

**Hindustan
Everest Tools
Limited**



HET/11/2020
November 11, 2020

Dohil Chambers, 46 Nehru Place
New Delhi-110 019 (INDIA)
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E-mail : ho@everesttools.com
CIN : L74899DL1962PLC003634
PH No : 011-46579476

To,
Manager (Listing)
BSE Limited
Floor 25, P J Tower,
Dalal Street,
Mumbai -400001

Re: Company's Code No. 505725

Sub: Outcome of Board Meeting held today i.e. on 11th November, 2020

Dear Sir/ Ma'am,

Pursuant to regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform you that Board of Directors of the company at its meeting held today i.e. 11th November, 2020, has inter-alia discussed and unanimously approved the following agenda items:

- A) The **Unaudited Standalone Financial Results along with the Limited Review Report** of the Statutory Auditors for the quarter and half year ended 30th September, 2020, which has been duly reviewed and recommended by the Audit Committee in its meeting held earlier;
- B) Convening of 57th Annual General Meeting (AGM) of the company on **Wednesday, 30th December, 2020, at 10:30 A.M. at "PHD House" opposite Asian Games Village, Siri Fort Road, New Delhi – 110016.**
- C) Constitution of committee of Independent Directors as per SEBI (Substantial Acquisition Of Shares And Takeovers) Regulations, 2011 to provide reasoned recommendations on open offer of 4,17,872 fully paid up equity shares by M/s Algoquant Financials LLP ("Acquirer") together with Mr. Dhruv Gupta ("PAC1") and Mr. Devansh Gupta ("PAC2") (collectively referred to as "PACs") as the persons acting in concert with the Acquirer.
- D) Any other items as mentioned in the agenda.

In pursuance of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the following:

1. A copy of duly signed Un-audited Financial Results of the company along with Limited Review Report of the Statutory Auditors for the quarter and half year ended 30th September, 2020, is enclosed herewith.

The Meeting of Board of Directors commenced at 02:00 P.M. and concluded at 07:05 P.M.

Kindly take the above information in your records and oblige.

Thanking You,

Yours faithfully
For **Hindustan Everest Tools Limited**

Sonam Gupta
Company Secretary & Compliance Officer

Hindustan Everest Tools Limited



Dohil Chambers, 46 Nehru Place
New Delhi-110 019 (INDIA)

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CIN : L74899DL1962PLC003634

HINDUSTAN EVEREST TOOLS LIMITED

CIN : L74899DL1962PLC003634

011-46579476

(ALL AMOUNTS ARE IN INDIAN RUPEES LAKH, EXCEPT IF OTHERWISE STATED)

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30-SEP-20

Particulars	Quarter ended			Half year ended		Year ended
	30-Sep-20 (Unaudited)	30-Jun-20 (Unaudited)	30-Sep-19 (Unaudited)	30-Sep-20 (Unaudited)	30-Sep-19 (Unaudited)	31-Mar-20 (Audited)
1 Income from continuing operations						
(a) Revenue from operations	-	-	-	-	-	-
(b) Other income	23.65	15.15	53.67	38.80	73.97	160.78
Total income from continuing operations	23.65	15.15	53.67	38.80	73.97	160.78
2 Expenses of continuing operations						
(i) Purchases of traded goods	-	-	-	-	-	-
(ii) Employee benefits expense	12.20	13.58	24.06	25.78	57.71	102.81
(iii) Depreciation	-	-	3.18	-	6.58	20.92
(iv) Finance cost	-	-	-	-	-	18.68
(v) Provision for expected credit loss	-	-	-	-	-	77.01
(vi) Other expenses	32.92	33.93	29.65	66.84	63.56	174.54
Total expenses of continuing operations	45.12	47.51	56.89	92.63	127.85	393.95
3 Loss from continuing operations before exceptional item	(21.47)	(32.36)	(3.22)	(53.83)	(53.88)	(233.17)
Exceptional Item	-	145.1	-	145.1	-	-
4 (Loss)/profit before tax	(21.47)	112.74	(3.22)	91.26	(53.88)	(233.17)
5 Income tax expense						
Current tax	(3.58)	14.23	-	10.64	-	-
Deferred tax	-	-	-	-	-	1,075.19
	(3.58)	14.23	-	10.64	-	1,075.19
6 (Loss)/profit after tax from continuing operations	(17.89)	98.51	(3.22)	80.62	(53.88)	(1,308.36)
7 Discontinued operations						
Loss from discontinued operations before tax	-	(2.69)	-	(2.69)	-	(154.51)
Tax expense of discontinued operations						
Current tax	-	-	-	-	-	-
Deferred tax charge/(credit)	-	-	-	-	-	-
Loss for the year from discontinued operations	-	(2.69)	-	(2.69)	-	(154.51)
8 (Loss)/profit for the period/year	(17.89)	95.82	(3.22)	77.94	(53.88)	(1,462.87)
9 Other comprehensive income for the period/year, net of tax						
10 Total comprehensive income for the period/year	(17.89)	95.82	(3.22)	77.94	(53.88)	(1,462.87)
11 Paid-up equity share capital (face value of share Rs.10/- each)	160.72	160.72	160.72	160.72	160.72	160.72
12 Other equity	-	-	-	-	-	1,477.72
13 Earnings/(loss) per share (Not annualised)						
from continuing operations						
Basic (Rs.)	(1.34)	7.01	(0.20)	5.68	(3.35)	(14.51)
Diluted (Rs.)	(1.34)	7.01	(0.20)	5.68	(3.35)	(14.51)
from discontinued operations						
Basic (Rs.)	-	(0.16)	-	(0.16)	-	(9.61)
Diluted (Rs.)	-	(0.16)	-	(0.16)	-	(9.61)
from continuing and discontinued operations						
Basic (Rs.)	(1.34)	6.85	(0.20)	5.52	(3.35)	(24.12)
Diluted (Rs.)	(1.34)	6.85	(0.20)	5.52	(3.35)	(24.12)



Notes:

1.STATEMENT OF ASSETS AND LIABILITIES AS AT 30-SEP-20

(Amount in lakh)

Particulars	As at 30-Sep-20 (Unaudited)	As at 31-Mar-20 (Audited)
ASSETS		
Non Current Assets		
Income tax assets	19.13	19.13
Total non-current assets	19.13	19.13
Current assets		
Property, plant and equipment held for Sale		22.60
Financial assets		1,840.41
- Investments		94.11
- Cash and cash equivalents	1,996.13	1.99
- Bank balance other than cash and cash equivalents	2.19	2.21
Other current assets	1.42	9.88
Current assets pertaining to discontinued operations	9.88	
Total current assets	2,009.63	1,971.20
TOTAL ASSETS	2,028.76	1,990.33
EQUITY AND LIABILITIES		
Equity		
Equity share capital	160.72	160.72
Other equity	1,555.66	1,477.72
Total equity	1,716.38	1,638.44
Liabilities		
Current liabilities		
- Trade payables		
-to micro, small and medium enterprises		
-to others	25.92	34.19
- Other financial liabilities	44.91	81.56
Other current liabilities	29.10	21.27
Current tax liabilities	212.44	214.87
Current liabilities pertaining to discontinued operations		
Total current liabilities	312.38	351.89
Total liabilities	312.38	351.89
TOTAL EQUITY AND LIABILITIES	2,028.76	1,990.33



Notes:

2. STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 30-SEP-20

(Amount in lakh)

	Half year ended 30-Sep-20 (Unaudited)	Half year ended 30-Sep-19 (Unaudited)
	₹	₹
Cash flow from operating activities		
(Loss)/ profit before income tax from- Continuing operations	91.27	(53.88)
Discontinued operations	(2.69)	-
(Loss)/ profit before income tax	88.59	(53.88)
Adjustments for:		
Depreciation and amortisation expense	-	6.58
Gain on fair valuation of financial assets	-	(73.93)
Loss/Gain on disposal of property, plant and equipments	(145.09)	7.45
Interest received	(31.93)	-
Gain on sale of investment	(6.25)	-
Operating loss before Working Capital Changes	(94.69)	(113.78)
Change in operating assets and liabilities		
in other current assets	0.78	(10.86)
in trade payables	(5.12)	(2.85)
in other current liabilities	(36.35)	(1.55)
in other financial liabilities	(8.27)	13.05
in provisions	13.33	-
	(130.32)	(115.99)
Cash generated from/(used in) operations	(2.81)	0.13
Income taxes paid	(133.13)	(115.86)
Net cash flow used in operating activities (A)		
Cash flows from investing activities		
Proceeds from sale of property, plant and equipments	156.75	3.00
Proceeds from sale of investments (Shares & MF)	1,846.67	120.00
Interest received	31.93	-
Net cash flow from investing activities (B)	2,035.35	123.00
Cash flows from financing activities		
Net cash flow from/ (used in) financing activities (C)		
Net increase/(decrease) in cash and cash equivalents (A+B+C)	1,902.22	7.14
Cash and cash equivalents at the beginning of the financial year	96.10	13.91
Cash and cash equivalents at end of the year	1,998.33	21.05
Components of cash and cash equivalents		
Balance with banks		
-in current account	40.83	18.86
-in deposit account	1,957.50	-
Cash on hand	-	0.20
Bank balance other than cash and cash equivalent	-	1.99
Total cash and cash equivalents	1,998.33	21.05



Notes :

- 3 The above Statement of "Unaudited Financial Results" for the quarter and half year ended 30-Sep-20 ("the Statement") has been reviewed by the audit committee and approved by the Board of Directors in its meeting held on 11-November-20. The Statutory auditors' have issued an un-modified opinion on the Statement.
- 4 The financial results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with relevant rules framed thereunder and other accounting principles generally accepted in India.
- 5 Subsequent to closure of its only manufacturing facility in year 2017, the management of the Company has been exploring various business activities in trading as well as manufacturing space with a particular emphasis in engineering sector which has traditionally been the expertise of the management since the inception of the Company.

During the quarter ended 31-Dec-18, the Company had substantially completed the settlement of liabilities, and realisation of assets, pertaining to its discontinued operations. Net surplus funds are available at the Corporate level for investment in a new business and the same have been temporarily invested in debt based mutual funds to earn risk free returns. As of now, income from or gain on fair valuation, of these investments is major source of income for the Company. However, the investments are temporary and the management of the Company does not foresee it to be a permanent source in view of the aforementioned business plan under evaluation. Consequently, the statutory liabilities and tax credits shall now be considered at Corporate level as majority of the liabilities of discontinued operations have been settled. Only specific liabilities of discontinued operations are disclosed under discontinued operations. Consequently, figures for the discontinued operations have been separately disclosed and operations of the trading activities have been considered as continuing. Accordingly, corresponding figures for the previous periods have been reclassified/regrouped as per current period presentation.

The net worth of the Company as on date is positive and there is no foreseeable issue that the Company shall not be able to pay off its remaining liabilities which are not significant in current context.

In view of improved net worth and availability of funds, the management is hopeful to finalise a new business plan for the Company in near future and the Company shall be able to continue as a going concern.

However, out of abundant caution and in view of accounting principle of prudence, all the assets have been shown at lower of book value and net realisable value and all known liabilities have been fully recorded at values at which the same are likely to be discharged. Consequently, all the known losses have been recorded and unrealised gains, if any, have been ignored.

- 6 In accordance with IND AS- 108, the Company has only one segment i.e. business of trading in metals.
- 7 The Company has taken into account the possible impacts of COVID-19 in preparation of the standalone financial results; including but not limited to its assessment of liquidity and going concern assumption, recoverable values of its financial and non-financial assets, impact on revenues and on its cost.

The Company has considered internal and certain external sources of information up to the date of approval of the standalone quarterly financial results and there are no factors that can impact the carrying amount of its assets. Post commencement of unlocking of the lockdown the Company's operations have been very slow due to various restrictions during lock-down.



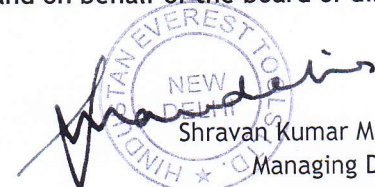
- 8 Algoquant Financial LLP ("Acquirer") has entered into a Share Purchase Agreement ("SPA") dated October 24, 2020 with Mr. Shравan Kumar Mandelia (Promoter), Mr. Bal Gopal Mandelia ("Promoter"), Shравan Kumar Mandelia HUF, Bal Gopal Mandelia HUF (together hereafter referred to as "Sellers"), Mandelia Investments Private Limited (the "MIPL") and Hindustan Everest Tools Limited ("the Company"). Pursuant to the said SPA, the Acquirer has agreed to acquire 100% of the equity share capital of MIPL. MIPL in turn holds 8,34,470 Equity Shares constituting 51.92% of the Voting Share Capital of the Company.

The aforementioned acquisition is subject to approval of BSE/SEBI, as applicable.

- 9 The format of the quarterly financial results are available on the websites of Bombay Stock Exchange and the website of the Company ("www.everesttools.com").

For and on behalf of the board of directors

Place: New Delhi
Date: 11-November-20


Shравan Kumar Mandelia
Managing Director
DIN: 00040532





Independent Auditor's Review Report on Quarterly Unaudited standalone Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors of Hindustan Everest Tools Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Hindustan Everest Tools Limited** ("the Company") for the quarter and half year ended 30-September-20 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



5. We draw attention to note 5, explaining in detail the management's plan to identify a new business and the ability of the Company to continue as a going concern.

Our conclusion is not qualified in respect of this matter

For SSRA & Co.

Chartered Accountants

Firm Registration No.- 014266N



Suresh Goyal
(Partner)

Membership No.- 093744

UDIN: 20093711AAAA DZ9418



Place: New Delhi

Date: 11-November-20