- 2) The Company is able to get multiyear 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 March 2020 and continues to service interest commitments regularly. Besides interest payment, ECB principal of Rs.1222.33 Lakhs (US\$ 16 35 429 .39) in August 2020 has been repaid against ECB overdue instalments and cleared bank overdraft amounts of Rs 902.49 Lakhs.
- 5) The ECB Loan is classified as Nonperforming Asset by the lending bank in view of nonpayment of installments due. The bankers has not recalled the loan.

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

(b) 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.1088.22lakhs as at 31st December 2020 and Rs.1202.08 lakhs as at March 31 2020); Net current liability position (Rs.1161.33 lakhs for the year ended 31st December 2020 and Rs.1281.71 lakhs for the period ended 31 March 2020). 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.

(c) 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 09th March 2020 during which the Board has accorded in principle approval for closure of the operations of the Company on 31st March, 2020 except for pending work related to Purchase Order from HAL. Considering the above fact the accounts have been prepared 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.

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The accounts for the corresponding previous quarter ended 30th September 2019 have been prepared on a going concern basis.

(d) In respect of Helicopter Engines MRO Private Ltd

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.

Note 9:

In respect of HAL Edgewood Technologies Private Limited,

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 Nine months ended 31st December 2020, due to the abovementioned reason.

Hence, HAL Edgewood Technologies Private Limited, has not been considered for consolidation for the half year ended 31st December 2020, in the Consolidated Financial Statements.

The Impact of non consolidation ,however, is not material.

Note 10:

In respect of Infotech HAL Limited

The audited /reviewed financials statements of Infotech Hal Limited, joint venture of Hindustan Aeronautics Limited are not 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 with respect to the above matters.

Management's 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 and other comprehensive income and other financial information of the Group including its associates and 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 Listing Regulations. The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities 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 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 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 jointly controlled entities are responsible for assessing the ability of the Group and of its associates and 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 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 jointly controlled entities are responsible for overseeing the financial reporting process of the Group and of its associates and 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 its associates and 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 its associates and 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 results/financial information of the entities within the Group and its associates and jointly controlled entities to express an opinion on the

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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.

Other Matters

- a) 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 revenue of Rs60.77 Lakhs and 175.51lakhs and Group's share of total net loss after tax of Rs 374.03 lakhs and Rs 1145.78 lakhs for the Quarter ended 31.12.2020 and for the period from 01.04.2020 to 31.12.2020 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.
- b) The consolidated Financial Results include the audited Financial Results of ten joint ventures, whose Financial Statements/ Financial Results/ financial information reflect Group's share of total net profit after tax of Rs. 92lakhs and net Profit of Rs 17 lakhs for the quarter ended 31.12.2020 and for the period from 01.04.2020 to 31.12.2020 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.

Place :Chennai
Date :12.02.2021

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

NARASIMHA
RAMAMURTHY
SURESH

Digitally signed by NARASIMHA
RAMAMURTHY SURESH
Date: 2021.02.12 13:12:33
+05'30'

N R Suresh
Partner

M.NO 0121661
UDIN :21021661AAAAAS3693

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STATEMENT OF AUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2020

Rs in Lakhs											
S. No.	Particulars	Standalone					Consolidated				
		Quarter ended		Nine Months ended		Year ended	Quarter ended		Nine Months ended		Year ended
		Audited	Audited	Audited	Audited	Audited	Audited	Audited	Audited	Audited	Audited
		31-Dec-20	31-Dec-19	31-Dec-20	31-Dec-19	31-Mar-20	31-Dec-20	31-Dec-19	31-Dec-20	31-Dec-19	31-Mar-20
1	Total Income from Operations	5,42,558	4,45,510	12,01,637	11,19,371	21,44,803	5,42,546	4,45,501	12,01,580	11,19,344	21,44,782
2	Other Income	9,217	3,332	22,689	13,380	29,333	9,151	3,378	22,673	13,394	29,391
3	Income from Operations	5,51,775	4,48,842	12,24,326	11,32,751	21,74,136	5,51,697	4,48,879	12,24,253	11,32,738	21,74,173
4	Net Profit/(Loss) for the period (before Tax and Exceptional Items)	1,06,868	60,221	2,11,097	1,79,897	3,81,908	1,06,887	63,754	2,11,011	1,83,005	3,85,972
5	Net Profit/(Loss) for the period before Tax (after Exceptional Items)	1,06,868	61,399	2,11,097	1,91,789	3,93,800	1,06,887	64,932	2,11,011	1,94,897	3,97,864
6	Net Profit/(Loss) for the period after Tax(after Exceptional Items)	85,327	42,531	1,61,816	1,61,591	2,84,201	85,346	46,064	1,61,730	1,64,699	2,88,265
7	Total Comprehensive Income for the period [Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	79,134	40,491	1,53,005	1,53,041	2,46,503	79,169	44,037	1,52,971	1,56,292	2,50,660
8	Earnings Per Share (Face value of Rs.10/- each) (EPS for the quarter and nine months period are not annualised) (in Rs)										
	(i) Basic	25.52	12.72	48.39	48.32	84.99	25.52	13.78	48.37	49.25	86.21
	(ii) Diluted	25.52	12.72	48.39	48.32	84.99	25.52	13.78	48.37	49.25	86.21
9	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
10	Other Equity excluding revaluation reserves	-	-	-	-	12,86,519	-	-	-	-	12,91,412
11	Capital Redemption Reserve / Debenture Redemption Reserve	-	-	-	-	14761	-	-	-	-	14761
12	Net Worth (including Retained Earning)	-	-	-	-	1319958	-	-	-	-	1325282
13	Debt Service Coverage Ratio (times)	21.08	3.95	10.21	5.89	9.29	21.08	4.16	10.20	5.98	9.38
14	Interest Service Coverage Ratio (times)	21.08	9.60	10.21	8.26	11.96	21.08	10.10	10.20	8.39	12.08
15	Debt Equity Ratio (Debt for the purpose of debt equity ratio includes short term borrowings)	0.2:1	0.4:1	0.2:1	0.4:1	0.4:1	0.2:1	0.4:1	0.2:1	0.4:1	0.4:1

Notes:

- The above is an extract of the detailed format of quarterly 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 statements of the Company for the quarter and nine months ended 31st December 2020.
- COVID-19 Risk**
Current nine months Impact:
Due to lockdown imposed to contain the spread of COVID-19, the Company's manufacturing facilities were shut down during April 2020. The activities resumed from 28th April 2020 with precautions, reduced availability of manpower and disrupted supply chain, resulting in lower turnover and consequent lower profit during the first two quarters of financial year 2020-21. However during the third quarter of financial year 2020-21 near normalcy is restored in the operations. The Company improved its turnover and profitability as compared to last two quarters of financial year 2020-21.

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.
- The Government of India, on 27/08/2020 – 28/08/2020 made an offer for sale (OFS) upto 15% of the paid up equity share capital, out of its shareholding of 89.97%, in order to achieve the mandatory threshold of 25% minimum public shareholding by a listed Company. Consequent to the OFS, the Government of India shareholding stands at 75.15%.
- Profit for the quarter ending 31 December, 2019 includes an additional provisioning of Rs.25283 lakhs, consequent to settlement of workmen wage revision, for the period 01.01.2017 to 30.09.2019 and the same was recognized in employee benefit expense.
- The Profit after Tax (PAT) for the period ended 31.12.2019, is after a onetime write back of Rs.20150 lakhs of deferred tax liability consequent to the reduction in applicable tax rate. Hence, the Profit after Tax (PAT) for the nine months ended 31.12.2020 is not comparable with the Profit after Tax for the nine months ended 31.12.2019.
- The Board of Directors of the Company, at its meeting held on 9th December, 2020, declared first interim dividend of Rs.15 per equity share of Rs.10 each fully paid up (150%) for the Financial Year 2020-21.
- Figures for the previous periods have been regrouped / reclassified to conform to the classification of the current period, where ever necessary.

Place : Bengaluru
Date : 12.02.2021

CB Ananthakrishnan
Director (Finance) & CFO
DIN: 06761339

R Madhavan
Chairman & Managing Director
DIN: 08209860

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