

HET/01/2018/ 788  
January 25, 2018

**Hindustan  
Everest Tools  
Limited** 

Dohil Chambers, 46 Nehru Place  
New Delhi-110 019 (INDIA)  
Ph. : 91-11-46692600, Fax : 011-41606788  
E-mail : ho@everesttools.com  
CIN : L74899DL1962PLC003634

**Bombay Stock Exchange Limited**  
Floor 25, P J Tower,  
Dalal Street,  
Mumbai -400001

**Re: Company's Code No. 505725**  
**Sub: Under Regulation 33 of the SEBI (LODR) Regulation, 2015**

Dear Sirs,

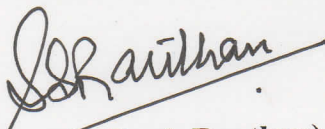
This is to inform you that the Board of Directors of the Company, in their meeting held on Thursday, 25th January, 2018 (Timings: Meeting commenced at 5.00 P.M. and concluded at 6.00 P.M.), have inter-alia considered and approved the Standalone Un-audited Financial Results of the Company for the Quarter and Six-months ended 30<sup>th</sup> September, 2017, pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

A copy of the Results along with Limited Review Report of the Auditors of the Company thereon is enclosed herewith.

Kindly acknowledge the receipt and take it on your record.

Thanking you,

Yours faithfully,  
for HINDUSTAN EVEREST TOOLS LTD.

  
(Surendra Singh Rauthan)  
**Compliance Officer**

Encl: As Above



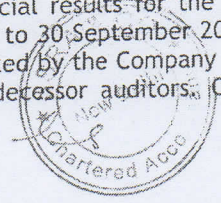


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Limited Review Report on Quarterly and Year to date Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Hindustan Everest Tools Limited

1. We have reviewed the accompanying Statement of unaudited financial results ("the Statement") of Hindustan Everest Tools Limited ("the Company") for the quarter ended 30 September 2017 and the year to date results for the period 1 April 2017 to 30 September 2017 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 modified by SEBI Circulars CIR/CGD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. 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 applicable accounting standards, as notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified in Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies, 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 modified by SEBI Circulars, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. We draw attention to note 3 explaining that the Company had prepared separate unaudited standalone financial results for the quarter ended 30 September 2016 and the year to date results for the period 1 April 2016 to 30 September 2016 prepared in accordance with the recognition and measurement principles laid down in AS 25, Interim Financial Reporting, prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) and SEBI Circulars CIR/CGD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, and other accounting principles generally accepted in India, which were audited by the predecessor auditor whose report dated 4 November 2016 expressed adverse opinion. These unaudited standalone quarterly financial results for the 30 September 2016 and the year to date results for the period 1 April 2016 to 30 September 2016 have been adjusted for the differences in the accounting principles adopted by the Company on transition to Ind AS, which have been not been reviewed by the predecessor auditors. Our opinion is not modified in respect of this matter.



**SSRA & CO**  
CHARTERED ACCOUNTANTS

M-13, LGF SOUTH EXTENTION PART- 2, NEW DELHI 110049  
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The figures for the corresponding quarter ended 30 September 2016 and the year to date results for the period 1 April 2016 to 30 September 2016, which have been included in the Statement have been prepared solely based on the information compiled by the management. These figures have been approved by the Company's Board of Directors but have not been subject to limited review or audit.

5. We draw attention to note 4, explaining in detail the management's plan to identify a new business and the ability of the Company to continue as a going concern.
6. The Company has not complied with the provisions of Section 203 (1)(ii) and (iii) of the Act, regarding appointment of Company Secretary (CS) and Chief Financial Officer (CFO). Our opinion is not qualified in respect of this matter.

For SSRA & Co.  
Chartered Accountants  
Firm Registration No. 014266N



Gaurav Singla  
Partner  
Membership No. 520292

Place : New Delhi  
Date : 25 January 2018

HINDUSTAN EVEREST TOOLS LIMITED  
CIN : L74899DL1962PLC003634

(ALL AMOUNTS ARE IN INDIAN RUPEES LAKHS, EXCEPT IF OTHERWISE STATED)  
STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED  
30-Sep-2017

	Particulars	Quarter ended			Half-year ended	
		30-Sep-17 (Unaudited)	30-Jun-17 (Unaudited)	30-Sep-16 (Unaudited)	30-Sep-17 (Unaudited)	30-Sep-16 (Unaudited)
1	Income from operations			Note 3		Note 3
(i)	Revenue from operations	-	-	117.25	-	559.42
(ii)	Other income	4.39	7.17	2.47	11.57	5.93
(iii)	Gain on sale of fixed assets	1,886.34	23.45	-	1,909.79	-
	<b>Total income from operations</b>	<b>1,890.73</b>	<b>30.62</b>	<b>119.72</b>	<b>1,921.36</b>	<b>565.35</b>
2	Expenses					
(i)	Cost of materials consumed	-	-	8.64	-	52.68
(ii)	Excise duty	-	-	-	-	-
(iii)	Purchase of trade goods	-	-	4.96	-	41.74
(iv)	(Increase)/ decrease in stock of finished goods, stock-in-trade and Work-in-progress	-	-	38.57	-	396.46
(v)	Employee benefits expense	76.82	92.18	138.17	169.00	315.08
(vi)	Finance cost	4.21	39.00	28.79	43.21	58.91
(vii)	Depreciation	5.03	12.44	14.70	17.46	29.50
(viii)	Other expenses	86.74	65.59	67.53	152.33	221.68
	<b>Total expenses</b>	<b>172.79</b>	<b>209.21</b>	<b>301.36</b>	<b>382.01</b>	<b>1,116.05</b>
3	Profit/(Loss) from operations before tax (1-2)	1,717.94	(178.59)	(181.64)	1,539.35	(550.70)
4	Tax (credit)/expense					
	Current tax (MAT)	300.00	-	-	300.00	-
	Deferred tax (MAT credit)	(300.00)	-	-	(300.00)	-
5	<b>Net Profit/(Loss) for the period (3-4)</b>	<b>1,717.94</b>	<b>(178.59)</b>	<b>(181.64)</b>	<b>1,539.35</b>	<b>(550.70)</b>
6	Other comprehensive income	-	-	-	-	-
7	<b>Total comprehensive income (5+6)</b>	<b>1,717.94</b>	<b>(178.59)</b>	<b>(181.64)</b>	<b>1,539.35</b>	<b>(550.70)</b>
8	Paid-up equity share capital (face value of share Rs.10/- each)	160.72	160.72	160.72	160.72	160.72
9	Earnings/(Loss) per share ( Not annualised)					
	Basic ( Rs.)	106.89	(11.11)	(11.30)	95.78	(34.26)
	Diluted ( Rs.)	106.89	(11.11)	(11.30)	95.78	(34.26)

Notes:-

- 1 The above Statement of Unaudited Standalone Quarterly Financial Results for the quarter and half year ended 30-Sep-17 ("the Statement") has been reviewed by the audit committee and approved by the Board of Directors in its meeting held on 25-Jan-18. The Statutory Auditors of the Company have carried out the limited review of the Statement.





- 2 The Company had closed its only manufacturing facility during the preceding financial year and following a definitive plan the management of the Company decided to monetise the assets of the Company to pay off the liabilities not only to remain solvent but also to explore some other business.

The Company entered into a binding agreement to dispose off the entire land of its only manufacturing facility located at Sonipat on 9-June-17. Subsequently, the Company has commenced disposal of all the other assets (other than land) as a part of definitive plan. As on date, the Company has paid off the entire bank borrowings and has paid a significant portion of its liabilities like trade other payables, statutory dues and employee's related dues. The net worth of the Company as on date is positive and there is no foreseeable reason that the Company shall not be able to pay off its remaining liabilities which are not significant in current context.

During the Quarter ended 30-Sep-17, the Company has recorded a net gain of Rs. 1886.45 lakhs on sale of fixed assets (year to date Rs. 1,909.79 lakhs) and scrap thereof. The net book value of asset sold was Rs.133.42 lakhs (year to date 210.65 lakhs).

However, out of abundant caution and in view of accounting principle of prudence, all the assets have been shown at lower of book value or 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.

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.

- 3 The Company has adopted the Indian Accounting Standards (Ind-AS) from 1-April-17 and accordingly, the Statements for the quarter ended 30-Sep-17 have been prepared in accordance with the recognition and measurement principles laid down in Indian Account Standards 34 - Interim Financial Reporting prescribed under section 133 of the Companies Act, 2013 read with relevant rules framed thereunder and other accounting principles generally accepted in India. The Company has opted to avail the relaxation provided by SEBI in respect of disclosure requirement for corresponding figures of earlier periods.

The date of transition to Ind-AS is 1-April-16. The impact of transition has been accounted for in the opening reserves and the comparative results for the corresponding period have been restated accordingly. The opening balance sheet as at 1-April-2016 and the results for the subsequent periods will be finalised and subject to audit at the time of annual financial statements for the year ended 31-March-18. The Ind-AS compliant financial results pertaining to the corresponding quarter ended 30-Sep-16, have not been subject to limited review or audit. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its operations.

- 4 In accordance with IND AS- 108, the Company had only one segment i.e. business of hand tools. However, the Company has discontinued its operations as explained in note 2 above. Accordingly, the results above are in respect of the discontinued operations of its only business segment.
- 5 After the closure of its only manufacturing plant, the Chief financial officer and Company Secretary of the Company have resigned. The management is in the process to find suitable candidates for these positions. The management of the Company has engaged a firm of practicing Company Secretary to help the Company in ensuring regulatory compliances.



6 Statement of Assets and Liabilities as at 30-Sep-17

(Rs in Lakhs)

Particulars	30-Sep-17
	(Unaudited)
<b>Assets</b>	
<b>Non-current assets</b>	
a) Property, plant and equipment	164.95
b) Financial assets	
i) Investment	16.06
<b>Current assets</b>	
a) Scrap of asset held for sale	
i) Fixed Asset	199.90
ii) Inventory	25.00
b) Inventories	76.03
c) Financial assets	
i) Current investments	451.97
ii) Trade receivables	8.46
iii) Cash & cash equivalent	135.78
iv) Other financial assets	8.26
d) Current tax asset (net)	41.29
e) Deferred tax asset	300.00
f) Other current assets	15.26
<b>Total Assets</b>	<b>1,442.96</b>
<b>Equity and liabilities</b>	
<b>Equity</b>	
a) Equity share capital	160.72
b) Other equity	(584.48)
<b>Liabilities</b>	
<b>Current liabilities</b>	
a) Financial liabilities	
i) Trade payables	53.32
b) Other current liabilities	1,459.86
c) Short term provisions	53.54
d) Current tax liability	300.00
<b>Total Equity and Liabilities</b>	<b>1,442.96</b>





# Hindustan Everest Tools Limited



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- 7 Reconciliation of net profit/(loss) as per generally accepted accounting principles (Previous GAAP) and as per Ind AS is given below-

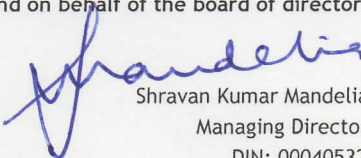
Particulars	Quarter ended	Half year ended
	30-Sep-16	30-Sep-16
Net profit/(loss) after tax as reported under IGAAP	(183.73)	(554.80)
Ind AS adjustment -		
-Gain on fair value of long term investments through profit and loss	2.09	4.10
Net profit/(loss) after tax as per Ind AS	(181.64)	(550.70)
Other comprehensive income, net of tax		
Total comprehensive income	(181.64)	(550.70)

- 8 The previous period's/year's figures have been re-grouped/re-arranged wherever considered necessary.
- 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: January 25, 2018



  
Shравan Kumar Mandelia  
Managing Director  
DIN: 00040532