



ಹಿಂದೂಸ್ತಾನ್ ಏರೋನಾಟಿಕ್ಸ್ ಲಿಮಿಟೆಡ್

ಪ್ರಧಾನ ಕಛೇರಿ

ಹಿಂದುಸ್ತಾನ್ ಏರೋನಾಟಿಕ್ಸ್ ಲಿಮಿಟೆಡ್

ಮುಖ್ಯಾಲಯ

HINDUSTAN AERONAUTICS LIMITED

CORPORATE OFFICE

CO/SEC/4(7)/2023-24/ BSE & NSE Filing/81

12<sup>th</sup> February, 2025

ಬಿ.ಎಸ್.ಐ. ಲಿಮಿಟೆಡ್ BSE Limited ಲಿಸ್ಟಿಂಗ್ ವಿಭಾಗ Listing Department ಫಿರೋಜ್ ಜಿ.ಜಿ.ಭಯ್ ಟೌವರ್ಸ್ Phiroze Jeejeebhoy Towers, ದಲಾಲ 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 <sup>th</sup> ಫ್ಲೋರ್, ಪ್ಲಾಟ್ ನಂ. ಸಿ/1 Exchange Plaza, 5 <sup>th</sup> Floor, Plot No C/1, ಜಿ ಬ್ಲಾಕ್, ಬಾಂದ್ರಾ-ಕುರ್ಲಾ ಕಾಂಪ್ಲೆಕ್ಸ್, ಬಾಂದ್ರಾ (ಪೂರ್ವ) G Block, Bandra-Kurla Complex, Bandra (E), ಮುಂಬೈ Mumbai – 400051
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ಪ್ರಿಯ ಮಹೋದಯ/ ಮಹೋದಯಾ Dear Sir/ Madam,

ವಿಷಯ: ದಿನಾಂಕ 31 ದಿಸೆಂಬರ್, 2024 ಕೋ ಸಮಾಪ್ತ ತಿಮಾಹಿ ಹೇತು ಏಕೀಕೃತ ಫाइಲಿಂಗ್ ವित्तीय तथा प्रथम अंतरिम  
लाभांश की घोषणा

**Sub: Integrated Filing (Financials) for the quarter ended 31<sup>st</sup> December, 2024 and  
declaration of first interim dividend**

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

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

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कंपनी के निदेशक मंडल ने आज संपन्न अपनी बैठक में दिनांक 31 दिसंबर, 2024 को समाप्त तिमाही एवं  
अवधि हेतु, अन्य बातों के साथ-साथ, लेखापरीक्षित वित्तीय परिणामों (स्टैंडअलोन एवं समेकित) के संबंध में  
अनुमोदन प्रदान किया है।

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 31<sup>st</sup> December, 2024.

2. इसके अतिरिक्त, कंपनी के निदेशक मंडल ने वित्तीय वर्ष 2024-25 हेतु प्रति ₹5/- पूर्ण चुकता साम्या शेयर  
के लिए ₹. 25/- के प्रथम अंतरिम लाभांश (. 5.0.0. %) की घोषणा की है।

Further, the Board of Directors of the Company has declared **first interim dividend of  
Rs. 25/- per equity share of Rs. 5/- each fully paid up (. 5.0.0. %) for the Financial Year  
2024-25.**

3. पूर्व में दी गई सूचना के अनुसार, प्रथम अंतरिम लाभांश के भुगतान हेतु रिकार्ड तिथि 18 फरवरी 2025,  
मंगलवार होगी। लाभांश का भुगतान सभी योग्य अंशधारको 14 मार्च, 2025 को अथवा उसके पहले किया  
जाएगा।

As informed earlier, Record date for the payment of first interim dividend will be  
Tuesday, the 18<sup>th</sup> February, 2025. The dividend will be paid to all the eligible shareholders  
on or before 14<sup>th</sup> March, 2025.

15/1, कब्बन रोड, बंगलूर - 560 001, कर्नाटक, भारत

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

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

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

CIN: L35301KA1963GOI001622

4. बीएसई परिपत्र सं. 20250102-4 एवं एनएसई परिपत्र सं. NSE/CML/2025/02, दिनांक 2 जनवरी, 2025 के साथ पठित दिनांक 31 दिसंबर, 2024 की सेबी परिपत्र सं. SEBI/HO/CFD/CFD-PoD-2/CIR/P/2024/185 के अनुसरण में, एतद्वारा हम दिनांक 31 दिसंबर, 2024 को समाप्त तिमाही हेतु एकीकृत फाइलिंग) वित्तीय प्रस्तुत कर रहे हैं।

Pursuant to SEBI Circular No. SEBI/HO/CFD/CFD-PoD-2/CIR/P/2024/185 dated 31<sup>st</sup> December, 2024 read with BSE Circular No. 20250102-4 and NSE Circular No. NSE/CML/2025/02 dated 2<sup>nd</sup> January, 2025, we are submitting herewith the Integrated Filing (Financial) for the quarter ended 31<sup>st</sup> December, 2024.

5. कंपनी के निदेशक मंडल की बैठक 1200 बजे प्रारंभ हुई तथा 1315 बजे समाप्त हुई।  
The meeting of the Board of Directors of the Company commenced at 1200 hours and concluded at 1315 hours.

6. कृपया यह आपके सूचनार्थ एवं रिकार्ड हेतु प्रेषित है।  
This is for your information and record.

धन्यवाद Thanking you,

भवदीय Yours Faithfully  
कृते हिन्दुस्तान एरोनॉटिक्स लिमिटेड  
For Hindustan Aeronautics Ltd

(शैलेश बंसल Shailesh Bansal)  
कंपनी सचिव एवं अनुपालन अधिकारी  
Company Secretary & Compliance Officer

संलग्नक Encl: उपरोक्त As stated above.





## 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 31<sup>st</sup> December 2024 and the year-to-date results for the period from 01.04.2024 to 31.12.2024 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("LODR Regulations").

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

- a) are presented in accordance with the requirements of Regulation 33 of the LODR Regulations in this regard; and
- b) Give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian accounting standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under section 133 of the Companies Act, 2013 (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter ended 31<sup>st</sup> December 2024 as well as the year-to-date results for the period from 01.04.2024 to 31.12.2024.

#### Basis for Opinion

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

website : [www.guptanayar.com](http://www.guptanayar.com)

**B.O.:** i) Plot No.135, Doctors Colony, DCM, Ajmer Road, Jaipur - 302021 (Rajasthan)

**B.O.:** ii) Flat No. A-1002, August Grand, Sarjapur Main Road, Bengaluru - 560035 (Karnataka)

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

We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

### **Emphasis of Matter Paragraph**

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

#### **Note 1:**

In the absence of requisite number of independent directors, the Company is not able to reconstitute an Audit Committee in pursuance of section 177 of the Companies Act, 2013 and Regulation 18(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, till the date of approval of the financial results. The above audited standalone financial results of the Company for the quarter and nine months ended 31 December, 2024 have been reviewed and approved by the Board of Directors

#### **Note 3:**

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

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

#### **Note 4:**

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

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



This has resulted in reduction of salaries and wages for the quarter/nine months ended 31 December 2024 by Rs.1228 lakh and Rs.4200 lakh respectively (quarter/nine months ended 31 December, 2023 by Rs.1588 lakh and Rs.4127 lakh respectively).

While so, the Employees Union and Officers Association had filed Writ Petition with Honorable High Court of Karnataka to stay recovery of excess amount of salary paid by the Company. The Honorable High Court had granted interim stay on recoveries. Further, vide their order dated 27.01.2025, the Honorable High Court has given verdict in favour of the Officers Association, by setting aside the Circular dated 24.07.2021 and the communication dated 26.07.2021 issued by the Management. The Management is considering further course of action in this regard. The excess amount paid is shown under claims recoverable (Gross) for Rs.39261 lakh as on 31.12.2024 (Previous year 31.03.2024: Rs.35218 lakh) and an equal amount of provision has been made in the books of accounts.

**Note 5:**

During the year 2011, C&AG observed that the profits earned from short term deposits is an incidental activity and not a core activity of the Company and inclusion of the interest income from these deposits for PRP computation had led to excess of payment of Rs 4318 lakhs to its executives. Based on Company's reply on difficulties in recovery, the C&AG vide letter dated 11th November 2024, suggested that the issue of difficulties in retrospective recovery of excess amount of Rs.4318 lakhs paid on account of PRP for the year 2009-10 to 2011-12 be placed before the Company's Board of Directors for obtaining waiver and disclose in the financial statements.

In compliance with the C&AG letter, the issue of difficulties in retrospective recovery of excess amount paid on account of PRP for the year 2009-10 to 2011-12 to its Executives was placed before the Company's Board of Directors in its 488th Meeting held on 16th December 2024.

After deliberation, Company's Board of Directors approved the waiver from recovery of Rs. 4318 lakhs of excess payment of PRP for the Year 2009-10 to 2011-12 to its Executives.

Necessary accounting treatment has been done in the accounts for the period ended 31.12.2024.

**Note 6:**

Inventory were damaged due to floods caused by rains. Based on an internal technical assessment, committee estimated the loss of Inventory of Rs.7856 lakh and the same has been provided in the books during the year 2022-23. Subsequently, based on the findings as part of the exercise to submit an insurance claim, the actual loss has been re-assessed as Rs. 6591 lakh and same provision has been created under Replacement Charges Rs. 5590 lakhs and Redundancy Charges of Rs.1001 lakh during the year 2023-24. During the quarter Rs 464 lakh claims submitted to Insurance Authorities.

**Note 7:**

During the nine months ended 31 December, 2024, the Company has received an amount of Rs.589 lakh as compensation towards acquisition of Company owned land measuring 315 square meters by Bangalore Metro Rail Corporation for the Metro Rail Project. The same has been shown under exceptional item in the financial results.

**Note 8:**

The Company has made the following investments during the nine months ended 31 December 2024-

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

June 2024. Hindustan Aeronautics Limited has invested Rs.273.20 lakh i.e. 27,320 Equity Shares of Rs.1,000 each towards 20% of the subscription shares in the Section 8 Company. Shares have been allotted on 24 July, 2024.

- e. Invested in "Systems Testing and Research for Advanced Materials Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 18 September 2024. Hindustan Aeronautics Limited has invested Rs.20 lakh i.e. 20,000 Equity Shares of Rs.100 each towards 20% of the subscription shares in the Section 8 Company. Equity Shares are pending for allotment as on 31.12.2024.

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

Our opinion is not modified in respect of these matters.

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

These Standalone quarterly financial results as well as the year-to-date standalone financial results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these standalone financial results that give a true and fair view of the net profit and other comprehensive income and other Financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued there under and other accounting principle generally accepted in India and in compliance with Regulation 33 of the LODR Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.



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

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

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

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

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

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern, basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial results or,

if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

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

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

#### **Other Matters**

The Standalone Financial Results also include the audited Financial Results and financial information of 29 Divisions of the Company, whose financial statements / financial information reflect the total assets of Rs 91,89,626 lakh as at December 31, 2024, total income of Rs. 19,19,384 lakh and Net profit before Tax of Rs. 5,61,973 lakh for the nine-month ended 31<sup>st</sup> December 2024, as considered in the Standalone Financial Results which have been audited by the respective independent auditors.

The Independent Auditors Reports on the interim financial statements / financial information of these Divisions have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of these Divisions, are based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

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

<b>Standalone Financial Results</b>	<b>Date of the Audit Report</b>
Quarter ended 30 <sup>th</sup> June, 2024	14 <sup>th</sup> August, 2024
Quarter and Nine-Month Ended 31 <sup>st</sup> December, 2023	12 <sup>th</sup> February, 2024
Year Ended 31 <sup>st</sup> March, 2024	16 <sup>th</sup> May, 2024

Our opinion is not modified in respect of these matters.

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

Nandlal Agarwal  
Partner  
M No. 091272  
Place: Bengaluru  
Date: 12.02.2025  
UDIN: 25091272BMSCAD1484





**INDEPENDENT AUDITOR'S REPORT**

**TO THE BOARD OF DIRECTORS OF HINDUSTAN AERONAUTICS LIMITED**

**Report on the Audit of the Consolidated Financial Results**

**Opinion**

We have audited the accompanying Statement of Consolidated Financial Results of Hindustan Aeronautics Limited ("Holding Company") and its subsidiaries (holding company and its subsidiaries together referred to as the "Group"), its jointly controlled entities for the quarter ended December 31, 2024 and for the period from 01.04.2024 to 31.12.2024 ("the Statement"), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("LODR Regulations").

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

- a) Includes the nine-month period ended 31<sup>st</sup> December 2024, the financial results of the following entities:

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

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

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

- b) is presented in accordance with the requirements of Regulation 33 of the LODR Regulations, as amended; and
- c) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian accounting standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under section 133 of the Companies Act, 2013 (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India of the consolidated net profit and consolidated total comprehensive income and other financial information of the Group for the quarter ended 31<sup>st</sup> December 2024 and for the period from 01.04.2024 to 31.12.2024.

#### **Basis for Opinion**

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

## **Emphasis of Matter**

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

### **Note 1:**

In the absence of requisite number of independent directors, the Company is not able to reconstitute an Audit Committee in pursuance of section 177 of the Companies Act, 2013 and Regulation 18(1) of SEBI (Listing Obligations and Disclosure Requirements)

Regulations, 2015, till the date of approval of the financial results. The above audited consolidated financial results of the Company for the quarter and nine months ended 31 December, 2024 have been reviewed and approved by the Board of Director

### **Note 3:**

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

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

### **Note 4:**

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

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

This has resulted in reduction of salaries and wages for the quarter/nine months ended 31 December 2024 by Rs.1228 lakh and Rs.4200 lakh respectively (quarter/nine months ended 31 December, 2023 by Rs.1588 lakh and Rs.4127 lakh respectively).



While so, the Employees Union and Officers Association had filed Writ Petition with Honorable High Court of Karnataka to stay recovery of excess amount of salary paid by the Company. The Honorable High Court had granted interim stay on recoveries. Further, vide their order dated 27.01.2025, the Honorable High Court has given verdict in favour of the Officers Association, by setting aside the Circular dated 24.07.2021 and the communication dated 26.07.2021 issued by the Management. The Management is considering further course of action in this regard. The excess amount paid is shown under claims recoverable (Gross) for Rs.39261 lakh as on 31.12.2024 (Previous year 31.03.2024: Rs.35218 lakh) and an equal amount of provision has been made in the books of accounts.

**Note 5:**

During the year 2011, C&AG observed that the profits earned from short term deposits is an incidental activity and not a core activity of the Company and inclusion of the interest income from these deposits for PRP computation had led to excess of payment of Rs 4318 lakhs to its executives. Based on Company's reply on difficulties in recovery, the C&AG vide letter dated 11th November 2024, suggested that the issue of difficulties in retrospective recovery of excess amount of Rs.4318 lakhs paid on account of PRP for the year 2009-10 to 2011-12 be placed before the Company's Board of Directors for obtaining waiver and disclose in the financial statements.

In compliance with the C&AG letter, the issue of difficulties in retrospective recovery of excess amount paid on account of PRP for the year 2009-10 to 2011-12 to its Executives was placed before the Company's Board of Directors in its 488th Meeting held on 16th December 2024.

After deliberation, the Company's Board of Directors approved the waiver from recovery of Rs. 4318 lakhs of excess payment of PRP for the Year 2009-10 to 2011-12 to its Executives.

Necessary accounting treatment has been done in the accounts for the period ended 31.12.2024.

**Note 6:**

Inventory were damaged due to floods caused by rains. Based on an internal technical assessment, committee estimated the loss of Inventory of Rs.7856 lakhs and the same has been provided in the books during the year 2022-23. Subsequently, based on the findings as part of the exercise to submit an insurance claim, the actual loss has been re-assessed as Rs. 6591 lakhs and same provision has been created under Replacement

Charges Rs. 5590 lakhs and Redundancy Charges of Rs.1001 lakhs during the year 2023-24. During the quarter Rs 464 Lakhs claims submitted to Insurance Authorities.

**Note 7:**

During the nine months ended 31 December, 2024, the Company has received an amount of Rs.589 lakh as compensation towards acquisition of Company owned land measuring 315 square meters by Bangalore Metro Rail Corporation for the Metro Rail Project. The same has been shown under exceptional item in the financial results.

**Note 8:**

The Company has made the following investments during the nine months ended 31 December 2024-

- a) Invested in "Electronic Warfare (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 21 May, 2024. Hindustan Aeronautics Limited has invested Rs.234.80 lakh i.e. 23,480 Equity Shares of Rs.1,000 each towards 20% of the subscription shares in the Section 8 Company. Equity Shares have been allotted on 1 July, 2024.
- b) Invested in "Communication (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 31 May 2024. Hindustan Aeronautics Limited has invested Rs.261.31 lakh i.e. 26,131 Equity Shares of Rs.1,000 each towards 25% of the subscription shares in the Section 8 Company. Equity Shares have been allotted on 11 July, 2024.
- c) Invested in "UAS Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 21 June 2024. Hindustan Aeronautics Limited has invested Rs.500 lakh i.e. 50,000 Equity Shares of Rs.1,000 each towards 33.33% of the subscription shares in the Section 8 Company. Equity Shares have been allotted on 23 July, 2024.
- d) Invested in "Advanced Materials (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 04 June 2024. Hindustan Aeronautics Limited has invested Rs.273.20 lakh i.e. 27,320 Equity Shares of Rs.1,000 each towards 20% of the subscription shares in the Section 8 Company. Shares have been allotted on 24 July, 2024.
- e) Invested in "Systems Testing and Research for Advanced Materials Foundation" which has been incorporated as a Section 8 Company under the Companies Act,

2013 on 18 September 2024. Hindustan Aeronautics Limited has invested Rs.20 lakh i.e. 20,000 Equity Shares of Rs.100 each towards 20% of the subscription shares in the Section 8 Company. Equity Shares are pending for allotment as on 31.12.2024.

**Note 10:**

**Notes specific to Joint Ventures**

**(i) In respect of HATSOFF Helicopter Training Private Limited**

Going Concern

The Company has made a net profit (including OCI) of Rs.1148.47 lakh for the period ended 31 December, 2024 and, as of that date, the Company's current liabilities exceeded its current assets by Rs.13681.90 lakh. In addition to this, as at the balance sheet date, the Company has significant accumulated losses which have resulted in erosion of the net worth. The networth of the Company as at 31 December, 2024 is negative by Rs.416.51 lakh (as at 31 March, 2024 negative by Rs.1564.98 lakh).

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

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

- 1) Board has affirmed that Company has the ability to meet all the obligations.
- 2) The Company has been able to get the multi-year contracts from Defence forces with increased training hours.
- 3) The Company along with the shareholders are presently pursuing several options with the Company's bankers, viz. ICICI Bank.
- 4) The Company has paid ECB principal of Rs.1900 lakh (US\$ 2,271,020) during the reporting period and previous year Rs.4518.05 lakh (US\$ 5,445,471) against ECB overdue installments at various dates and serviced interest up to 4 September 2023.



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

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

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

**Material Uncertainty Related to Going Concern**

The Company, as on 31 December 2024, has a net liability of Rs.1000.57 lakh (March 31st 2024: Rs.1022.06 lakh) and a net current liability of Rs.1075.35 lakh (March 31st 2024: Rs.1093.97 lakh) indicating existence of an uncertainty that may cast doubt upon the Company's ability to continue as a going concern. However, the bulk of its current liability is subject to the satisfactory completion of the performance obligations by the supplier, who is also a shareholder of this joint venture Company. Besides this, the Company continues to generate positive cash flows from its operations and plans to liquidate the liability in a phased manner. The Company expects to fund its operating and capital expenditure and continue business operations. Accordingly, the management has determined that these actions are sufficient to mitigate the uncertainty and has prepared the financial statements on a going concern basis.

**(iii) In respect of Multirole Transport Aircraft Limited**

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

- i. Receipt of Government of India approval for closure of the Company,
- ii. Adopting unanimous resolution with affirmative vote by all the directors as per Para 9.4(h) of the Shareholders Agreement read with Para 147(2)(h) of the Articles of Association, recommending liquidation of the Company to the General Meeting.

iii. Adopting necessary resolutions for Voluntary Liquidation of the Company in the Members General Meeting as per the provisions of Insolvency and Bankruptcy Code, 2016.

iv. Adherence of procedures for closure of MTAL Moscow Branch in compliance with rules and regulations of Russian Federation.

v. Compliance of all other necessary steps as per internal rules and regulations of the Company, as well as applicable statutory provisions of the respective country (i.e. India and Russian Federation) for closure of the company."

**Note 11:**

**In respect of Infotech HAL Ltd**

The audited/reviewed financial statements of Infotech HAL Ltd, joint venture of Hindustan Aeronautics Limited as on December 31, 2024 are not made available and hence not considered in consolidated financial statements. The joint venture was hitherto consolidated under equity method. Since the investment is fully impaired, the impact of non-consolidation is not material.

**Note 12:**

**In respect of HAL-Edgewood Technologies Private Limited**

The Joint Venture Company, HAL-Edgewood Technologies Private Limited, has not prepared the financial statements for the ended 30 nine months ended 31<sup>st</sup> December, 2024, and accordingly not considered for consolidation. The impact of non-consolidation, however, is not material. The Board in its 406th meeting held on 22nd September 2017, accorded in principle approval for voluntary winding up / closure of M/s. HAL-Edgewood Technologies Private Limited enabling the Company to take further action in the matter.

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

Our opinion is not modified in respect of the above matters

**Management Responsibilities for the Consolidated Financial Results**

These quarterly financial results as well as the year to date consolidated financial results have been prepared on the basis of the interim financial statements.

The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group including its jointly controlled entities in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the LODR Regulations. The respective Board of Directors of the companies included in the Group and of its jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its jointly controlled entities and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group and of its jointly controlled entities are responsible for assessing the ability of the Group and of its jointly controlled entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate Group or to cease operations, or have no realistic alternative but to do so.

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

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

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

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

- Identify and assess the risks of material misstatement of the Consolidated Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and of its jointly controlled entities to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and of its jointly controlled entities to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group and of its jointly controlled entities to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

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

### **Other Matters**

1. The consolidated Financial Results include the audited Financial Results of two subsidiaries, whose interim financial statements / financial information reflect Group's share of total assets of Rs. 4003 lakh as at 31<sup>st</sup> December 2024, Group's share of total revenues of Rs 1192 lakh and Group's share of total net loss after tax of Rs 78 lakh for period from 01.04.2024 to 31.12.2024, as considered in the consolidated financial results, which have been audited by their respective independent auditors.

The Consolidated financial statements also include Group's share of Net Profit of Rs 2349 lakh for period from 01.04.2024 to 31.12.2024, as considered in the consolidated financial statements, in respect of Twelve Joint ventures (Financial results not provided for two joint ventures), which have been audited by their respective independent auditors.

The independent auditors reports on interim financial statements/ Financial Results/ financial information of these entities have been furnished to us and our opinion on the consolidation Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

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

2. The consolidated Financial Results include, the audited Financial Results/ financial information of 29 Divisions of the Company, whose financial statements / financial information reflect the total assets of Rs 91,89,626 lakh as at December 31, 2024, total income of Rs. 19,19,384 lakh and Net profit before Tax of Rs. 5,61,973 lakh for the nine-month ended 31<sup>st</sup> December 2024, as considered in the Standalone Financial Results which have been audited by the respective independent auditors. The Independent Auditors Reports on the interim financial statements / financial information of these Divisions have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of these Divisions, are based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.
3. The statement includes following comparative financial results of the company, which have been audited by the predecessor auditors, M/s A. John Moris & Co., Chartered Accountants, who has expressed an unmodified opinion vide their audit reports as detailed under:

<b>Consolidated Financial Results</b>	<b>Date of the Audit Report</b>
Quarter ended 30 <sup>th</sup> June, 2024	14 <sup>th</sup> August, 2024
Quarter and Nine-Month Ended 31 <sup>st</sup> December, 2023	12 <sup>th</sup> February, 2024
Year Ended 31 <sup>st</sup> March, 2024	16 <sup>th</sup> May, 2024

Our opinion is not modified in respect of these matters.

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

Nandlal Agarwal  
Partner  
M No. 091272  
Place: Bengaluru  
Date: 12.02.2025  
UDIN: 25091272BMSCAE5895



**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 31<sup>ST</sup> DECEMBER, 2024**

Rs in Lakhs

Sl.No	Particulars	Standalone					
		Quarter ended			Nine months ended		Year ended
		31-Dec-24 (Audited)	30-Sep-24 (Audited)	31-Dec-23 (Audited)	31-Dec-24 (Audited)	31-Dec-23 (Audited)	31-Mar-24 (Audited)
<b>1</b>	<b>Income from Operations</b>						
	(a) Revenue from operations	6,95,693	5,97,655	6,06,091	17,28,105	15,61,206	30,38,084
	(b) Other Income	63,115	54,400	45,969	1,91,279	1,34,146	1,89,854
	<b>Total Income</b>	<b>7,58,808</b>	<b>6,52,055</b>	<b>6,52,060</b>	<b>19,19,384</b>	<b>16,95,352</b>	<b>32,27,938</b>
<b>2</b>	<b>Expenses</b>						
	(a) Cost of materials consumed	3,18,027	3,07,624	2,81,047	7,70,461	5,86,592	12,36,344
	(b) Purchase of stock-in-trade	14,995	15,668	13,971	42,917	38,472	67,140
	(c) Changes in Inventories of Finished Goods, Work-in-Progress, Stock-in-Trade and Scrap	9,554	-77,383	-11,125	-79,723	-3,145	-1,95,889
	(d) Employee benefits expense	1,29,303	1,37,242	1,29,736	3,90,988	3,88,924	5,27,624
	(e) Finance Costs	7	-	35	20	66	3,205
	(f) Depreciation and Amortisation Expense	27,693	17,744	21,200	60,344	76,269	1,40,645
	(g) Impairment Loss	929	550	8	1,487	1,003	1,495
	(h) Other expenses	41,546	43,230	38,062	1,22,371	1,10,934	1,52,767
	(i) Direct Input to WIP/Expenses Capitalised	10,697	6,105	3,368	22,933	14,979	42,599
	(j) Provisions	36,785	25,074	24,255	1,09,365	1,00,033	3,30,538
	<b>Total Gross Expenses</b>	<b>5,89,536</b>	<b>4,75,854</b>	<b>5,00,557</b>	<b>14,41,163</b>	<b>13,14,127</b>	<b>23,06,468</b>
	Less: Expenses relating to Capital and Other Accounts	34,227	23,467	16,640	83,163	60,836	98,427
	<b>Total Expenses</b>	<b>5,55,309</b>	<b>4,52,387</b>	<b>4,83,917</b>	<b>13,58,000</b>	<b>12,53,291</b>	<b>22,08,041</b>
<b>3</b>	<b>Profit/(Loss) before Exceptional items and Tax (1-2)</b>	<b>2,03,499</b>	<b>1,99,668</b>	<b>1,68,143</b>	<b>5,61,384</b>	<b>4,42,061</b>	<b>10,19,897</b>
<b>4</b>	<b>Exceptional item</b>	-	589	-	589	-	-
<b>5</b>	<b>Profit/(Loss) before tax (3+4)</b>	<b>2,03,499</b>	<b>2,00,257</b>	<b>1,68,143</b>	<b>5,61,973</b>	<b>4,42,061</b>	<b>10,19,897</b>
<b>6</b>	<b>Tax expense</b>						
	(i) Current Tax	55,080	53,653	53,625	1,48,902	1,40,985	2,90,500
	(ii) Earlier Tax (Refund)/Liability	-	-	-	-25,608	-	-
	(iii) Deferred Tax	5,159	-2,432	-10,833	2,824	-29,224	-30,107
		60,239	51,221	42,792	1,26,118	1,11,761	2,60,393
<b>7</b>	<b>Net Profit / (Loss) for the period (5-6)</b>	<b>1,43,260</b>	<b>1,49,036</b>	<b>1,25,351</b>	<b>4,35,855</b>	<b>3,30,300</b>	<b>7,59,504</b>
<b>8</b>	<b>Other Comprehensive Income (OCI)</b>						
	<b>A. Items that will not be reclassified to statement of Profit and Loss</b>						
	(i) Remeasurements of defined benefit plans	3,480	-4,478	-3,440	1,160	986	-10,945
	(ii) Income Tax relating to items that will not be reclassified to statement of Profit and Loss	-876	1,127	866	-292	-248	2,755
	<b>B. Items that will be reclassified to statement of Profit and Loss</b>						
	(i) Exchange differences in translating financial statements of foreign operations	-	-	-	-	-	-
	(ii) Income Tax relating to items that will be reclassified to statement of Profit and Loss	-	-	-	-	-	-
	<b>Total Other Comprehensive Income (A+B)</b>	<b>2,604</b>	<b>-3,351</b>	<b>-2,574</b>	<b>868</b>	<b>738</b>	<b>-8,190</b>
<b>9</b>	<b>Total Comprehensive Income for the period (7 + 8)</b>	<b>1,45,864</b>	<b>1,45,685</b>	<b>1,22,777</b>	<b>4,36,723</b>	<b>3,31,038</b>	<b>7,51,314</b>
<b>10</b>	<b>Paid-up Equity Share Capital (Face Value Rs.5 each)</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>
<b>11</b>	<b>Other Equity excluding Revaluation Reserves</b>						<b>28,71,203</b>
<b>12</b>	<b>Capital Redemption Reserve</b>						<b>14,761</b>
<b>13</b>	<b>Earnings per share (in Rupees) (EPS for the quarter and nine months are not annualised)</b>						
	(a) Basic	21.42	22.28	18.74	65.17	49.39	113.57
	(b) Diluted	21.42	22.28	18.74	65.17	49.39	113.57
<b>14</b>	<b>Net Worth (including Retained Earning)</b>						<b>29,04,642</b>

### Standalone Notes:

- 1) In the absence of requisite number of independent directors, the Company is not able to reconstitute an Audit Committee in pursuance of section 177 of the Companies Act, 2013 and Regulation 18(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, till the date of approval of the financial results. The above audited standalone financial results of the Company for the quarter and nine months ended 31 December, 2024. have been reviewed and approved by the Board of Directors at its meeting held on 12.02.2025.
- 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 31 December, 2024.
- 3) Ministry vide OM dated 12.07.2023 has conveyed the approval for increasing the Company's contribution to the Pension Scheme of Executives from existing 7% to 10% of Basic Pay + DA w.e.f. 01.01.2017. Revision of Pension contribution from 7% to 10% of Basic Pay + DA w.e.f. 01.01.2017 has been made in respect of Executives who were on the rolls of the Company as on the date of implementation of the revised ceiling i.e. 01.01.2017. In respect of new incumbents who joined the Company post 01.01.2017, it will be effective from the date of their appointment.

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

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

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

This has resulted in reduction of salaries and wages for the quarter/nine months ended 31 December 2024 by Rs.1228 lakh and Rs.4200 lakh respectively (quarter/nine months ended 31 December, 2023 by Rs.1588 lakh and Rs.4127 lakh respectively).

While so, the Employees Union and Officers Association had filed Writ Petition with Honorable High Court of Karnataka to stay recovery of excess amount of salary paid by the Company. The Honorable High Court had granted interim stay on recoveries. Further, vide their order dated 27.01.2025, the Honorable High Court has given verdict in favour of the Officers Association, by setting aside the Circular dated 24.07.2021 and the communication dated 26.07.2021 issued by the Management. The Management is considering further course of action in this regard. The excess amount paid is shown under claims recoverable (Gross) for Rs.39261 lakh as on 31.12.2024 (Previous year 31.03.2024: Rs.35218 lakh) and an equal amount of provision has been made in the books of accounts.

- 5) During the year 2011, C&AG observed that the profits earned from short term deposits is an incidental activity and not a core activity of the Company and inclusion of the interest income from these deposits for PRP computation had led to excess of payment of Rs 4318 lakh to its executives. Based on Company's reply on difficulties in recovery, the C&AG vide letter dated 11th November 2024, suggested that the issue of difficulties in retrospective recovery of

excess amount of Rs.4318 lakh paid on account of PRP for the year 2009-10 to 2011-12 be placed before the Company's Board of Directors for obtaining waiver and disclose in the financial statements.

In compliance with the C&AG letter, the issue of difficulties in retrospective recovery of excess amount paid on account of PRP for the year 2009-10 to 2011-12 to its Executives was placed before the Company's Board of Directors in its 488th Meeting held on 16th December 2024.

After deliberation, the Company's Board of Directors approved the waiver from recovery of Rs. 4318 lakh of excess payment of PRP for the Year 2009-10 to 2011-12 to its Executives.

Necessary accounting treatment has been done in the accounts for the period ended 31.12.2024.

- 6) Inventory were damaged due to floods caused by rains. Based on an internal technical assessment, committee estimated the loss of Inventory of Rs.7856 lakh and the same has been provided in the books during the year 2022-23. Subsequently, based on the findings as part of the exercise to submit an insurance claim, the actual loss has been re-assessed as Rs. 6591 lakh and provision for the same has been created under Replacement Charges Rs. 5590 lakh and Redundancy Charges of Rs.1001 lakh during the year 2023-24. During the quarter Rs 464 lakh claims submitted to Insurance Authorities.
- 7) During the nine months ended 31 December, 2024, the Company has received an amount of Rs.589 lakh as compensation towards acquisition of Company owned land measuring 315 square meters by Bangalore Metro Rail Corporation for the Metro Rail Project. The same has been shown under exceptional item in the financial results.
- 8) The Company has made the following investments during the nine months ended 31 December 2024-
  - a) Invested in "Electronic Warfare (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 21 May, 2024. Hindustan Aeronautics Limited has invested Rs.234.80 lakh i.e. 23,480 Equity Shares of Rs.1,000 each towards 20% of the subscription shares in the Section 8 Company. Equity Shares have been allotted on 1 July, 2024.
  - b) Invested in "Communication (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 31 May 2024. Hindustan Aeronautics Limited has invested Rs.261.31 lakh i.e. 26,131 Equity Shares of Rs.1,000 each towards 25% of the subscription shares in the Section 8 Company. Equity Shares have been allotted on 11 July, 2024.
  - c) Invested in "UAS Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 21 June 2024. Hindustan Aeronautics Limited has invested Rs.500 lakh i.e. 50,000 Equity Shares of Rs.1,000 each towards 33.33% of the subscription shares in the Section 8 Company. Equity Shares have been allotted on 23 July, 2024.
  - d) Invested in "Advanced Materials (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 04 June 2024. Hindustan Aeronautics Limited has invested Rs.273.20 lakh i.e. 27,320 Equity Shares of Rs.1,000 each towards 20% of the subscription shares in the Section 8 Company. Shares have been allotted on 24 July, 2024.
  - e) Invested in "Systems Testing and Research for Advanced Materials Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 18 September 2024. Hindustan

Aeronautics Limited has invested Rs.20 lakh i.e. 20,000 Equity Shares of Rs.100 each towards 20% of the subscription shares in the Section 8 Company. Equity Shares are pending for allotment as on 31.12.2024.

- 9) Ministry of Corporate Affairs vide notification no 1/2/2014-CL-V dated 23<sup>rd</sup> February 2018 has exempted the Government companies engaged in defence production to the extent of application of Ind AS 108 on “Operating Segment”.
- 10) There is a proposal for consideration of declaration of first interim dividend for the financial year 2024-25 by the Board in the meeting to be held on 12 February, 2025.

For

**GUPTA NAYAR & CO**  
Chartered Accountants

Firm Registration No. 008376N

**CA NANDLAL AGARWAL**

Partner

Membership No.091272

Place: Bengaluru

Date: 12.02.2025

**BARENYA SENAPATI**

Director (Finance) & CFO

DIN: 08525943

**Dr. D.K. SUNIL**

Chairman & Managing Director

DIN: 09639264

**SHAILESH BANSAL**

Company Secretary

FCS No.5064

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

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

STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31<sup>ST</sup> DECEMBER, 2024

Rs in Lakhs

Sl.No	Particulars	Consolidated					
		Quarter ended		Nine months ended		Year ended	
		31-Dec-24 (Audited)	30-Sep-24 (Audited)	31-Dec-23 (Audited)	31-Dec-24 (Audited)	31-Dec-23 (Audited)	31-Mar-24 (Audited)
1	<b>Income from Operations</b>						
	(a) Revenue from operations	6,95,731	5,97,629	6,06,128	17,28,110	15,61,233	30,38,108
	(b) Other Income	63,140	54,241	45,998	1,91,016	1,33,929	1,89,660
	<b>Total Income</b>	<b>7,58,871</b>	<b>6,51,870</b>	<b>6,52,126</b>	<b>19,19,126</b>	<b>16,95,162</b>	<b>32,27,768</b>
2	<b>Expenses</b>						
	(a) Cost of materials consumed	3,17,551	3,06,399	2,80,602	7,68,717	5,85,750	12,34,633
	(b) Purchase of stock-in-trade	14,995	15,668	13,971	42,917	38,472	67,140
	(c) Changes in Inventories of Finished Goods, Work-in-Progress, Stock-in-Trade and Scrap	9,554	-77,481	-11,086	-79,825	-3,131	-1,95,864
	(d) Employee benefits expense	1,29,616	1,37,532	1,30,047	3,91,904	3,90,007	5,29,069
	(e) Finance Costs	8	2	36	24	70	3,211
	(f) Depreciation and Amortisation Expense	27,708	17,757	21,217	60,388	76,320	1,40,717
	(g) Impairment Loss	929	550	8	1,487	1,003	1,495
	(h) Other expenses	41,627	43,302	38,127	1,22,594	1,11,149	1,53,053
	(i) Direct Input to WIP/Expenses Capitalised	10,697	6,105	3,368	22,933	14,979	42,599
	(j) Provisions	36,738	25,025	24,198	1,09,228	99,860	3,30,304
	<b>Total Gross Expenses</b>	<b>5,89,423</b>	<b>4,74,859</b>	<b>5,00,488</b>	<b>14,40,367</b>	<b>13,14,479</b>	<b>23,06,357</b>
	Less: Expenses relating to Capital and Other Accounts	34,227	23,467	16,640	83,163	60,836	98,427
	<b>Total Expenses</b>	<b>5,55,196</b>	<b>4,51,392</b>	<b>4,83,848</b>	<b>13,57,204</b>	<b>12,53,643</b>	<b>22,07,930</b>
3	<b>Profit/(Loss) before Share of Profit/(Loss) of Joint Ventures, Exceptional items and Tax (1-2)</b>	<b>2,03,675</b>	<b>2,00,478</b>	<b>1,68,278</b>	<b>5,61,922</b>	<b>4,41,519</b>	<b>10,19,838</b>
4	Share of Profit/(Loss) of Joint Ventures (JV) accounted using Equity Method	543	1,203	665	2,349	1,469	2,650
5	<b>Profit/(Loss) before Exceptional items and Tax (3+4)</b>	<b>2,04,218</b>	<b>2,01,681</b>	<b>1,68,943</b>	<b>5,64,271</b>	<b>4,42,988</b>	<b>10,22,488</b>
6	Exceptional item	-	589	-	589	-	-
7	<b>Profit/(Loss) before tax (5+6)</b>	<b>2,04,218</b>	<b>2,02,270</b>	<b>1,68,943</b>	<b>5,64,860</b>	<b>4,42,988</b>	<b>10,22,488</b>
8	<b>Tax expense</b>						
	(i) Current Tax	55,080	53,653	53,625	1,48,902	1,40,985	2,90,500
	(ii) Earlier Tax (Refund)/Liability	-	-	-	-25,608	-	-
	(iii) Deferred Tax	5,159	-2,432	-10,833	2,824	-29,224	-30,107
	<b>Total Tax Expense</b>	<b>60,239</b>	<b>51,221</b>	<b>42,792</b>	<b>1,26,118</b>	<b>1,11,761</b>	<b>2,60,393</b>
9	<b>Net Profit / (Loss) for the period (7-8)</b>	<b>1,43,979</b>	<b>1,51,049</b>	<b>1,26,151</b>	<b>4,38,742</b>	<b>3,31,227</b>	<b>7,62,095</b>
10	<b>Other Comprehensive Income (OCI)</b>						
	<b>A. Items that will not be reclassified to statement of Profit and Loss</b>						
	(i) Remeasurements of defined benefit plans	3,480	-4,478	-3,424	1,171	1,037	-10,940
	(ii) Share of Other Comprehensive Income of JV's accounted using Equity Method	1	-3	-1	-7	6	-29
	(iii) Income Tax relating to items that will not be reclassified to statement of Profit and Loss	-876	1,127	866	-292	-248	2,755
	<b>B. Items that will be reclassified to statement of Profit and Loss</b>						
	(i) Exchange differences in translating financial statements of foreign operations	-	-	-	-	-	-
	(ii) Share of Other Comprehensive Income of JV's accounted using Equity Method	-	-	-	-	-	-
	(iii) Income Tax relating to items that will be reclassified to statement of Profit and Loss	-	-	-	-	-	-
	<b>Total Other Comprehensive Income (A+B)</b>	<b>2,605</b>	<b>-3,354</b>	<b>-2,559</b>	<b>872</b>	<b>795</b>	<b>-8,214</b>
11	<b>Total Comprehensive Income for the period (9 + 10)</b>	<b>1,46,584</b>	<b>1,47,695</b>	<b>1,23,592</b>	<b>4,39,614</b>	<b>3,32,022</b>	<b>7,53,881</b>
12	<b>Profit/(Loss) for the period attributable to-</b>						
	Owners of the Company	1,43,983	1,51,048	1,26,140	4,38,747	3,31,234	7,62,105
	Non Controlling interest	-4	1	11	-5	-7	-10
13	<b>Other Comprehensive Income for the period attributable to-</b>						
	Owners of the Company	2,605	-3,354	-2,559	872	795	-8,214
	Non Controlling interest	-	-	-	-	-	-
14	<b>Total Comprehensive Income for the period attributable to-</b>						
	Owners of the Company	1,46,588	1,47,694	1,23,581	4,39,619	3,32,029	7,53,891
	Non Controlling interest	-4	1	11	-5	-7	-10
15	<b>Paid-up Equity Share Capital (Face Value Rs.5 each)</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>
16	<b>Other Equity excluding Revaluation Reserves</b>						<b>28,80,378</b>
17	<b>Capital Redemption Reserve</b>						<b>14,761</b>
18	<b>Earnings per share (in Rupees) (EPS for the quarter and nine months are not annualised)</b>						
	(a) Basic	21.53	22.59	18.86	65.60	49.53	113.95
	(b) Diluted	21.53	22.59	18.86	65.60	49.53	113.95
19	<b>Net Worth (including Retained Earning)</b>						<b>29,14,181</b>

### Consolidated Notes:

1) In the absence of requisite number of independent directors, the Company is not able to reconstitute an Audit Committee in pursuance of section 177 of the Companies Act, 2013 and Regulation 18(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, till the date of approval of the financial results. The above audited consolidated financial results of the Company for the quarter and nine months ended 31 December, 2024. have been reviewed and approved by the Board of Directors at its meeting held on 12.02.2025.

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 31 December, 2024.

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

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

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

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

This has resulted in reduction of salaries and wages for the quarter/nine months ended 31 December 2024 by Rs.1228 lakh and Rs.4200 lakh respectively (quarter/nine months ended 31 December, 2023 by Rs.1588 lakh and Rs.4127 lakh respectively).

While so, the Employees Union and Officers Association had filed Writ Petition with Honorable High Court of Karnataka to stay recovery of excess amount of salary paid by the Company. The Honorable High Court had granted interim stay on recoveries. Further, vide their order dated 27.01.2025, the Honorable High Court has given verdict in favour of the Officers Association, by setting aside the Circular dated 24.07.2021 and the communication dated 26.07.2021 issued by the Management. The Management is considering further course of action in this regard. The excess amount paid is shown under claims recoverable (Gross) for Rs.39261 lakh as on 31.12.2024 (Previous year 31.03.2024: Rs.35218 lakh) and an equal amount of provision has been made in the books of accounts.



- 5) During the year 2011, C&AG observed that the profits earned from short term deposits is an incidental activity and not a core activity of the Company and inclusion of the interest income from these deposits for PRP computation had led to excess of payment of Rs 4318 lakh to its executives. Based on Company's reply on difficulties in recovery, the C&AG vide letter dated 11th November 2024, suggested that the issue of difficulties in retrospective recovery of excess amount of Rs.4318 lakh paid on account of PRP for the year 2009-10 to 2011-12 be placed before the Company's Board of Directors for obtaining waiver and disclose in the financial statements. In compliance with the C&AG letter, the issue of difficulties in retrospective recovery of excess amount paid on account of PRP for the year 2009-10 to 2011-12 to its Executives was placed before the Company's Board of directors in its 488th Meeting held on 16th December 2024. After deliberation, the Company's Board of Directors approved the waiver from recovery of Rs. 4318 lakh of excess payment of PRP for the Year 2009-10 to 2011-12 to its Executives. Necessary accounting treatment has been done in the accounts for the period ended 31.12.2024.
- 6) Inventory were damaged due to floods caused by rains. Based on an internal technical assessment, committee estimated the loss of Inventory of Rs.7856 lakh and the same has been provided in the books during the year 2022-23. Subsequently, based on the findings as part of the exercise to submit an insurance claim, the actual loss has been re-assessed as Rs. 6591 lakh and provision for the same has been created under Replacement Charges Rs. 5590 lakh and Redundancy Charges of Rs.1001 lakh during the year 2023-24. During the quarter Rs 464 lakh claims submitted to Insurance Authorities.
- 7) During the nine months ended 31 December, 2024, the Company has received an amount of Rs.589 lakh as compensation towards acquisition of Company owned land measuring 315 square meters by Bangalore Metro Rail Corporation for the Metro Rail Project. The same has been shown under exceptional item in the financial results.
- 8) The Company has made the following investments during the nine months ended 31 December 2024-
- a) Invested in "Electronic Warfare (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 21 May, 2024. Hindustan Aeronautics Limited has invested Rs.234.80 lakh i.e. 23,480 Equity Shares of Rs.1,000 each towards 20% of the subscription shares in the Section 8 Company. Equity Shares have been allotted on 1 July, 2024.
  - b) Invested in "Communication (Defence) Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 31 May 2024. Hindustan Aeronautics Limited has invested Rs.261.31 lakh i.e. 26,131 Equity Shares of Rs.1,000 each towards 25% of the subscription shares in the Section 8 Company. Equity Shares have been allotted on 11 July, 2024.
  - c) Invested in "UAS Testing Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 21 June 2024. Hindustan Aeronautics Limited has invested Rs.500 lakh i.e. 50,000 Equity Shares of Rs.1,000 each towards 33.33% of the subscription shares in the Section 8 Company. Equity Shares have been allotted on 23 July, 2024.

d) Invested in “Advanced Materials (Defence) Testing Foundation” which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 04 June 2024. Hindustan Aeronautics Limited has invested Rs.273.20 lakh i.e. 27,320 Equity Shares of Rs.1,000 each towards 20% of the subscription shares in the Section 8 Company. Shares have been allotted on 24 July, 2024.

e) Invested in “Systems Testing and Research for Advanced Materials Foundation” which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 18 September 2024. Hindustan Aeronautics Limited has invested Rs.20 lakh i.e. 20,000 Equity Shares of Rs.100 each towards 20% of the subscription shares in the Section 8 Company. Equity Shares are pending for allotment as on 31.12.2024.

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

10) Notes specific to Joint Ventures

(i) In respect of HATSOFF Helicopter Training Private Limited

Going Concern

The Company has made a net profit (including OCI) of Rs.1148.47 lakh for the period ended 31 December, 2024 and, as of that date, the Company's current liabilities exceeded its current assets by Rs.13681.90 lakh. In addition to this, as at the balance sheet date, the Company has significant accumulated losses which have resulted in erosion of the net worth. The networth of the Company as at 31 December, 2024 is negative by Rs.416.51 lakh (as at 31 March, 2024 negative by Rs.1564.98 lakh).

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

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

- 1) Board has affirmed that Company has the ability to meet all the obligations.
- 2) The Company has been able to get the multi-year contracts from Defence forces with increased training hours.
- 3) The Company along with the shareholders are presently pursuing several options with the Company's bankers, viz. ICICI Bank.

4) The Company has paid ECB principal of Rs.1900 lakh (US\$ 2,271,020) during the reporting period and previous year Rs.4518.05 lakh (US\$ 5,445,471) against ECB overdue installments at various dates and serviced interest up to 4 September 2023.

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

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

(ii) In respect of HALBIT Avionics Private Ltd

Material Uncertainty Related to Going Concern

The Company, as on 31 December 2024, has a net liability of Rs.1000.57 lakh (March 31st 2024:Rs.1022.06 lakh) and a net current liability of Rs.1075.35 lakh (March 31st 2024:Rs.1093.97 lakh) indicating existence of an uncertainty that may cast doubt upon the Company's ability to continue as a going concern. However, the bulk of its current liability is subject to the satisfactory completion of the performance obligations by the supplier, who is also a shareholder of this joint venture Company. Besides this, the Company continues to generate positive cash flows from its operations and plans to liquidate the liability in a phased manner. The Company expects to fund its operating and capital expenditure and continue business operations. Accordingly, the management has determined that these actions are sufficient to mitigate the uncertainty and has prepared the financial statements on a going concern basis.

(iii) In respect of Multirole Transport Aircraft Limited

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

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

v. Compliance of all other necessary steps as per internal rules and regulations of the Company, as well as applicable statutory provisions of the respective country (i.e. India and Russian Federation) for closure of the company."

- 11) The audited/reviewed financial statements of Infotech HAL Ltd, joint venture of Hindustan Aeronautics Limited are not made available and hence not considered in consolidated financial statements. The joint venture was hitherto consolidated under equity method. The impact of non-consolidation, however, is not material.
- 12) The Joint Venture Company, HAL-Edgewood Technologies Private Limited, has not prepared the financial statements for the nine months ended 31 December, 2024, and accordingly not considered for consolidation. The impact of non-consolidation, however, is not material. The Board in its 406th meeting held on 22nd September 2017, accorded in principle approval for voluntary winding up / closure of M/s. HAL-Edgewood Technologies Private Limited enabling the Company to take further action in the matter.
- 13) There is a proposal for consideration of declaration of first interim dividend for the financial year 2024-25 by the Board in the meeting to be held on 12 February, 2025.

**For**

**GUPTA NAYAR & CO**  
Chartered Accountants

Firm Registration No. 008376N

**CA NANDLAL AGARWAL**

Partner

Membership No.091272

Place: Bengaluru

Date: 12.02.2025

**BARENYA SENAPATI**

Director (Finance) & CFO

DIN: 08525943

**Dr. D.K. SUNIL**

Chairman & Managing Director

DIN: 09639264

**SHAILESH BANSAL**

Company Secretary

FCS No.5064

**B. STATEMENT ON DEVIATION OR VARIATION FOR PROCEEDS OF PUBLIC ISSUE, RIGHTS ISSUE, PREFERENTIAL ISSUE, QUALIFIED INSTITUTIONS PLACEMENT ETC.**  
: Not Applicable

**C. FORMAT FOR DISCLOSING OUTSTANDING DEFAULT ON LOANS AND DEBT SECURITIES:**

S. No.	Particulars	INR crore
1	<b>Loans / revolving facilities like cash credit from banks / financial institutions</b>	
A	Total amount outstanding as on date	NIL
B	Of the total amount outstanding, amount of default as on date	NIL
2	<b>Unlisted debt securities i.e. NCDs and NCRPS</b>	
A	Total amount outstanding as on date	NIL
B	Of the total amount outstanding, amount of default as on date	NIL
3	<b>Total financial indebtedness of the listed entity including short-term and long-term debt</b>	NIL

**D. FORMAT FOR DISCLOSURE OF RELATED PARTY TRANSACTIONS (applicable only for half-yearly filings i.e., 2<sup>nd</sup> and 4<sup>th</sup> quarter):** Not Applicable

**E. STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS (FOR AUDIT REPORT WITH MODIFIED OPINION) SUBMITTED ALONG-WITH ANNUAL AUDITED FINANCIAL RESULTS (Standalone and Consolidated separately) (applicable only for Annual Filing i.e., 4<sup>th</sup> quarter)**  
: Not Applicable

**INDUSTAN AERONAUTICS LIMITED**  
 Regd. Office: 15/1 Cubbon Road, Bengaluru- 560 001  
 CIN : L35301KA1963GOI001622 , TEL : 080 22320001, email : Investors@hal-india.co.in website : www.hal-india.co.in  
**STATEMENT OF AUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2024**

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	
		31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Mar-24	31-Dec-24	31-Dec-23	31-Dec-24	31-Mar-24	
1	Total Income from Operations	6,95,693	6,06,091	17,28,105	15,61,206	30,38,084	6,95,731	6,06,128	17,28,110	15,61,233	30,38,108
2	Other Income	63,115	45,969	1,91,279	1,34,146	1,89,854	63,140	45,998	1,91,016	1,33,929	1,89,660
3	Total Income	7,58,808	6,52,060	19,19,384	16,95,352	32,27,938	7,58,871	6,52,126	19,19,126	16,95,162	32,27,768
4	Net Profit/(Loss) for the period (before Tax and Exceptional Items)	2,03,499	1,68,143	5,61,384	4,42,061	10,19,897	2,04,218	1,68,943	5,64,271	4,42,988	10,22,488
5	Net Profit/(Loss) for the period before Tax (after Exceptional Items)	2,03,499	1,68,143	5,61,973	4,42,061	10,19,897	2,04,218	1,68,943	5,64,860	4,42,988	10,22,488
6	Net Profit/(Loss) for the period after Tax (after Exceptional Items)	1,43,260	1,25,351	4,35,855	3,30,300	7,59,504	1,43,979	1,26,151	4,38,742	3,31,227	7,62,095
7	Total Comprehensive Income for the period [Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	1,45,864	1,22,777	4,36,723	3,31,038	7,51,314	1,46,584	1,23,592	4,39,614	3,32,022	7,53,881
8	Paid-up Equity Share Capital (Face value - Rs.5 each)	33,439	33,439	33,439	33,439	33,439	33,439	33,439	33,439	33,439	33,439
9	Other Equity excluding revaluation reserves	-	-	-	-	28,71,203	-	-	-	-	28,80,378
10	Capital Redemption Reserve	-	-	-	-	14,761	-	-	-	-	14,761
11	Earnings Per Share (Face value of Rs.5/- each) (EPS for the quarter and nine months are not annualised) (in Rs.)										
	(i) Basic	21.42	18.74	65.17	49.39	113.57	21.53	18.86	65.60	49.53	113.95
	(ii) Diluted	21.42	18.74	65.17	49.39	113.57	21.53	18.86	65.60	49.53	113.95
12	Net Worth (including Retained Earning)	-	-	-	-	29,04,642	-	-	-	-	29,14,181

**Notes:**

- The Company has prepared these standalone and consolidated financial results in accordance with the Companies (Indian Accounting Standards) Rules, 2015 prescribed under Section 133 of the Companies Act, 2013.
- The Statutory Auditors have issued unmodified opinion on the standalone and consolidated financial results of the Company for the quarter and nine months ended 31, December 2024.
- Figures for the previous periods have been regrouped / reclassified to conform to the classification of the current period, wherever necessary.
- The above is an extract of the detailed format of quarterly and year to date audited financial results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the quarterly audited financial results are available on the Stock Exchange websites i.e. www.bseindia.com & www.nseindia.com and also on the Company's website www.hal-india.co.in. The same can be accessed by scanning the QR code produced below.

Place : Bengaluru

Dr. D.K. Sunil

Chairman & Managing Director  
 DIN: 09639264

Date : 12.02.2025