



ಹಿಂದುಸ್ತಾನ್ ಏರೋನಾಟಿಕ್ಸ್ ಲಿಮಿಟೆಡ್  
ಹಿಂದುಸ್ತಾನ್ ಏರೋನಾಟಿಕ್ಸ್ ಲಿಮಿಟೆಡ್  
ಮುಖ್ಯಾಲಯ  
HINDUSTAN AERONAUTICS LIMITED  
CORPORATE OFFICE

CO/SEC/4(7)/2023-24/ BSE & NSE Filing/14

12<sup>th</sup> May, 2023

बीएसई लिमिटेड BSE Limited लिस्टिंग विभाग Listing Department फिरोज जीजीभोय टॉवर्स Phiroze Jeejeebhoy Towers, दलाल स्ट्रीट Dalal Street, मुंबई Mumbai – 400 001	नैशनल स्टॉक एक्सचेंज ऑफ इंडिया लिमिटेड National Stock Exchange of India Ltd लिस्टिंग विभाग Listing Department एक्सचेंज प्लाजा, 5 वाँ तल, प्लाट नं. सी/1 Exchange Plaza, 5 <sup>th</sup> Floor, Plot No C/1, जी ब्लॉक, बांद्रा-कुर्ला कॉम्प्लेक्स, बांद्रा (पूर्व) G Block, Bandra-Kurla Complex, Bandra (E), मुंबई Mumbai – 400051
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प्रिय महोदय/ महोदया Dear Sir/ Madam,

**विषय:** दिनांक 31 मार्च, 2023 को समाप्त तिमाही एवं वर्ष हेतु  
लेखापरीक्षित वित्तीय परिणाम (स्टैंडअलोन एवं समेकित)

**Sub: Audited Financial Results (Standalone and Consolidated) for the quarter and  
year ended 31<sup>st</sup> March, 2023**

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

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

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कंपनी के निदेशक मंडल ने आज हुई अपनी बैठक में दिनांक 31 मार्च, 2023 को समाप्त तिमाही एवं वर्ष हेतु, अन्य बातों के साथ-साथ, लेखापरीक्षित वित्तीय परिणामों (स्टैंडअलोन एवं समेकित) के संबंध में अनुमोदन प्रदान किया।

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 year ended 31<sup>st</sup> March, 2023.

2. लिस्टिंग विनियम के विनियम 33 के अनुसरण में, हम निम्नलिखित सूचनाओं को संलग्न कर रहे हैं:

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

a) दिनांक 31 मार्च, 2023 को समाप्त तिमाही एवं वर्ष हेतु लेखापरीक्षित वित्तीय परिणामों (स्टैंडअलोन एवं समेकित) से संबंधित विवरण (अनुबंध-I)

Statement showing the Audited Financial Results (Standalone and Consolidated) for the quarter and year ended 31<sup>st</sup> March, 2023. (**Annexure-I**);

15/1, ಕಂಬ್ಯೂನ್ ರೋಡ್, ಬೆಂಗಳೂರು - 560 001, ಕರ್ನಾಟಕ, ಭಾರತ

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

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

ಇ ಮೇಲ್ (Email : cosec@hal-india.co.in

CIN: L35301KA1963GOI001622

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

3. सूचित किया जाता है कि लिस्टिंग विनियम 33(3)के संदर्भ में, सांविधिक लेखापरीक्षक, मेसर्स ए जॉन मोरिस एंड कंपनी, शासपत्रित लेखाकार (फर्म पंजीकरण सं. 007220S) ने दिनांक 31 मार्च, 2023 को समाप्त तिमाही एवं वर्ष हेतु लेखापरीक्षित वित्तीय परिणामों (स्टैंडअलोन एवं समेकित) के संबंध में असंशोधित राय के साथ लेखापरीक्षा रिपोर्ट जारी की है।

This is to inform that the Statutory Auditors, M/s. A John Moris & Co., Chartered Accountants (Firm Registration No. 007220S) have issued an Audit Report with unmodified opinion on the Audited Financial Results (Standalone and Consolidated) for the quarter and year ended 31<sup>st</sup> March, 2023 in terms of Regulation 33(3) of the Listing Regulations.

4. हम उपर्युक्त परिणामों का सार (अनुबंध-IV) संलग्न कर रहे हैं, जो लिस्टिंग विनियम के विनियम 47 के अनुसरण में समाचार पत्रों में प्रकाशित किया जाएगा।

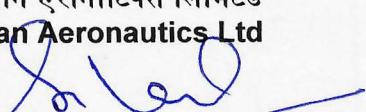
We are also enclosing an extract of the aforementioned results, which would be published in the newspapers in accordance with Regulation 47 of the Listing Regulations (**Annexure-IV**).

5. कंपनी के निदेशक मंडल की बैठक 10.00 बजे प्रारंभ हुई तथा 12.45 बजे समाप्त हुई।  
 The meeting of the Board of Directors of the Company commenced at 10.00 hours and concluded at 12.45 hours.

6. कृपया पावती भेजें। Kindly acknowledge the receipt.

धन्यवाद Thanking you,

भवदीय Yours Faithfully  
 कृते हिन्दुस्तान एरोनॉटिक्स लिमिटेड  
 For Hindustan Aeronautics Ltd



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

संलग्न Encl: उपरोक्त As stated above.

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 YEAR ENDED 31<sup>ST</sup> MARCH, 2023

Rs in Lakhs

Sl.No	Particulars	Standalone				
		Quarter ended		Year ended		
		31-Mar-23 (Audited)	31-Dec-22 (Audited)	31-Mar-22 (Audited)	31-Mar-23 (Audited)	31-Mar-22 (Audited)
<b>1</b>	<b>Income from Operations</b>					
	(a) Revenue from operations	12,49,458	5,66,586	11,55,814	26,92,785	24,62,021
	(b) Other Income	72,196	49,695	50,341	1,67,180	98,634
	<b>Total Income</b>	<b>13,21,654</b>	<b>6,16,281</b>	<b>12,06,155</b>	<b>28,59,965</b>	<b>25,60,655</b>
<b>2</b>	<b>Expenses</b>					
	(a) Cost of materials consumed	4,97,134	2,05,433	3,57,839	10,01,026	8,75,525
	(b) Purchase of stock-in-trade	46,631	18,354	28,414	79,915	65,668
	(c) Changes in Inventories of Finished Goods, Work-in-Progress, Stock-in-Trade and Scrap	-67,477	25,514	77,614	-69,145	59,229
	(d) Employee benefits expense	1,61,136	1,12,924	1,39,876	4,89,589	4,58,983
	(e) Finance Costs	5,528	206	4,209	5,791	5,814
	(f) Depreciation and Amortisation Expense	1,05,535	26,869	38,233	1,78,391	1,10,987
	(g) Impairment Loss	57,516	463	16,605	59,743	17,643
	(h) Other expenses	41,609	44,073	36,344	1,55,796	1,20,874
	(i) Direct Input to WIP/Expenses Capitalised	5,809	3,248	11,023	51,603	32,315
	(j) Provisions	2,11,376	80,966	2,61,419	3,74,264	3,73,918
	<b>Total Gross Expenses</b>	<b>10,64,797</b>	<b>5,18,050</b>	<b>9,71,576</b>	<b>23,26,973</b>	<b>21,20,956</b>
	Less: Expenses relating to Capital and Other Accounts	28,520	22,943	22,806	1,16,302	83,416
	<b>Total Expenses</b>	<b>10,36,277</b>	<b>4,95,107</b>	<b>9,48,770</b>	<b>22,10,671</b>	<b>20,37,540</b>
<b>3</b>	<b>Profit/(Loss) before Exceptional items and Tax (1-2)</b>	<b>2,85,377</b>	<b>1,21,174</b>	<b>2,57,385</b>	<b>6,49,294</b>	<b>5,23,115</b>
<b>4</b>	<b>Exceptional item</b>	-	-	-	-	-
<b>5</b>	<b>Profit/(Loss) before tax (3+4)</b>	<b>2,85,377</b>	<b>1,21,174</b>	<b>2,57,385</b>	<b>6,49,294</b>	<b>5,23,115</b>
<b>6</b>	<b>Tax expense</b>					
	(i) Current Tax	1,21,705	39,644	1,26,316	2,25,000	1,90,000
	(ii) Earlier Tax (Refund)/Liability	-72,294	-25,052	-1,19,273	-97,346	-1,19,273
	(iii) Deferred Tax	-48,164	-8,817	-59,854	-59,477	-56,262
		1,247	5,775	-52,811	68,177	14,465
<b>7</b>	<b>Net Profit / (Loss) for the period (5-6)</b>	<b>2,84,130</b>	<b>1,15,399</b>	<b>3,10,196</b>	<b>5,81,117</b>	<b>5,08,650</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	1,484	-1,890	12,318	13,778	19,627
	(ii) Income Tax relating to items that will not be reclassified to statement of Profit and Loss	-374	476	-3,100	-3,468	-4,940
	<b>B. Items that will be reclassified to statement of Profit and Loss</b>					
	(i) Exchange differences in translating financial statements of foreign operations	-21	-	-	-21	-
	(ii) Income Tax relating to items that will be reclassified to statement of Profit and Loss	5	-	-	5	-
	<b>Total Other Comprehensive Income (A+B)</b>	<b>1,094</b>	<b>-1,414</b>	<b>9,218</b>	<b>10,294</b>	<b>14,687</b>
<b>9</b>	<b>Total Comprehensive Income for the period (7 + 8)</b>	<b>2,85,224</b>	<b>1,13,985</b>	<b>3,19,414</b>	<b>5,91,411</b>	<b>5,23,337</b>
<b>10</b>	<b>Paid-up Equity Share Capital (Face Value Rs.10 each)</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>23,17,178</b>	<b>18,92,961</b>
<b>12</b>	<b>Capital Redemption Reserve</b>				<b>14,761</b>	<b>14,761</b>
<b>13</b>	<b>Earnings per share (in Rupees) (EPS for the quarter are not annualised)</b>					
	(a) Basic	84.97	34.51	92.77	173.79	152.11
	(b) Diluted	84.97	34.51	92.77	173.79	152.11
<b>14</b>	<b>Net Worth (including Retained Earning)</b>				<b>23,50,617</b>	<b>19,26,400</b>

**Audited Balance Sheet:****Rs. in lakhs**

Particulars	Standalone	
	As at 31-Mar-23	As at 31-Mar-22
	(Audited)	(Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
(a) Property, Plant and Equipment	5,79,156	5,91,985
(b) Capital work - in progress	63,581	94,801
(c) Investment Property	3	3
(d) Goodwill	-	-
(e) Other Intangible assets	1,03,574	83,826
(f) Intangible assets under development	1,24,810	1,52,384
(g) Financial Assets		
(i) Investments in Subsidiaries and Joint Ventures	11,021	11,012
(ii) Investments	1,27,518	1,18,402
(iii) Trade receivables	-	-
(iv) Contract Assets	-	-
(v) Loans	621	693
(vi) Other Financial Assets	40,598	40,330
(h) Deferred tax assets (Net)	1,12,571	56,557
(i) Other non-current assets	3,59,654	1,81,464
<b>Total Non-current Assets</b>	<b>15,23,107</b>	<b>13,31,457</b>
<b>Current assets</b>		
(a) Inventories	12,16,067	14,36,358
(b) Financial Assets		
(i) Investments	-	-
(ii) Trade receivables	4,71,907	4,64,155
(iii) Contract Assets	9,37,640	7,80,865
(iv) Cash and Cash Equivalents	4,43,900	3,06,914
(v) Bank balances other than cash and cash equivalents	15,86,715	11,27,447
(vi) Loans	762	736
(vii) Other Financial Assets	1,11,898	1,02,474
(c) Current Tax Assets (Net)	-	-
(d) Other Current Assets	4,18,931	2,80,882
<b>Total Current Assets</b>	<b>51,87,820</b>	<b>44,99,831</b>
Assets held for sale	811	811
<b>TOTAL ASSETS</b>	<b>67,11,738</b>	<b>58,32,099</b>

**Audited Balance Sheet:**

Rs. in lakhs

Particulars	Standalone	
	As at 31-Mar-23	As at 31-Mar-22
	(Audited)	(Audited)
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
(a) Equity Share capital	33,439	33,439
(b) Other Equity	23,17,178	18,92,961
<b>Total Equity</b>	<b>23,50,617</b>	<b>19,26,400</b>
<b>LIABILITIES</b>		
<b>Non-current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ia) Lease Liabilities	182	178
(ii) Trade Payables	-	-
(iii) Other financial liabilities	52,503	52,468
(b) Provisions	1,33,294	1,24,824
(c) Deferred Tax Liabilities (Net)	-	-
(d) Other Non-Current Liabilities	10,92,600	12,26,244
<b>Total Non-Current Liabilities</b>	<b>12,78,579</b>	<b>14,03,714</b>
<b>Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ia) Lease Liabilities	14	8
(ii) Trade Payables		
Total outstanding dues of micro enterprises and small Enterprises	6,407	4,575
Total outstanding dues of creditors other than micro enterprises and Small Enterprises	3,07,327	2,51,402
(iii) Other Financial liabilities	2,10,734	1,85,024
(b) Other Current Liabilities	18,53,667	14,75,484
(c) Provisions	6,77,665	5,05,578
(d) Current Tax Liabilities (Net)	26,728	79,914
<b>Total Current Liabilities</b>	<b>30,82,542</b>	<b>25,01,985</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>67,11,738</b>	<b>58,32,099</b>

**Standalone Statement of Cash Flows**

(Rs in Lakhs)

SI. No.	Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
A	<b>Cash flow from Operating activities</b>		
	Profit After Tax	581117	508650
	<b>Adjustments to reconcile net profit to net cash provided by operating activities</b>		
	Income Tax expense	68177	14465
	(Gain)/Loss on sale of Property, Plant & Equipment	-318	-157
	Finance cost	2576	5580
	Interest Income	-149836	-68711
	Dividend Income	-240	-196
	Net (Gain)/Loss on Fair Value Adjustment	-291	313
	Other Adjustments	-21	
	Depreciation, amortization and impairment expense	238134	128630
	Provision for Impairment in Value of Investments	1491	557
	Provision for Doubtful Debts	10416	105568
	Provision for Doubtful Claims	2974	7120
	Provision for Replacement and Other charges	245052	78729
	Provision for Warranty	43901	51544
	Provision for Raw Materials and Components, Stores and Spare parts, Loose Tools and Equipment, Construction Materials, Work-in-progress and Inventory - Warranty	28140	56005
	Provision for Liquidated Damages	42290	74395
	<b>Operating Profit Before Working Capital Changes</b>	1113562	962492
	<b>Adjustments for:</b>		
	(Increase)/decrease in Trade Receivables	-174943	61135
	(Increase)/decrease in Loans, Financial Assets and Other Assets	-162647	-135390
	(Increase)/decrease in Inventories	192151	176493
	Increase/(decrease) in Trade Payables	57757	29904
	Increase/(decrease) in Financial Liabilities, Provisions and Other Liabilities	133240	26154
	<b>Cash generated from Operations</b>	1159120	1120788
	Income Taxes Paid	-275570	-102745
	<b>Net Cash (used in)/generated from Operating Activities (A)</b>	883550	1018043
B	<b>Cash flow from Investing activities</b>		
	Purchase of Property, Plant & Equipment	-78234	-79892
	Purchase of Intangible Assets	-99879	-70127
	Proceeds from sale of Property, Plant & Equipment	506	317
	Investment in Joint Ventures		-1000
	Investment in Subsidiary	-1500	
	Purchase of other non current Investments	-9116	-23476
	Investment in short term deposits	-459268	-1124962
	Interest Received	73817	20035
	Dividend Received from Joint Ventures	240	196
	<b>Net Cash (used in)/generated from Investing Activities (B)</b>	-573434	-1278909
C	<b>Cash flow from Financing Activities</b>		
	Repayment of Borrowings-Current (Net)		-907
	Payment of Lease Liabilities	-368	-7
	Interest paid	-5568	-11699
	Dividend Paid	-167194	-133755
	<b>Net Cash (used in)/generated from Financing Activities (C)</b>	-173130	-146368
D	<b>Net increase/(decrease) in Cash and Cash Equivalents (A+B+C+D)</b>	136986	-407234
	Add: Cash and Cash Equivalents at the beginning of the year	306914	714148
	<b>Cash and Cash Equivalents at the end of the year</b>	443900	306914

## Notes:

- The above Statement of Cash Flows has been prepared under the "Indirect Method" as set out in Indian Accounting Standard 7 "Statement of Cash Flow"
- Cash & Cash equivalent include Short Term Deposits with Bank
- Previous year figures are rearranged or regrouped wherever necessary
- Cash and Cash Equivalents are available fully for use

*Amritpal Singh**JY**S. Bhandal*

7

**Standalone Notes:**

- 1) The above results have been reviewed and recommended by the Audit Committee in its meeting held on 12.05.2023 and approved by the Board of Directors in the meeting held on the same date.
- 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 year ended March 31, 2023.
- 3) 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/year ended 31 March 2023 by Rs.1406 lakh and Rs.5155 lakh respectively (quarter/year ended 31 March 2022 by Rs.1503 lakh and Rs.5256 lakh respectively) and a consequential reduction in sales revenue for the quarter/year ended 31 March 2023 by Rs.399 lakh and Rs.1239 lakh respectively (quarter/year ended 31 March 2022 by Rs.182 lakh and Rs.812 lakh respectively). While so, the Employees Union and Officers Association have 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 has granted interim stay on recoveries. Pending disposal of the writ petitions by the High court, the excess amount is shown under claims recoverable (Gross) for Rs.29645 lakh (Previous year 31.03.2022: Rs.24489 lakh) and an equal amount of provision has been made in the books of accounts.
- 4) The Company has undertaken the design and development of Hindustan Turbo Prop Trainer Aircraft ( HTT-40). HAL has signed a contract with MoD on 06 March 2023 for supply of 70 HTT 40 Aircraft. As per the Contract, Rs.82824 lakh (excluding taxes) has been sanctioned towards Design & Development of HTT 40 aircraft. Accordingly, Rs.76968 lakh has been recognised as revenue during the year. The development expenditure of Rs.58518 lakh has been amortised against the revenue recognised.
- 5) The Bruhat Bangalore Mahanagara Palike (BBMP) issued a Demand Notice dated 24.09.21 for a sum of Rs.20253 lakh (inclusive of interest, cess and penalty) for the period between 2008-09 to 2021-22 with respect to property tax for properties owned by the Company. The Company challenged the same before City Civil Court. During the pendency of the case, the matter was taken up by BBMP before the Government of Karnataka ('GoK') and a "One Time Settlement Scheme" was notified by GoK on 27.03.2023. In furtherance thereof, a revised Demand Notice dated 31.03.2023 for Rs.9159 lakh (including property tax, cess and interest) was issued by BBMP. The said demand was paid and complied by the Company on 31.03.2023.

- 6) Pursuant to the orders passed by the Income Tax Appellate Tribunal for the A.Y. 2007-08, 2010-11 to 2015-16, the assessing officer has determined a refund of Rs.182735 lakh during the year ended 31 March 2023 (PY Rs.145546 lakh). The refund includes an interest of Rs.56947 lakh (PY Rs.26273 lakh). Consequently, for the year ended 31 March 2023 interest income of Rs.56947 lakh (Rs.39254 lakh for the quarter ended 31 March 2023) is recognised in other income and excess provisions of tax of Rs.97346 lakh (Rs.72294 lakh for the quarter ended 31 March 2023) relating to earlier year is disclosed under tax expenses. The excess provision of Rs.97346 lakh (Rs.72294 lakh for the quarter ended 31 March 2023) is determined after adjustment of Rs.28442 lakh towards tax liability for the Assessment Year 2019-20.
- 7) 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”.
- 8) To achieve the mandatory threshold of 25% minimum public shareholding in the Company, Government of India (GoI) had offered 3.5% (1,17,03,563) equity shares of the Company to non-Retail Investors and Retail Investors on March 23-24, 2023, out of its shareholding of 75.15% in the Company, through Offer for Sale (OFS) by Stock Exchange Mechanism. Consequent to the OFS, the Government of India shareholding stands at 71.65%.
- 9) The Board of Directors of the Company, at its meeting held on 10 March, 2023, declared second interim dividend of Rs.20 per equity share. The total interim dividend declared for the Financial Year 2022-23 is Rs.40 per equity share of Rs.10 each fully paid up (400%).
- 10) Figures for the previous periods have been regrouped / reclassified to conform to the classification of the current period, wherever necessary.

**For**

**A JOHN MORIS & CO**

Chartered Accountants

Firm Registration No. 007220S

  
**CA A.G.Krishnan**

Partner

Membership No. 021183

**Place:** Bengaluru

**Date:** 12.05.2023

  
**CB ANANTHAKRISHNAN**

Chairman & Managing Director

(Additional Charge)

DIN: 06761339

  
**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 YEAR ENDED 31<sup>ST</sup> MARCH, 2023

9

Rs in Lakhs

Sl.No	Particulars	Consolidated				
		Quarter ended		Year ended		
		31-Mar-23 (Audited)	31-Dec-22 (Audited)	31-Mar-22 (Audited)	31-Mar-23 (Audited)	31-Mar-22 (Audited)
<b>1</b>	<b>Income from Operations</b>					
	(a) Revenue from operations	12,49,467	5,66,554	11,55,823	26,92,746	24,62,002
	(b) Other Income	72,223	49,718	50,356	1,67,012	98,493
	<b>Total Income</b>	<b>13,21,690</b>	<b>6,16,272</b>	<b>12,06,179</b>	<b>28,59,758</b>	<b>25,60,495</b>
<b>2</b>	<b>Expenses</b>					
	(a) Cost of materials consumed	4,96,391	2,05,105	3,57,698	9,99,368	8,75,224
	(b) Purchase of stock-in-trade	46,631	18,354	28,414	79,915	65,668
	(c) Changes in Inventories of Finished Goods, Work-in-Progress, Stock-in-Trade and Scrap	-67,409	25,515	77,615	-69,072	59,230
	(d) Employee benefits expense	1,61,504	1,13,280	1,40,267	4,91,037	4,60,442
	(e) Finance Costs	5,530	207	4,211	5,797	5,820
	(f) Depreciation and Amortisation Expense	1,05,561	26,888	38,250	1,78,467	1,11,053
	(g) Impairment Loss	57,516	463	16,605	59,743	17,643
	(h) Other expenses	41,675	44,133	36,397	1,56,059	1,21,086
	(i) Direct Input to WIP/Expenses Capitalised	5,809	3,248	11,023	51,603	32,315
	(j) Provisions	2,11,291	80,855	2,60,917	3,72,480	3,72,954
	<b>Total Gross Expenses</b>	<b>10,64,499</b>	<b>5,18,048</b>	<b>9,71,397</b>	<b>23,25,397</b>	<b>21,21,435</b>
	Less: Expenses relating to Capital and Other Accounts	28,520	22,943	22,806	1,16,302	83,416
	<b>Total Expenses</b>	<b>10,35,979</b>	<b>4,95,105</b>	<b>9,48,591</b>	<b>22,09,095</b>	<b>20,38,019</b>
<b>3</b>	<b>Profit/(Loss) before Share of Profit/(Loss) of Joint Ventures, Exceptional items and Tax (1-2)</b>	<b>2,85,711</b>	<b>1,21,167</b>	<b>2,57,588</b>	<b>6,50,663</b>	<b>5,22,476</b>
<b>4</b>	Share of Profit/(Loss) of Joint Ventures (JV) accounted using Equity Method	-1,345	127	109	287	-23
<b>5</b>	<b>Profit/(Loss) before Exceptional items and Tax (3+4)</b>	<b>2,84,366</b>	<b>1,21,294</b>	<b>2,57,697</b>	<b>6,50,950</b>	<b>5,22,453</b>
<b>6</b>	Exceptional item	-	-	-	-	-
<b>7</b>	<b>Profit/(Loss) before tax (5+6)</b>	<b>2,84,366</b>	<b>1,21,294</b>	<b>2,57,697</b>	<b>6,50,950</b>	<b>5,22,453</b>
<b>8</b>	<b>Tax expense</b>					
	(i) Current Tax	1,21,705	39,644	1,26,316	2,25,000	1,90,000
	(ii) Earlier Tax (Refund)/Liability	-72,294	-25,052	-1,19,273	-97,346	-1,19,273
	(iii) Deferred Tax	-48,164	-8,817	-59,854	-59,477	-56,262
		1,247	5,775	-52,811	68,177	14,465
<b>9</b>	<b>Net Profit / (Loss) for the period (7-8)</b>	<b>2,83,119</b>	<b>1,15,519</b>	<b>3,10,508</b>	<b>5,82,773</b>	<b>5,07,988</b>
<b>10</b>	<b>Other Comprehensive Income (OCI)</b>					
	A. Items that will not be reclassified to statement of Profit and Loss					
	(i) Remeasurements of defined benefit plans	1,428	-1,847	12,244	13,800	19,607
	(ii) Share of Other Comprehensive Income of JV's accounted using Equity Method	9	-	-	6	7
	(iii) Income Tax relating to items that will not be reclassified to statement of Profit and Loss	-374	476	-3,100	-3,468	-4,940
	B. Items that will be reclassified to statement of Profit and Loss					
	(i) Exchange differences in translating financial statements of foreign operations	-21	-	-	-21	-
	(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	5	-	-	5	-
	<b>Total Other Comprehensive Income (A+B)</b>	<b>1,047</b>	<b>-1,371</b>	<b>9,144</b>	<b>10,322</b>	<b>14,674</b>
<b>11</b>	<b>Total Comprehensive Income for the period (9 + 10)</b>	<b>2,84,166</b>	<b>1,14,148</b>	<b>3,19,652</b>	<b>5,93,095</b>	<b>5,22,662</b>
<b>12</b>	<b>Profit/(Loss) for the period attributable to-</b>					
	Owners of the Company	2,83,118	1,15,519	3,10,517	5,82,774	5,08,004
	Non Controlling interest	1	-	-9	-1	-16
<b>13</b>	<b>Other Comprehensive Income for the period attributable to-</b>					
	Owners of the Company	1,047	-1,371	9,144	10,322	14,674
	Non Controlling interest	-	-	-	-	-
<b>14</b>	<b>Total Comprehensive Income for the period attributable to-</b>					
	Owners of the Company	2,84,165	1,14,148	3,19,661	5,93,096	5,22,678
	Non Controlling interest	1	-	-9	-1	-16
<b>15</b>	<b>Paid-up Equity Share Capital (Face Value Rs. 10 each)</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>	<b>33,439</b>
<b>16</b>	<b>Other Equity excluding Revaluation Reserves</b>				<b>23,23,776</b>	<b>18,97,874</b>
<b>17</b>	<b>Capital Redemption Reserve</b>				<b>14,761</b>	<b>14,761</b>
<b>18</b>	<b>Earnings per share (in Rupees) (EPS for the quarter are not annualised)</b>					
	(a) Basic	84.67	34.55	92.86	174.28	151.92
	(b) Diluted	84.67	34.55	92.86	174.28	151.92
<b>19</b>	<b>Net Worth (including Retained Earning)</b>				<b>23,57,589</b>	<b>19,31,688</b>

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**Audited Balance Sheet:**

Rs. in lakhs

Particulars	Consolidated	
	As at 31-Mar-23	As at 31-Mar-22
	(Audited)	(Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
(a) Property, Plant and Equipment	5,79,862	5,92,758
(b) Capital work - in progress	63,690	94,910
(c) Investment Property	3	3
(d) Goodwill	-	-
(e) Other Intangible assets	1,03,575	83,827
(f) Intangible assets under development	1,24,810	1,52,384
(g) Investments accounted for using the equity method	16,833	16,779
(h) Financial Assets		
(i) Investments	1,28,959	1,19,491
(ii) Trade receivable	-	-
(iii) Contract Assets	-	-
(iv) Loans	621	693
(v) Other Financial Assets	41,298	41,030
(i) Deferred tax assets (Net)	1,12,571	56,557
(j) Other non-current assets	3,59,654	1,81,464
<b>Total Non-current Assets</b>	<b>15,31,876</b>	<b>13,39,896</b>
<b>Current assets</b>		
(a) Inventories	12,14,869	14,34,728
(b) Financial Assets		
(i) Investments	-	-
(ii) Trade receivables	4,71,907	4,64,153
(iii) Contract Assets	9,37,640	7,80,865
(iv) Cash and Cash Equivalents	4,44,077	3,07,037
(v) Bank balances other than cash and cash equivalents	15,87,584	11,27,735
(vi) Loans	776	751
(vii) Other Financial Assets	1,11,927	1,02,323
(c) Current Tax Assets (Net)	-	-
(d) Other Current Assets	4,18,913	2,80,899
<b>Total Current Assets</b>	<b>51,87,693</b>	<b>44,98,491</b>
Assets held for sale	811	811
<b>TOTAL ASSETS</b>	<b>67,20,380</b>	<b>58,39,198</b>

**Audited Balance Sheet:****Rs. in lakhs**

Particulars	<b>Consolidated</b>	
	<b>As at 31-Mar-23</b>	<b>As at 31-Mar-22</b>
	<b>(Audited)</b>	<b>(Audited)</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
(a) Equity Share capital	33,439	33,439
(b) Other Equity	23,23,776	18,97,874
(c) Non-Controlling Interest	374	375
<b>Total Equity</b>	<b>23,57,589</b>	<b>19,31,688</b>
<b>LIABILITIES</b>		
<b>Non-current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ia) Lease Liabilities	251	241
(ii) Trade Payables	-	-
(iii) Other financial liabilities	52,503	52,470
(b) Provisions	1,34,710	1,26,301
(c) Deferred Tax Liabilities (Net)	-	-
(d) Other Non-Current Liabilities	10,92,600	12,26,244
<b>Total Non-Current Liabilities</b>	<b>12,80,064</b>	<b>14,05,256</b>
<b>Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ia) Lease Liabilities	14	8
(ii) Trade Payables		
Total outstanding dues of micro enterprises and small Enterprises	6,407	4,575
Total outstanding dues of creditors other than micro enterprises and Small Enterprises	3,07,090	2,51,186
(iii) Other Financial liabilities	2,10,943	1,85,360
(b) Other Current Liabilities	18,53,714	14,75,515
(c) Provisions	6,77,831	5,05,696
(d) Current Tax Liabilities (Net)	26,728	79,914
<b>Total Current Liabilities</b>	<b>30,82,727</b>	<b>25,02,254</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>67,20,380</b>	<b>58,39,198</b>

## Consolidated Statement of Cash Flows

(Rs in Lakhs)

SI. No.	Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
A	<b>Cash flow from Operating activities</b>		
	Profit After Tax	582773	507988
	<b>Adjustments to reconcile net profit to net cash provided by operating activities</b>		
	Income Tax expense	68177	14465
	(Gain)/Loss on sale of Property, Plant & Equipment	-318	-157
	Finance cost	2582	5586
	Interest Income	-149913	-68769
	Share of Profit or Loss of Joint Venture	-287	23
	Other Adjustments	-25	19
	Net (Gain)/Loss on Fair Value Adjustment	-291	313
	Depreciation, amortization and impairment expense	238210	128696
	Provision for Impairment in Value of Investments	3	86
	Provision for Doubtful Debts	10416	105418
	Provision for Doubtful Claims	2678	6777
	Provision for Replacement and Other charges	245052	78729
	Provision for Warranty	43901	51544
	Provision for Raw Materials and Components, Stores and Spare parts, Loose Tools and Equipment, Construction Materials, Work-in-progress and Inventory - Warranty	28140	56005
	Provision for Liquidated Damages	42290	74395
	<b>Operating Profit Before Working Capital Changes</b>	1113388	961118
	<b>Adjustments for:</b>		
	(Increase)/decrease in Trade Receivables	-174945	61137
	(Increase)/decrease in Loans, Financial Assets and Other Assets	-162492	-135144
	(Increase)/decrease in Inventories	191719	176567
	Increase/(decrease) in Trade Payables	57736	30201
	Increase/(decrease) in Financial Liabilities, Provisions and Other Liabilities	133136	26179
	<b>Cash generated from Operations</b>	1158542	1120058
	Income Taxes Paid	-275570	-102745
	<b>Net Cash (used in)/generated from Operating Activities (A)</b>	882972	1017313
B	<b>Cash flow from Investing activities</b>		
	Purchase of Property, Plant & Equipment	-78242	-79929
	Purchase of Intangible Assets	-99880	-70128
	Proceeds from sale of Property, Plant & Equipment	506	317
	Investment in Joint Ventures		-1000
	Purchase of other non current Investments	-9468	-23455
	Investment in short term deposits	-459849	-1124615
	Interest Received	73891	20091
	Dividend Received from Joint Ventures	240	196
	<b>Net Cash (used in)/generated from Investing Activities (B)</b>	-572802	-1278523
C	<b>Cash flow from Financing Activities</b>		
	Repayment of Borrowings-Current (Net)		-907
	Payment of Lease Liabilities	-368	-7
	Interest paid	-5568	-11699
	Dividend Paid	-167194	-133755
	<b>Net Cash (used in)/generated from Financing Activities (C)</b>	-173130	-146368
D	<b>Net increase/(decrease) in Cash and Cash Equivalents (A+B+C+D)</b>	137040	-407578
	Add: Cash and Cash Equivalents at the beginning of the year	307037	714615
	<b>Cash and Cash Equivalents at the end of the year</b>	444077	307037

## Notes:

1. The above Statement of Cash Flows has been prepared under the "Indirect Method" as set out in Indian Accounting Standard 7 "Statement of Cash Flow"
2. Cash & Cash equivalent include Short Term Deposits with Bank
3. Previous year figures are rearranged or regrouped wherever necessary
4. Cash and Cash Equivalents are available fully for use

Consolidated Notes:

- 1) The above results have been reviewed and recommended by the Audit Committee in its meeting held on 12.05.2023 and approved by the Board of Directors in the meeting held on the same date.
- 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 year ended March 31, 2023.
- 3) 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/year ended 31 March 2023 by Rs.1406 lakh and Rs.5155 lakh respectively (quarter/year ended 31 March 2022 by Rs.1503 lakh and Rs.5256 lakh respectively) and a consequential reduction in sales revenue for the quarter/year ended 31 March 2023 by Rs.399 lakh and Rs.1239 lakh respectively (quarter/year ended 31 March 2022 by Rs.182 lakh and Rs.812 lakh respectively).

While so, the Employees Union and Officers Association have filed Writ Petition with Honorable High Court of Karnataka to stay recovery of excess amount of salary paid by the Group. The Honorable High Court has granted interim stay on recoveries. Pending disposal of the writ petitions by the High court, the excess amount is shown under claims recoverable (Gross) for Rs.29645 lakh (Previous year 31.03.2022: Rs.24489 lakh) and an equal amount of provision has been made in the books of accounts.

- 4) The Group has undertaken the design and development of Hindustan Turbo Prop Trainer Aircraft (HTT- 40). HAL has signed a contract with MoD on 06 March 2023 for supply of 70 HTT 40 Aircraft. As per the Contract, Rs.82824 lakh (excluding taxes) has been sanctioned towards Design & Development of HTT 40 aircraft. Accordingly, Rs.76968 lakh has been recognised as revenue during the year. The development expenditure of Rs.58518 lakh has been amortised against the revenue recognised.
- 5) The Bruhat Bangalore Mahanagara Palike (BBMP) issued a Demand Notice dated 24.09.21 for a sum of Rs.20253 lakh (inclusive of interest, cess and penalty) for the period between 2008-09 to 2021-22 with respect to property tax for properties owned by the Group. The Group challenged the same before City Civil Court. During the pendency of the case, the matter was taken up by BBMP before the Government of Karnataka ('GoK') and a "One Time Settlement Scheme" was notified by GoK on 27.03.2023. In furtherance thereof, a revised Demand Notice dated 31.03.2023 for Rs.9159 lakh (including property tax, cess and interest) was issued by BBMP. The said demand was paid and complied by the Company on 31.03.2023.

- 6) Pursuant to the orders passed by the Income Tax Appellate Tribunal for the A.Y. 2007-08, 2010-11 to 2015-16, the assessing officer has determined a refund of Rs.182735 lakh during the year ended 31 March 2023 (PY Rs.145546 lakh). The refund includes an interest of Rs.56947 lakh (PY Rs.26273 lakh). Consequently, for the year ended 31 March 2023 interest income of Rs.56947 lakh (Rs.39254 lakh for the quarter ended 31 March 2023) is recognised in other income and excess provisions of tax of Rs.97346 lakh (Rs.72294 lakh for the quarter ended 31 March 2023) relating to earlier year is disclosed under tax expenses. The excess provision of Rs.97346 lakh (Rs.72294 lakh for the quarter ended 31 March 2023) is determined after adjustment of Rs.28442 lakh towards tax liability for the Assessment Year 2019-20.
- 7) 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".
- 8) To achieve the mandatory threshold of 25% minimum public shareholding in the Company, Government of India (GoI) had offered 3.5% (1,17,03,563) equity shares of the Company to non-Retail Investors and Retail Investors on March 23-24, 2023, out of its shareholding of 75.15% in the Company, through Offer for Sale (OFS) by Stock Exchange Mechanism. Consequent to the OFS, the Government of India shareholding stands at 71.65%.
- 9) The Board of Directors of the Company, at its meeting held on 10 March, 2023, declared second interim dividend of Rs.20 per equity share. The total interim dividend declared for the Financial Year 2022-23 is Rs.40 per equity share of Rs.10 each fully paid up (400%).

#### 10) Notes specific to Joint Ventures

##### (i) In respect of BAeHAL Software Limited

###### Unbilled Revenues

The company has shown Unbilled Revenues valuing Rs.461.28 lakh (P.Y. 695.05 lakh) shown under Revenue from operations & under Current Assets- Others, in Balance Sheet which are expected to be invoiced latest by June 2023 as per best possible estimate given by management.

Two of the UBR items which are more than 3 years are TPM-IETM and RTS-SWISS which amount to Rs 222.87 lakh. Against TPM project, where an UBR of Rs.72 lakh has been given, all data related issues are fixed and offered to HAL for final acceptance. With respect to the IETM tool, two patches were given to the customer towards fixation of software bugs in the tool, which are under review by the customer. Post which, the sale is likely to happen by 15th May 2023.

With respect to the SWISS supply to MDL (UBR of RS.150.87 lakh), the same is in the final stage of offering to CQAE. Many of the subunits are already offered and ATP completed. Delay in delivering the SWISS projects was due to disruption in supply chain because of Geo-political issue and delay in getting final approval from end customer (Indian Navy).

(ii) In respect of HATSOFF Helicopter Training Private Limited

**Going Concern**

The Company has made a net profit of Rs.486 lakh during the period ended 31 March, 2023 and, as of that date, the Company's current liabilities exceeded its current assets. In addition to this, as at the balance sheet date, the Company has significant accumulated losses which have resulted in erosion of the net worth. The networth of the Company as at 31 March, 2023 is negative by Rs.2799.02 lakh (as at 31 March, 2022 negative by Rs.3285.02 lakh). 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 is 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.3290 lakh (US\$ 4068689) has been paid against ECB overdue installments during the financial year at various dates.
- 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.

(iii) In respect of HALBIT Avionics Private Ltd

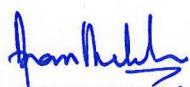
**Material Uncertainty Related to Going Concern**

The Company, as on 31 March 2023, has a net liability of Rs.1154.21 lakh (PY: Rs.1110.95 lakh) and a net current liability of Rs.1238.71 lakh (PY: Rs.1176.14 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.

(iv) 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 year ended 31 March 2023, and accordingly not considered for consolidation. The impact of non-consolidation, however, is not material.
- 13) Figures for the previous periods have been regrouped / reclassified to conform to the classification of the current period, wherever necessary.



CB ANANTHAKRISHNAN  
Chairman & Managing Director

**For A JOHN MORIS & CO**  
Chartered Accountants  
Firm Registration No. 007220S

(Additional Charge)

DIN: 06761339

  
**CA A.G.Krishnan**

Partner  
Membership No. 021183  
Place: Bengaluru  
Date: 12.05.2023

  
**SHAILESH BANSAL**  
Company Secretary

FCS No.5064






## 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> March 2023 / Year ended 31<sup>st</sup> Mar 2023, and the year-to-date results for the period from 01.04.2022 to 31.03.2023 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

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

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter ended 31<sup>st</sup> March, 2023, as well as the year end results for the period from 01.04.2022 to 31.03.2023.

#### Basis for Opinion

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



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Surat/ Thiruvananthapuram/ Thrissur/ Tirunelveli/ Tirupattur/ Tiruppur/ Trichy/ Tuticorin and Visakhapatnam

## **Emphasis of Matter**

### **1) Attention is invited to Notes to the Financial Results extracted below:**

#### **a) Note no :3**

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 representatives 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 year ended 31 March 2023 by Rs. 5155 lakhs (Previous year: Rs.5256 lakhs) and a consequential reduction in sales revenue for the year ended 31 March 2023 by Rs.1239 lakhs (Previous year: Rs.812 lakhs).

While so, the Employees Union and Officers Association have filed Writ Petitions with Hon'ble High Court of Karnataka to stay recovery of excess amount of salary paid by the Company. The Hon'ble High Court has granted interim stay on recoveries, Pending disposal of the writ petitions by the High court, the excess amount is shown under claims recoverable Note No.19 for Rs.29645 lakhs (Previous year Rs.24489 lakhs). Provision has been created for the full liability of Rs.29645 lakhs during the year as a prudential measure in case the issue will be settled in favour of employees.

In respect of employees who retired prior to 30 June, 2021, provision is made for the amount recoverable Rs.2665 lakhs (Previous year: Rs.2584 lakhs). The amount withheld from employees who retired after 30th June 2021 is kept under other liabilities Rs.2706 lakhs (Previous year: Rs. 1835 Lakhs). Based on the final order that may be passed, suitable effect will be carried out in the accounts.

Our opinion is not modified in respect of these matters.

#### **b) LCA Division Inventory:**

Inventory of LCA division amounting to Rs.16939 Lakhs were damaged due to floods caused by rains. An internal technical assessment committee estimated the loss of Inventory Rs.7856 Lakhs and the same has been provided in the books during the year. A claim for Rs.750 Lakhs towards loss of Inventory and Plant & Equipment based on the original cost has been submitted to the Insurance Company.

Our opinion is not modified in respect of these matters.



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

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

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

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

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

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

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

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate



to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

### **Other Matters**

The Financial Results also include the audited Financial Results and financial information of 29 Divisions of the Company, whose financial statements / financial information reflect the total revenue of Rs. 12,49,458 Lakhs / Rs.26,92,785 lakhs for the quarter ended 31.03.2023 and for the period 1.4.2022 to 31.03.2023 and Net profit after Tax of Rs. 2,84,130 lakhs for the Quarter ended 31.03.2023 and Rs. 5,81,117 Lakhs for the period from 01.04.2022 to 31.03.2023 respectively, as considered in the Financial Results which have been audited by the respective



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

Our opinion is not modified in respect of these matters.

For A John Moris & Co.,  
Chartered Accountants  
FRN: 007220S



(CA A G Krishnan)

Partner  
M. No. 021183  
UDIN: 23021183BGTCQA9585

Place: Bengaluru  
Date: 12-05-2023





**INDEPENDENT AUDITOR'S REPORT**

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

Report on the audit of the Consolidated Financial Results

**Opinion**

We have audited the accompanying Statement of Consolidated Financial Results of Hindustan Aeronautics Limited ("Holding company") and its subsidiaries (holding company and its subsidiaries together referred to as "the Group"), its associates and joint ventures for the Quarter ended 31<sup>st</sup> March 2023/ Year ended 31<sup>st</sup> March, 2023 and the year to date results for the period from 01.04.2022 to 31.03.2023, attached herewith, being submitted by the holding company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

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

- a. Includes the annual financial results of the following entities:

<b>Sl. No.</b>	<b>Subsidiaries</b>
1	Naini Aerospace Limited
2	Indo Russian Helicopters Limited (IRHL)
<b>Joint Ventures</b>	
1	BAe-HAL Software Ltd
2	Safran HAL Aircraft Engines Private Ltd
3	Indo Russian Aviation Ltd
4	HALBIT Avionics Pvt. Ltd
5	SAMTEL HAL Display Systems Ltd
6	HATSOFF Helicopter Training Pvt. Ltd.
7	International Aerospace Manufacturing Pvt. Ltd.
8	Multirole Transport Aircraft Ltd
9	Helicopter Engines MRO Pvt. Ltd
10	HAL Edgewood Technologies Private Limited
11	Infotech HAL Limited

- b. Are presented in accordance with the requirements of Regulation 33 of the Listing Regulations, in this regard; and
- c. gives a true and fair view, in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of consolidated total comprehensive income and other financial information of the group for the Quarter ended 31<sup>st</sup> March 2023, and the year-to-date results for the period from 01.04.2022 to 30.09.2022.

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Surat/ Thiruvananthapuram/ Thrissur/ Tirunelveli/ Tirupattur/ Tiruppur/ Trichy/ Tuticorin and Visakhapatnam



## Basis for Opinion

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

## Emphasis of Matter

### **1) Attention is invited to Notes to the Financial Results extracted below:**

#### **a) Note no : 3**

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 representatives 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 year ended 31 March 2023 by Rs. 5155 lakhs (Previous year: Rs.5256 lakhs) and a consequential reduction in sales revenue for the year ended 31 March 2023 by Rs.1239 lakhs (Previous year: Rs.812 lakhs).

While so, the Employees Union and Officers Association have filed Writ Petitions with Hon'ble High Court of Karnataka to stay recovery of excess amount of salary paid by the Company. The Hon'ble High Court has granted interim stay on recoveries, pending disposal of the writ petitions by the High court, the excess amount is shown under claims recoverable Note No.19 for Rs.29645 lakhs (Previous year Rs.24489 lakhs). Provision has been created for the full liability of Rs.29645 lakhs during the year as a prudential measure in case the issue will be settled in favour of employees.

In respect of employees who retired prior to 30 June, 2021, provision is made for the amount recoverable Rs.2665 lakhs (Previous year: Rs.2584 lakhs). The amount withheld from employees who retired after 30th June 2021 is kept under other



liabilities Rs.2706 lakhs (Previous year: Rs. 1835 Lakhs). Based on the final order that may be passed, suitable effect will be carried out in the accounts.

Our opinion on Consolidated financial results is not modified in respect of the above matters.

## **Note No 10:**

### **- Notes Specific to Joint Ventures**

- i) In respect of BAeHAL Software Limited

#### Unbilled Revenues

The company has shown Unbilled Revenues valuing Rs.461.28 Lakhs (P.Y.695.05 Lakhs) shown under Revenue from operations & under Current Assets-Others in Balance Sheet. The Unbilled Revenue of Rs.222.89 Lakhs is pending for more than 3 years which pertains to TPM projects amounting to Rs.72 Lakhs and RTS projects amounting to Rs.150.87 Lakhs. Delay in completion of billable milestones due to multiple changes in the scope/project requirement by the customers, resulting to redoing the IETM tool, delay in testing & approvals from end customers has caused the delay.

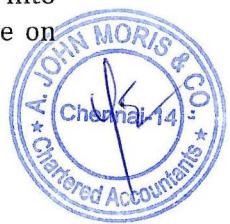
- ii) In respect of HATSOFF Helicopter Training Private Limited

#### Going Concern

The company has made a net profit of Rs. 486 lakhs during the year ended 31st March,2023 (Previous Year, net profit Rs.911.20 lakhs) and, as of that date; the Company's current liabilities exceeded its current assets by Rs. 13111.36/- lakhs (Previous year - Rs.12387.63 Lakhs). In addition to this, as at the balance sheet date, the company has accumulated losses which have resulted in erosion of the net worth. The net worth of the company as at 31st March 2023 is negative by Rs.2799.02 Lakhs (Previous Year: negative by Rs.3285.02 Lakhs).

As per the management representation duly noted by the Board at its 78th Board meeting held on 28th April 2023 wherein the management has assessed the entity as going concern despite the existence of above stated uncertainties and has assessed its ability to meet the obligations that are falling due.

The company has recently identified unaccounted Invoices related to Capital Spares for the FY 2009-10 and 2010-11 and the company is currently under detailed review including the accounting exchange rate to be rightfully applied for conversion into functional currency. Hence, we are unable to comment on the impact of the same on financial statements



iii) In respect of HALBIT Avionics Private Ltd

**Material Uncertainty Related to Going Concern**

The Company, as on 31 March 2023, has a net liability of Rs 1,154.21 lakhs (PY: Rs 1,110.95 lakhs) and a net current liability of Rs 1,238.71 lakhs (PY: Rs 1,176.14 lakhs) 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

iv) In respect of TATA HAL Technologies Ltd

TATA HAL Technologies Limited, pursuant to the Board Resolution dated 8th June 2021, had filed the application for voluntary liquidation to MCA in terms of Section 59 of the Insolvency and Bankruptcy Code, 2016 and the official liquidator was appointed.

The official liquidator, vide their letter dated 07.03.2022, intimated about the distribution of liquidation proceeds to the stakeholders of the TATA HAL Technologies Limited. Pursuant to the same liquidation proceeds of Rs.34 lakhs was received by the Company. [On 27 April, 2022 (Rs.31 lakhs) and 15 June, 2022 (Rs.3 lakhs)].

The Group has derecognized the investment made in TATA HAL Technologies Limited as at 30 June, 2022.

v) In respect of Infotech HAL Ltd

The audited 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

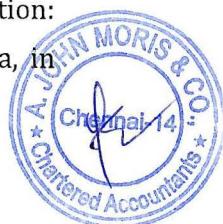
vi) In respect of HAL-Edgewood Technologies Private Limited

The Joint Venture Company has not prepared the financial statements for the year ended 31 March 2023, and accordingly not considered for consolidation.

The impact of non-consolidation, however, is not material

vii) 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-

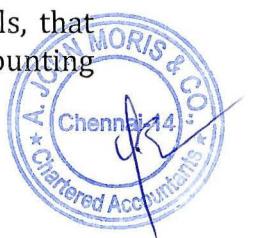
- i. Receipt of Government of India approval for closure of the company,
- ii. Adopting unanimous resolution with affirmative vote by all the directors as per Para 9.4(h) of the Shareholders Agreement read with Para 147(2)(h) of the Articles of Association, recommending liquidation of the company to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

Our opinion is not modified in respect of these above matters.

### **Management Responsibilities for the Consolidated Financial Results**

These consolidated financial results onsolidated financial results have been prepared on the basis of the interim financial statements.

The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group including its associates and joint ventures in accordance with the Recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group and of its associates and joint ventures are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associates and joint ventures and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting



records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial results by the Directors of the Holding Company, as aforesaid.

In preparing the Consolidated Financial results, the respective Board of Directors of the companies included in the Group and of its associates and joint ventures are responsible for assessing the ability of the Group and of its associates and joint ventures to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

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

### **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 are 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, under section 143(3)(i) of the act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a



material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associates and joint venture to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associates and joint venture to cease to continue as a going concern.

- Evaluate the overall presentation, structure, and content of the Consolidated Financial Results, including the disclosures, and whether the Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its associates and jointly controlled entities to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

### **Other Matters**

The consolidated Financial Results include the audited Financial Results of two subsidiaries, whose Financial Statements/ Financial Results/ financial information reflects Group's share of total assets of Rs. 4,442 Lakhs as at 31.03.2023, Group's share of total revenue of Rs 594 Lakhs and Rs 1,233 Lakhs, Group's share of total Net Profit / (Net loss) of Rs. 131 Lakhs and (Rs.611) Lakhs for the Quarter ended 31.03.2023/ year ended 31.03.2023, as considered in the Consolidated Financial Results, which have been audited by their respective independent auditors. The independent auditors' reports on Financial



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

The consolidated Financial Results include the audited Financial Results of Nine joint ventures, whose Financial Statements/ Financial Results/ financial information reflects Group's share of total net loss of Rs. 3,302 Lakhs and Rs.1,192 Lakhs for the Quarter ended 31.03.2023/ year ended 31.03.2023, as considered in the Consolidated Financial Results, which have been audited by their respective independent auditors. The independent auditor's reports on Financial Statements/ Financial Results/ financial information of these entities have been furnished to us and our opinion on the Consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

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

Place: Bengaluru  
Date: 12-05-2023

For A John Moris & Co.,  
Chartered Accountants  
FRN: 007220S



**CA A G Krishnan**  
Partner  
M. No: 021183  
UDIN: 23021183BGTCQB6590





- (airplane) Highest Income from Operations **Rs.26927 Crore**
- (airplane) Order Book Position **Rs.81784 Crore**
- (airplane) Highest Value of Production **Rs.27055 Crore**
- (airplane) Interim Dividend **400%**

**STATEMENT OF AUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31<sup>ST</sup> MARCH 2023**

Rs in Lakhs

S. No.	Particulars	Standalone		Consolidated		
		Quarter ended		Year ended	Quarter ended	
		Audited 31-Mar-23	Audited 31-Mar-22	Audited 31-Mar-23	Audited 31-Mar-23	Audited 31-Mar-23
1	Total Income from Operations	12,49,458	11,55,814	26,92,785	12,49,467	11,55,823
2	Other Income	72,196	50,341	1,67,180	72,223	50,356
3	Total Income	13,21,654	12,06,155	28,59,965	13,21,690	12,06,179
4	Net Profit/(Loss) for the period (before Tax and Exceptional Items)	2,85,377	2,57,385	6,49,294	2,84,366	2,57,697
5	Net Profit/(Loss) for the period before Tax (after Exceptional Items)	2,85,377	2,57,385	6,49,294	2,84,366	2,57,697
6	Net Profit/(Loss) for the period after Tax (after Exceptional Items)	2,84,130	3,10,196	5,81,117	2,83,119	3,10,508
7	Total Comprehensive Income for the period [Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	2,85,224	3,19,414	5,91,411	2,84,166	3,19,652
8	Paid-up Equity Share Capital (Face value - Rs.10 each)	33,439	33,439	33,439	33,439	33,439
9	Other Equity excluding revaluation reserves	-	-	2317178	-	-
10	Capital Redemption Reserve	-	-	14761	-	14761
11	Earnings Per Share (Face value of Rs.10/- each) (EPS for the quarter are not annualised) (in Rs.)	-	-	-	0	0
	(i) Basic	84.97	92.77	173.79	84.67	92.86
	(ii) Diluted	84.97	92.77	173.79	84.67	92.86
12	Net Worth (including Retained Earning)	-	-	2350617	-	2357589

**Notes:**

- 1 The above is an extract of the detailed format of quarterly and year end 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](http://www.bseindia.com) & [www.nseindia.com](http://www.nseindia.com) and also on the Company's website [www.hal-india.co.in](http://www.hal-india.co.in).
- 2 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.
- 3 The Statutory Auditors have issued unmodified opinion on the standalone and consolidated financial results of the Company for the quarter and year ended 31, March 2023.
- 4 The Company has undertaken the design and development of Hindustan Turbo Prop Trainer Aircraft (HTT- 40). HAL has signed a contract with MoD on 06 March 2023 for supply of 70 HTT 40 Aircraft. As per the Contract, Rs.82824 lakh (excluding taxes) has been sanctioned towards Design & Development of HTT 40 aircraft. Accordingly, Rs.76968 lakh has been recognised as revenue during the year. The development expenditure of Rs.58518 lakh has been amortised against the revenue recognised.
- 5 The Bruhat Bangalore Mahanagara Palike (BBMP) issued a Demand Notice dated 24.09.21 for a sum of Rs.20253 lakh (inclusive of interest, cess and penalty) for the period between 2008-09 to 2021-22 with respect to property tax for properties owned by the Company. The Company challenged the same before City Civil Court. During the pendency of the case, the matter was taken up by BBMP before the Government of Karnataka ('GoK') and a "One Time Settlement Scheme" was notified by GoK on 27.03.2023. In furtherance thereof, a revised Demand Notice dated 31.03.2023 for Rs.9159 lakh (including property tax, cess and interest) was issued by BBMP. The said demand was paid and complied by the Company on 31.03.2023.
- 6 Figures for the previous periods have been regrouped / reclassified to conform to the classification of the current period, wherever necessary.

Place : Bengaluru

Date : 12.05.2023

CB ANANTHAKRISHNAN  
Chairman & Managing Director  
(Additional Charge)  
DIN: 06761339