



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

CO/SEC/4(7)/2020/ BSE & NSE Filing/36

10th September, 2020

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

Sub: Audited Financial Results (Standalone and Consolidated) for the quarter ended 30th June, 2020

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

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 ended 30th June, 2020.

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 ended 30th June, 2020. (**Annexure-I**);

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

3. 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 ended 30th June, 2020 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 (ಫೋನ್) **Ph. :** +91-80-2232 0001, 2232 0475, ಫ್ಯಾಕ್ಸ್ (ಫೇಕ್ಸ್) **Fax :** +91-80-2232 0758

ಇ ಮೇಲ್ (ಇ) **Email :** cosec@hal-india.co.in

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-IV**).
5. The meeting of the Board of Directors of the Company commenced at 1130 hours and concluded at 1555 hours.
6. Kindly acknowledge the receipt.

Thanking you,

Yours Faithfully
For Hindustan Aeronautics Ltd



(G V Sessa Reddy)
Company Secretary & Compliance Officer

Encl: As stated above.

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 ENDED 30th JUNE, 2020

Rs in Lakhs

Sl.No	Particulars	Standalone			
		Quarter ended		Year ended	
		30-Jun-20 (Audited)	31-Mar-20 (Audited)	30-Jun-19 (Audited)	31-Mar-20 (Audited)
1	Income from Operations				
	(a) Revenue from operations	1,73,697	10,24,890	3,28,967	21,44,803
	(b) Other Income	4,708	15,953	5,906	29,333
	Total Income	1,78,405	10,40,843	3,34,873	21,74,136
2	Expenses				
	(a) Cost of materials consumed	1,08,258	2,57,226	1,24,855	8,17,334
	(b) Purchase of stock-in-trade	5,151	28,657	8,842	58,715
	(c) Changes in Inventories of Finished Goods, Work-in-Progress, Stock-in-Trade and Scrap	-1,32,755	2,33,479	-35,841	63,567
	(d) Employee benefits expense	1,14,605	1,45,180	1,02,835	4,76,359
	(e) Finance Costs	10,463	10,097	7,671	34,840
	(f) Depreciation and Amortisation Expense	11,115	51,060	11,660	99,763
	(g) Impairment Loss	512	3,144	5	3,179
	(h) Other expenses	26,920	49,364	33,025	1,44,600
	(i) Direct Input to WIP/Expenses Capitalised	2,981	5,686	3,500	17,829
	(j) Provisions	17,666	93,300	13,363	1,49,539
	Total Gross Expenses	1,64,916	8,77,193	2,69,915	18,65,725
	Less: Expenses relating to Capital and Other Accounts	8,271	38,361	6,860	73,497
	Total Expenses	1,56,645	8,38,832	2,63,055	17,92,228
3	Profit/(Loss) before Exceptional Items and Tax (1-2)	21,760	2,02,011	71,818	3,81,908
4	Exceptional item	-	-	10,163	11,892
5	Profit/(Loss) before tax (3+4)	21,760	2,02,011	81,981	3,93,800
6	Tax expenses				
	(i) Current Tax	-	62,124	21,830	1,18,000
	(ii) Earlier Tax	-	-	-	-
	(iii) Deferred Tax	6,616	17,277	3,537	-8,401
		6,616	79,401	25,367	1,09,599
7	Net Profit / (Loss) for the period (5-6)	15,144	1,22,610	56,614	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	-4,748	-38,951	-8,100	-50,377
	(ii) Income Tax relating to items that will not be reclassified to statement of Profit and Loss	1,195	9,803	2,830	12,679
	B. Items that will be reclassified to statement of Profit and Loss				
	(i) Exchange differences in translating financial statements of foreign operations	-	-	1	-
	(ii) Income Tax relating to items that will be reclassified to statement of Profit and Loss	-	-	-	-
	Total Other Comprehensive Income (A+B)	-3,553	-29,148	-5,269	-37,698
9	Total Comprehensive Income for the period (7 + 8)	11,591	93,462	51,345	2,46,503
10	Earnings per share (in Rupees) (EPS for quarter ended 30.06.2020 31.03.2020, 30.06.2019 is not annualised)				
	(a) Basic	4.53	36.67	16.93	84.99
	(b) Diluted	4.53	36.67	16.93	84.99
11	Paid-up Equity Share Capital (Face Value Rs.10 each)	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)	3.08	21.01	10.36	9.29
16	Interest Service Coverage Ratio (times)	3.08	21.01	10.36	11.96
17	Debt Equity Ratio	0.3:1	0.4:1	0.3:1	0.4:1

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Standalone Notes:

1. The above results have been reviewed and recommended by the Audit Committee in its meeting held on 10.09.2020 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 ended 30th June, 2020.

3. COVID-19 Risk

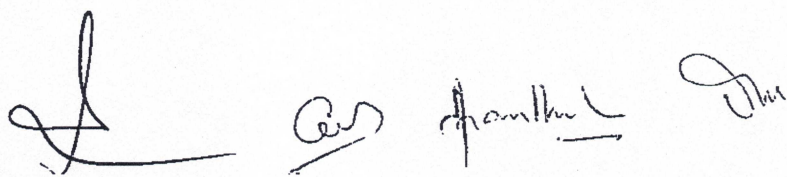
Current Quarter Impact:

The Company's operations and financial results for the current quarter have been impacted by the 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. Accordingly, the results for the current period are not comparable with the earlier periods.

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. FPQ Revenue relating to gratuity and vacation leave aggregating to Rs.12872 lakhs is recognized as revenue in this quarter which hitherto was recognized at the year end.
Accordingly, the revenue and profit for this quarter are not comparable with revenue/profit for quarter ended on 30.06.2019 and the quarter ended on 31.03.2020.



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

S.NO	PARTICULARS	Rs in Lakhs		
		PROFIT RECONCILIATION		RESERVE RECONCILIATION
		STANDALONE		STANDALONE
		QUARTER ENDED	YEAR ENDED	AS AT 31.03.2020
		31.03.2020	31.03.2020	
1	PAT as per audited accounts	121645	283236	1318993
2	Recognition of Revenue on repair of Accessories and supply of Spares pertaining to 2019-20	965	965	965
3	Profit as per restated accounts	122610	284201	1319958

7. The Commercial Papers (listed) issued by the Company outstanding as on 30th June, 2020 is Rs.200000 lakh (P.Y. Rs.150000 lakh).

The credit rating is CARE A1+ and ICRA A1+ by Care Ratings Limited and ICRA Limited respectively.

8. 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

CA N R Suresh

Partner

Membership No 021661 - Chennai

Place: Bengaluru

Date: 10.09.2020

CB ANANTHAKRISHNAN
Director (Finance) & CFO
DIN: 06761339

R MADHAVAN
Chairman & Managing Director
DIN: 08209860

G.V. SETHA REDDY
Company Secretary

6

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 ENDED 30th JUNE, 2020

Rs in Lakhs

Sl.No	Particulars	Consolidated			
		30-Jun-20 (Audited)	31-Mar-20 (Audited)	30-Jun-19 (Audited)	Year ended 31-Mar-20 (Audited)
1	Income from Operations				
	(a) Revenue from operations	1,73,674	10,24,896	3,28,947	21,44,782
	(b) Other Income	4,725	15,997	5,948	29,391
	Total Income	1,78,399	10,40,893	3,34,895	21,74,173
2	Expenses				
	(a) Cost of materials consumed	1,08,443	2,56,672	1,24,797	8,16,453
	(b) Purchase of stock-in-trade	5,151	28,657	8,842	58,715
	(c) Changes in Inventories of Finished Goods, Work-in-Progress, Stock-in-Trade and Scrap	-1,32,755	2,33,477	-35,841	63,568
	(d) Employee benefits expense	1,14,961	1,45,597	1,03,211	4,77,757
	(e) Finance Costs	10,464	10,099	7,672	34,846
	(f) Depreciation and Amortisation Expense	11,128	51,081	11,672	99,852
	(g) Impairment Loss	512	3,144	5	3,179
	(h) Other expenses	26,971	49,432	33,085	1,44,874
	(i) Direct Input to WIP/Expenses Capitalised	2,981	5,686	3,506	17,829
	(j) Provisions	17,244	92,546	13,363	1,45,327
	Total Gross Expenses	1,65,100	8,76,391	2,70,312	18,62,400
	Less: Expenses relating to Capital and Other Accounts	8,271	38,361	6,860	73,497
	Total Expenses	1,56,829	8,38,030	2,63,452	17,88,903
3	Profit/(Loss) before Share of Profit/(Loss) of Joint Ventures, Exceptional items and Tax (1-2)	21,570	2,02,863	71,443	3,85,270
4	Share of Profit/(Loss) of Joint Ventures	-89	104	230	702
5	Profit/(Loss) before Exceptional items and Tax (3+4)	21,481	2,02,967	71,673	3,85,972
6	Exceptional item	-	-	10,163	11,892
7	Profit/(Loss) before tax (5+6)	21,481	2,02,967	81,836	3,97,864
8	Tax expenses				
	(i) Current Tax	-	62,124	21,830	1,18,000
	(ii) Earlier Tax	-	-	-	-
	(iii) Deferred Tax	6,616	17,277	3,537	-8,401
		6,616	79,401	25,367	1,09,599
9	Net Profit / (Loss) for the period (7-8)	14,865	1,23,566	56,469	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	-4,731	-39,022	-8,145	-50,296
	(ii) Share of Other Comprehensive Income of JV's accounted using Equity Method	-	21	-5	13
	(iii) Income Tax relating to items that will not be reclassified to statement of Profit and Loss	1,195	9,803	2,830	12,679
	B. Items that will be reclassified to statement of Profit and Loss				
	(i) Exchange differences in translating financial statements of foreign operations	-	-	1	-
	(ii) Share of Other Comprehensive Income of JV's accounted using Equity Method	-	-	2	-1
	(iii) Income Tax relating to items that will be reclassified to statement of Profit and Loss	-	-	-	-
	Total Other Comprehensive Income (A+B)	-3,536	-29,198	-5,317	-37,605
11	Total Comprehensive Income for the period (9 + 10)	11,329	94,368	51,152	2,50,660
12	Profit/(Loss) for the period attributable to:-				
	Owners of the Company	14,867	1,23,570	56,474	2,88,282
	Non Controlling interest	-2	-4	-5	-17
13	Other Comprehensive Income for the period attributable to:-				
	Owners of the Company	-3,536	-29,198	-5,317	-37,605
	Non Controlling interest	-	-	-	-
14	Total Comprehensive Income for the period attributable to:-				
	Owners of the Company	11,331	94,372	51,157	2,50,677
	Non Controlling interest	-2	-4	-5	-17
15	Earnings per share (in Rupees) (EPS for quarter ended 30.06.2020 31.03.2020, 30.06.2019 is not annualised)				
	(a) Basic	4.45	36.95	16.89	86.21
	(b) Diluted	4.45	36.95	16.89	86.21
16	Paid-up Equity Share Capital (Face Value Rs.10 each)	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)	3.05	21.10	10.34	9.38
21	Interest Service Coverage Ratio (times)	3.05	21.10	10.34	12.08
22	Debt Equity Ratio	0.3:1	0.4:1	0.3:1	0.4:1

Consolidated Notes:

7

1. The above results have been reviewed and recommended by the Audit Committee in its meeting held on 10.09.2020 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 ended 30th June, 2020.
3. COVID-19 Risk

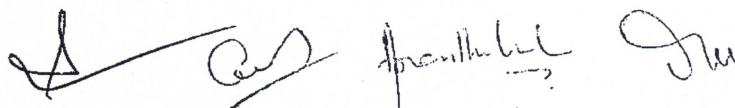
Current Quarter Impact:

The Group's operations and financial results for the current quarter have been impacted by the 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. Accordingly, the results for the current period are not comparable with the earlier periods.

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. FPQ Revenue relating to gratuity and vacation leave aggregating to Rs.12872 lakhs is recognized as revenue in this quarter which hitherto was recognized at the year end.
Accordingly, the revenue and profit for this quarter are not comparable with revenue/profit for quarter ended on 30.06.2019 and the quarter ended on 31.03.2020.



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

Rs Lakhs

S.NO	PARTICULARS	PROFIT RECONCILIATION		RESERVE RECONCILIATION
		CONSOLIDATED		CONSOLIDATED
		QUARTER ENDED	YEAR ENDED	AS AT 31.03.2020
		31.03.2020	31.03.2020	
1	PAT as per audited accounts	122601	287300	1324317
2	Recognition of Revenue on repair of Accessories and supply of Spares pertaining to 2019-20	965	965	965
3	Profit as per restated accounts	123566	288265	1325282

7. The Commercial Papers (listed) issued by the Group outstanding as on 30th June, 2020 is Rs.200000 lakh (P.Y. Rs. 150000 lakh).

The credit rating is CARE A1+ and ICRA A1+ by Care Ratings Limited and ICRA Limited respectively.

8. Notes specific to Joint Ventures

(i) In respect of HATSOFF Helicopter Training Private Limited

Going Concern

The Company has made a net loss of Rs.683.95 Lakhs during the period ended 30th June 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 30th June 2020 is negative by Rs.5967.03 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 upto 05th March 2020 and continues to service interest commitments regularly. Besides interest payment, ECB principal of Rs.1499.20 Lakhs (US\$ 2,300,000) in April 2018 has been repaid against ECB overdue instalments.
- 5) The ECB Loan is classified as Non Performing Asset by the lending bank in view of nonpayment of installments due. The bankers has not recalled the loan.

9

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.

(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.1202.30 lakhs as at 30 June 2020 and Rs.1202.08 lakhs as at March 31 2020); Net current liability position (Rs.1268.35 lakhs for the year ended 30 June 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 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. The accounts for the corresponding previous quarter ended 30th June 2019 have been prepared on a going concern basis.

(iv) In respect of Infotech HAL Ltd

Restated Financial statements for the quarter ended June 30, 2019

During the year ended March 31, 2020, the management has re-evaluated the Company's recognition process of unbilled revenue, revenue from services contracts and its related provisions over a period. The management's procedure was more emphasised on re computation of revenue, cost, unbilled revenue and the provision for its prior period based on the correspondence with the customer, the actual cost incurred and percentage of completion of service contracts as per Ind AS.


On assessment of the revenue recognition made in prior years, the management noted an error in recognition of revenue, cost, unbilled revenue and provision for the year 2019-20, 2018-19 and prior periods. Accordingly, for each prior period, the Company have presented in the financial statements as tabulated below, the amount of correction for each financial statement line item affected and the amount of the correction at the beginning of the earliest prior period. The management believes that these errors are solely due to mistake in application of accounting policies.

The consolidated financial statement are not restated, impact being not material to the group.

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

9. HAL Edgewood Technologies Private Limited, is a Joint venture company of Hindustan Aeronautics Limited, has vide their letter dated 09.07.2020, intimated their employees regarding the official closure of the company with immediate effect due to the spread of Covid 19-Pandemic.
- The Joint Venture Company has not prepared the financial statements for the quarter ended 30 June, 2020 due to the abovementioned reason.
- Hence, HAL Edgewood Technologies Private Limited, has not been considered for consolidation for the quarter ended 30 June, 2020, in the Consolidated Financial Statements.
- The impact of non-consolidation, however, is not material.
10. 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

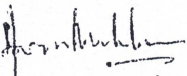

CA N R Suresh


Partner

Membership No 021661

Place: Bengaluru

Date: 10.09.2020


CB ANANTHAKRISHNAN
Director (Finance) & CFO
DIN: 06761339


R MADHAVAN
Chairman & Managing Director
DIN: 08209860


G.V. SESHAREDDY
Company Secretary

Membership No 021661 / Chennai
Place: Bengaluru
Date: 10.09.2020

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 30th June 2020, and the year to date results for the period from 01.04.2020 TO 30.06.2020 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 ended 30th June 2020 as well as the year to date results for the period from 01.04.2020 to 30.06.2020.

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 Quarter Impact:**

The Company's operations and financial results for the current quarter have been impacted by the 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 precaution, reduced availability of manpower and disrupted supply chain, resulting in lower turnover and consequent lower profits. Accordingly the results for the current period are not comparable with the earlier periods.

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.

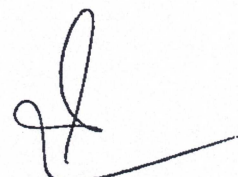
Note 5:

FPQ Revenue relating to gratuity and vacation leave aggregating to Rs.12872 lakhs is recognized as revenue in this quarter which hitherto was recognized at the year end.

Accordingly, the revenue and profit for this quarter are not comparable with revenue/profit for quarter ended on 30.06.2019 and the quarter ended on 31.03.2020.

ii) In respect of Koraput Division, the Division auditors have conducted the audit on remote basis, due to covid-19,lockdown restrictions. (i.e) Based on test check, documents made available by e-mail and internal audit report the audit has been completed.

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.

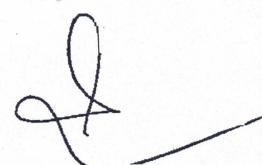
In preparing the standalone financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends 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.

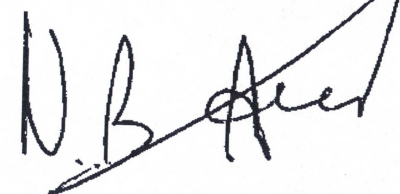
Other Matters



The Financial Results also include the audited Financial Results and financial information of 27 Divisions of the Company, whose financial statements /financial information reflect the total revenue of Rs 1 50 291lakhs, Net profit of Rs 17 041 lakhs for the Period ended 30th June 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



N R Suresh
Partner

M.NO 0121661

Place: Chennai

Date: 10.06.2020

5

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 ended 30th June 2020 and for the period from 01.04.2020 to 30.06.2020 ("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	INFOTECH HAL Ltd
7	HATSOFF Helicopter Training Pvt. Ltd.
8	TATA HAL Technologies Ltd

67

9	International Aerospace Manufacturing Pvt.Ltd.
10	Multirole Transport Aircraft Ltd
11	Helicopter Engines MRO Pvt. Ltd

- b. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations, as amended; and
- c. gives a true and fair view, in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of consolidated total comprehensive income (comprising of net profit and other comprehensive income) and other financial information of the Group for the quarter ended 30th June 2020 and for the period from 01.04.2020 to 30.06.2020.

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 Quarter Impact:

The Company's operations and financial results for the current quarter have been impacted by the 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 precaution, reduced availability of manpower and disrupted supply chain, resulting in lower turnover and consequent lower profits. Accordingly the results for the current period are not comparable with the earlier periods.

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.12872 lakhs is recognized as revenue in this quarter which hitherto was recognized at the year end.

Accordingly, the revenue and profit for this quarter are not comparable with revenue/profit for quarter ended on 30.06.2019 and the quarter ended on 31.03.2020.

Note 9:

"Notes Specific to Joint Ventures


(a) In respect of HATSOFF Helicopter Training Private Limited

Going Concern

The Company has made a net loss of Rs.683.95 Lakhs during the period ended 30th June 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 30th June 2020 is negative by Rs.5967.03 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.1499.20 Lakhs (US\$ 2,300,000) in April 2018 has been repaid against ECB overdue instalments.
- 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.1202.30 lakhs as at 30 June 2020 and Rs.1202.08 lakhs as at March 31 2020); Net current liability position (Rs.1268.35 lakhs for the year ended 30 June 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 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. The accounts for the corresponding previous quarter ended 30th June 2019 have been prepared on a going concern basis.

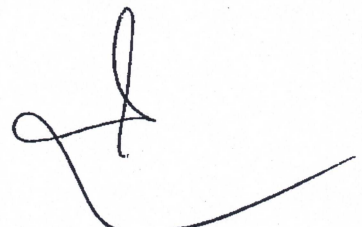
(d) In respect of Infotech HAL Limited

Restatement financial statements for the Quarter ended June 30th,2019

During the year ended March 31, 2020, the management has re-evaluated the Company's recognition process of unbilled revenue, revenue from services contracts and its related provisions over a period. The management's procedure was more emphasised on re computation of revenue, cost, unbilled revenue and the provision for its prior period based on the correspondence with the customer, the actual cost incurred and percentage of completion of service contracts as per Ind AS.

On assessment of the revenue recognition made in prior years, the management noted an error in recognition of revenue, cost, unbilled revenue and provision for the year 2019-20, 2018-19 and prior periods. Accordingly, for each prior period, the Company have presented in the financial statements as tabulated below, the amount of correction for each financial statement line item affected and the amount of the correction at the beginning of the earliest prior period. The management believes that these errors are solely due to mistake in application of accounting policies.

The consolidated financial statement are not restated, impact being not material to the group.



(e) 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.

(f) 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 quarter ended 30 June, 2020 due to the above mentioned reason.

Hence, HAL Edgewood Technologies Private Limited, has not been considered for consolidation for the quarter ended 30 June, 2020, in the Consolidated Financial Statements.

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

ii) In respect of Koraput Division, the Division auditors have conducted the audit on remote basis, due to covid-19, lockdown restrictions. (i.e) Based on test checks, documents made available by e-mail and internal audit report the audit has been completed.

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.

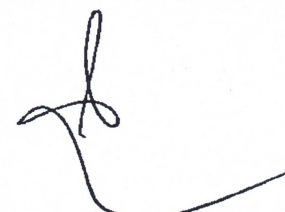
The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for overseeing the financial reporting process of the Group and of its associates and jointly controlled entities.

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.

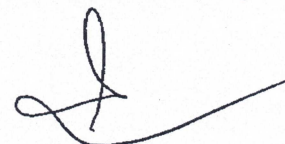
- Evaluate the overall presentation, structure and content of the Consolidated Financial Results, including the disclosures, and whether the Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit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

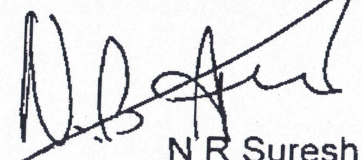
- a) The consolidated Financial Results include the audited Financial Results of two subsidiaries, and eleven joint ventures, whose Financial Statements/ Financial Results/ financial information reflects, Group's share of total revenue of Rs 42.46 lakhs and Group's share of total net loss after tax of Rs 379.63 lakhs for the quarter ended 30.06.2020 and for the period from 01.04.2020 to 30.06.2020 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 eleven joint ventures, whose Financial Statements/ Financial Results/ financial information reflect Group's share of total net loss after tax of Rs. 89 lakhs for the quarter ended 30.06.2020 and for the period from 01.04.2020 to 30.06.2020 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.

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



N R Suresh
Partner

Place :Chennai
Date : 10.09.2020

M.NO 0121661
UDIN :20021661AAAACE4091

22

Annexure - IV

HINDUSTAN AERONAUTICS LIMITED

Regd. Office: 15/1 Cubbon Road, Bengaluru- 560 001

CIN : L35301KA1963GOI001622, TEL : 080 22320001, email : investors@hal-india.co.in website : www.hal-india.co.in

STATEMENT OF AUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2020

S. No.	Particulars	Standalone			Consolidated		
		Quarter ended		Year ended	Quarter ended		Year ended
		Audited	Audited	Audited	Audited	Audited	Audited
		30-Jun-20	30-Jun-19	31-Mar-20	30-Jun-20	30-Jun-19	31-Mar-20
1	Total Income from Operations	1,73,697	3,28,967	21,44,803	1,73,674	3,28,947	21,44,782
2	Other Income	4,708	5,906	29,333	4,725	5,948	29,391
3	Income from Operations	1,78,405	3,34,873	21,74,136	1,78,399	3,34,895	21,74,173
4	Net Profit/(Loss) for the period (before Tax and Exceptional Items)	21,760	71,818	3,81,908	21,481	71,673	3,85,972
5	Net Profit/(Loss) for the period before Tax (after Exceptional Items)	21,760	81,981	3,93,800	21,481	81,836	3,97,864
6	Net Profit/(Loss) for the period after Tax (after Exceptional Items)	15,144	56,614	2,84,201	14,865	56,469	2,88,265
7	Total Comprehensive Income for the period [Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	11,591	51,345	2,46,503	11,329	51,152	2,50,660
8	Earnings Per Share (Face value of Rs.10/- each) (EPS for quarter ended 30.06.2020, 30.06.2019 is not annualised) (in Rs.)						
	(i) Basic	4.53	16.93	84.99	4.45	16.89	86.21
	(ii) Diluted	4.53	16.93	84.99	4.45	16.89	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
10	Other Equity excluding revaluation reserves			12,86,519			12,91,412
11	Capital Redemption Reserve / Debenture Redemption Reserve	0	0	14,761	0	0	14,761
12	Net Worth (including Retained Earning)	0	0	13,19,958	0	0	13,25,282
13	Debt Service Coverage Ratio	3.08	10.36	9.29	3.05	10.34	9.38
14	Interest Service Coverage Ratio	3.08	10.36	11.96	3.05	10.34	12.08
15	Debt Equity Ratio	0.3:1	0.3:1	0.4:1	0.3:1	0.3:1	0.4:1

Notes:

- The above is an extract of the detailed format of Quarterly 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 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 ended 30th June 2020.
- COVID-19 Risk**
Current Quarter Impact:
The Company's operations and financial results for the current quarter have been impacted by the 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 precaution, reduced availability of manpower and disrupted supply chain, resulting in lower turnover and consequent lower profit. Accordingly, the results for the current period are not comparable with the earlier periods.

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.
- Figures for the previous periods have been regrouped / reclassified to conform to the classification of the current period, where ever necessary.

Place: Bengaluru
Date: 10.09.2020

N.B. A

CB Anandakrishnan
Director (Finance) & CFO
DIN: 06761339

R Madhavan
Chairman & Managing Director
DIN: 08209860

24