ಹಿಂದೂಸ್ತಾನ್ ಏರೋನಾಟಿಕ್ಸ್ ಲಿಮಿಟೆಡ್
ಪ್ರಧಾನ ಕಛೇರಿ
हिन्दुस्तान एरोनॉटिक्स लिमिटेड
मुख्यालय
HINDUSTAN AERONAUTICS LIMITED
CORPORATE OFFICE

CO/SEC/4(7)/2025-26/ BSE & NSE Filing/12 14th May, 2025

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

Dear Sir/ Madam,

Sub: Audited Financial Results (Standalone and Consolidated) for the quarter and year ended 31st March, 2025

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

***

The Board of Directors of the Company at its meeting held today has, *inter-alia*, approved the Audited Financial Results (Standalone and Consolidated) for the quarter and year ended 31st March, 2025.

2. Pursuant to Regulation 33 of the Listing Regulations, Statement showing the Audited Financial Results (Standalone and Consolidated) for the quarter and year ended 31st March, 2025, along with Auditors' Reports thereon are enclosed herewith.

3. This is to inform that the Statutory Auditors, M/s. Gupta Nayar & Co., Chartered Accountants have issued Audit Reports with unmodified opinion on the Audited Financial Results (Standalone and Consolidated) for the quarter and year ended 31st March, 2025 in terms of Regulation 33(3) of the Listing Regulations.

4. The meeting of the Board of Directors of the Company commenced at 1030 hours and concluded at 1305 hours.

15/1, ಕಬ್ಬನ್ ರೋಡ್, ಬೆಂಗಳೂರು - 560 001, ಕರ್ನಾಟಕ, ಭಾರತ, 15/1, कब्बन रोड, बेंगलूर - 560 001, कर्णटक, भारत
15/1, Cubbon Road, Bangalore - 560 001, Karnataka, India
ದೂರವಾಣಿ (दूरभाष) Ph.: +91-80-2232 0001, 2232 0475, ಫ್ಯಾಕ್ಸ್ (फैक्स) Fax: +91-80-2232 0758
ಇ ಮೇಲ್ (ई) Email : cosec@hal-india.co.in
CIN: L35301KA1963GOI001622

www.hal-india.co.in

5. This is for your information and record.

Thanking you,

Yours Faithfully
For Hindustan Aeronautics Ltd

(Shailesh Bansal)
Company Secretary & Compliance Officer

Encl: As stated above.

Gupta Nayar & Co.
CHARTERED ACCOUNTANTS

Head Office : 610, Jaksons Crown Heights, Plot No. 3 B1,
Twin District Centre, Sector-10, Rohini, **Delhi-110085**
e-mail : gncca@yahoo.com, gncca611@gmail.com
Phone : 011-45587632, Mob.: **9810200957, 9818462655**

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 31st March 2025 and the year-to-date results for the period from 01.04.2024 to 31.03.2025 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("LODR Regulations").

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

a) are presented in accordance with the requirements of Regulation 33 of the LODR Regulations in this regard; and
b) Give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian accounting standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under section 133 of the Companies Act,2013 (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter ended 31st March 2025 as well as the year-to-date results for the period from 01.04.2024 to 31.03.2025.

Basis for Opinion

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

GUPTA NAYAR & CO. FRN:008376N New Delhi Chartered Accountants

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

Emphasis of Matter Paragraph

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

Note 1:

In the absence of requisite number of independent directors, the Company is not able to reconstitute an Audit Committee in pursuance of section 177 of the Companies Act, 2013 and Regulation 18(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, till the date of approval of the financial results. The above audited standalone financial results of the Company for the quarter and year ended 31 March, 2025 have been reviewed and approved by the Board of Directors at its meeting held on 14.05.2025.

Note 3:

During the F.Y. 2024-25, the Company reached an out of court settlement with the Government of Maharashtra under an Amnesty Scheme pertaining to long standing Sales Tax disputes of the Company for the years, 1986-87 to 2017-18. In pursuant to the settlement, the disputed tax demand on the Company was reduced from Rs.10,01,841 lakh to Rs.2,73,724 lakh. Hitherto, the amount of Rs.10,01,841 lakh was shown by the Company as Contingent Liability in the books of accounts. The Company paid an amount of Rs.2,47,097 lakh during the quarter ended 31 March, 2025, after adjusting an amount of Rs.26,627 lakh which was deposited earlier with the revenue authorities, as full and final settlement. The amount so paid has been claimed by the Company from its Customer and the Customer has reimbursed the same to the Company during the quarter ended 31 March, 2025.

Note 4:

Ministry vide OM dated 12.07.2023 has conveyed the approval for increasing the Company's contribution to the Pension Scheme of Executives from existing 7% to 10% of Basic Pay + DA w.e.f. 0.1.01.2017. Revision of Pension contribution from 7% to 10% of Basic Pay + DA w.e.f 01.01.2017 has been made in respect of Executives who were on the rolls of the Company as on the date of implementation of the revised ceiling i.e. 01.01.2017. In respect of new incumbents who joined the Company post 01.01.2017, it will be effective from the date of their appointment.

GUPTA NAYAR & CO. FRN:008376N New Delhi Chartered Accountants

The additional liability accruing to the Company due to the increased ceiling, of Rs.18,223 lakh pertaining to the period from 1 January, 2017 to 31 March, 2023 was given effect in the books of accounts during the year ended 31, March 2024. Accordingly, employee cost for the current year is not comparable with the that of the previous year.

Further, vide circular dated 24.04.2025, the Company has enhanced the contribution to the Defined Contribution Pension Scheme in respect of Workmen from existing 7% to 10% of Basic Pay + DA w.e.f. 01 January, 2025. The additional financial liability accruing to the Company due to the enhanced ceiling is Rs.1,051 lakh pertaining to the period from 01 January, 2025 to 31 March, 2025. The financial effect for the same has been accounted in the books of accounts during the quarter ended 31 March, 2025. Accordingly, the employee cost for the quarter and year ended 31 March, 2025 is not comparable with that of quarter and year ended 31 March, 2024.

Note 5:

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.

While so, the Employees Union and Officers Association had filed Writ Petition with Honorable High Court of Karnataka to stay recovery of excess amount of salary paid by the Company. The Honorable High Court had granted interim stay on recoveries. Further, vide their order dated 27.01.2025, the Honorable High Court has given verdict in favour of the Officers Association, by setting aside the Circular dated 24.07.2021 and the communication dated 26.07.2021 issued by the Management. The order of the Honorable High Court in favour of the officers was put up to the Board of Directors of the Company. The Board has noted the judgement of the Honorable High Court and accorded approval to abide by the Court order.

Pursuant to the Court order in favour of the Officers Association, one increment impact amount of Rs.2712 lakh recovered from the retired/deceased/resigned employees has been paid during 2024-25. Further, in respect of officers an amount of Rs.18565 lakh credited to salaries and wages in the earlier years and accounted under claims receivable.

GUPTA NAYAR & CO. FRN:008376N New Delhi Chartered Accountants

has been reversed during 2024-25. Accordingly, employees cost for the current year is not comparable with the corresponding previous year.
In respect of Workmen, the final judgement of the Court is awaited. Hence, salaries and wages in respect of Workmen has been credited by Rs.2444 lakh during the year ended 31 March, 2025 as done in earlier years.

The excess amount paid to workmen is shown under claims recoverable (Gross) for Rs.16390 lakh as at 31 March, 2025 (Previous year 31 March,2024: Rs.14282 lakh).

Note 6:

Inventory were damaged due to floods caused by rains during September 2022. Based on the internal technical assessment, the loss of Inventory was estimated as Rs.7,856 lakh. Subsequently, based on the findings, as part of the exercise to submit an insurance claim, the actual loss towards Company owned items was reassessed as Rs.1,001 lakh and towards customer owned and sister division owned items as Rs.5,590 lakh. For the same, a provision was created in the books of accounts as redundancy charges of Rs.1,001 lakh and as replacement charges of Rs.5,590 lakh during 2023-24. Based on the insurance claims submitted by the division for Company owned items, the Insurance Surveyor has assessed loss of Rs. 688 lakh, for which an advance amount of Rs. 250 lakh is received as interim settlement and the balance receivable from insurer of Rs. 438 lakh is shown under claims receivable as at 31 March, 2025. Further, during the year, based on the feedback received from OEMs on retrieval of the items, the Company has re assessed the loss of inventory as Rs. 3,664 lakh against Rs.5,590 lakh assessed during 2023-24. Hence, Rs.3,664 lakh have been retained under provision for replacement and future charges and the balance provision of Rs.1,926 lakh towards inventory retrieved back have been reversed during 2024-25. Insurance claims of Rs. 688 lakh admitted by the Insurer, hence redundancy charges for the same amount have been reversed during 2024-25.

Note 7:

One overhauled Su-30 Aircraft having tail no. SB-182 got crashed during a flight near Ozar, Nashik on 04th June 2024. HAL has taken an insurance policy for efforts and material used in overhaul, and preferred the claim with the Insurance Company for Rs.14435 lakh. An amount of Rs. 14071 lakh have been advised for payment by Insurance Company after deducting policy Administration charges. The disbursement has been received by HAL Nasik on 17th January 2025. Further, Brought on Charge (BOC) action of SB-182 was not completed and Aircraft was under custody & control of HAL. Board of Investigation (BOI) has been setup for finding the exact reason for the accident of aircraft. Customer is also demanding for the replacement of equivalent Aircraft. As there is no replacement aircraft

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(Cat-B) available, out of prudence, provision of Rs.84336 lakh for new aircraft have been created during 2024-25.

Note 8:

An incidence of cyber fraud in the division was noticed by the management where the advance payment of Rs. 55 lakh (USD 63,405.44) was transferred to a different bank account due to compromised email received from different domain other than the original source (vendor) and the matter was referred to Cybercrime cell and was also taken up with NIC for further investigation of any breach of NIC server. An amount of Rs 55 lakh has been transferred to Claim Receivable-Credit Impaired and provision for same has been made in the books of accounts during the financial year 2024-25. Further accounting treatment will be made based on the outcome of investigation in this regard.

Note 9:

The Company has invested in "Systems Testing and Research for Advanced Materials Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 18 September 2024. Hindustan Aeronautics Limited has invested Rs.61 lakh i.e. 61,250 Equity Shares of Rs.100 each towards 20% of the subscription shares in the Section 8 Company. Out of the 61,250 Equity Shares, 20,000 Equity Shares have been allotted to the Company. For 41,250 equity shares, allotment is pending and has been accounted as share application money paid.

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

III. We draw attention to the fact that, due to the absence of the requisite number of Independent Directors, the Company has not been able to reconstitute the Nomination and Remuneration Committee in compliance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 19(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This constitutes a non-compliance with the applicable statutory requirements.

Our opinion is not modified in respect of these matters.

Management's Responsibilities for the Standalone Financial Results

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

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

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

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

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

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



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

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

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

Other Matters

I. The Standalone Financial Results also include the audited Financial Results and financial information of 29 Divisions of the Company, whose financial statements / financial

GUPTA NAYAR & CO. FRN:008376N New Delhi Chartered Accountants

information reflect the total assets of Rs 108,87,946 lakh as at March 31, 2025, total income of Rs. 33,54,645 lakhs and Net profit before Tax of Rs. 10,82,001 lakhs for the year ended 31st March 2025, as considered in the Standalone Financial Results which have been audited by the respective independent auditors.

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

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

Standalone Financial Results	**Date of the Audit Report**
Quarter ended 30th June, 2024	14th August, 2024
Quarter ended 31st March, 2024	16th May, 2024
Year Ended 31st March, 2024	16th May, 2024

II. The Standalone Financial Results include the results for the quarter ended 31 March 2025 being the balancing figure between the audited figures in respect of the full financial year and the published audited year to date figures up to the third quarter of the current financial year.

Our opinion is not modified in respect of these matters.

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

GUPTA NAYAR & CO. FRN:008376N New Delhi Chartered Accountants

Nandlal Agarwal
Partner
M No. 091272

Place: Bengaluru
Date: 14.05.2025
UDIN: 25091272BMSCAH1952

Gupta Nayar & Co.
CHARTERED ACCOUNTANTS

Head Office : 610, Jaksons Crown Heights, Plot No. 3 B1,
Twin District Centre, Sector-10, Rohini, **Delhi-110085**
e-mail : gncca@yahoo.com, gncca611@gmail.com
Phone : 011-45587632, Mob.: **9810200957, 9818462655**

INDEPENDENT AUDITOR'S REPORT

TO THE BOARD OF DIRECTORS OF HINDUSTAN AERONAUTICS LIMITED

Report on the Audit of the Consolidated Financial Results

Opinion

We have audited the accompanying Statement of Consolidated Financial Results of Hindustan Aeronautics Limited ("Holding Company") and its subsidiaries (holding company and its subsidiaries together referred to as the "Group"), its jointly controlled entities for the quarter ended March 31, 2025 and for the period from 01.04.2024 to 31.03.2025 ("the Statement"), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("LODR Regulations").

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

a) Includes the year ended 31st March 2025, the financial results of the following entities:

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

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9	SAFHAL Helicopter Engines Pvt.Ltd
10	Multirole Transport Aircraft Ltd
11*	HAL Edgewood Technologies Private Limited
12*	Infotech HAL Limited

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

b) is presented in accordance with the requirements of Regulation 33 of the LODR Regulations, as amended; and

c) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian accounting standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under section 133 of the Companies Act,2013 (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India of the consolidated net profit and consolidated total comprehensive income and other financial information of the Group for the quarter ended 31st March 2025 and for the period from 01.04.2024 to 31.03.2025.

Basis for Opinion

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

Emphasis of Matter

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

Note 1:

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

GUPTA NAYAR & CO FRN:008376N New Delhi Chartered Accountants

Regulations, 2015, till the date of approval of the financial results. The above audited consolidated financial results of the Company for the quarter and year ended 31 March, 2025 have been reviewed and approved by the Board of Directors at its meeting held on 14.05.2025.

Note 3:

During the F.Y. 2024-25, the Company reached an out of court settlement with the Government of Maharashtra under an Amnesty Scheme pertaining to long standing Sales Tax disputes of the Company for the years, 1986-87 to 2017-18. In pursuant to the settlement, the disputed tax demand on the Company was reduced from Rs.10,01,841 lakh to Rs.2,73,724 lakh. Hitherto, the amount of Rs.10,01,841 lakh was shown by the Company as Contingent Liability in the books of accounts. The Company paid an amount of Rs.2,47,097 lakh during the quarter ended 31 March, 2025, after adjusting an amount of Rs.26,627 lakh which was deposited earlier with the revenue authorities, as full and final settlement. The amount so paid has been claimed by the Company from its Customer and the Customer has reimbursed the same to the Company during the quarter ended 31 March, 2025.

Note 4:

Ministry vide OM dated 12.07.2023 has conveyed the approval for increasing the Company's contribution to the Pension Scheme of Executives from existing 7% to 10% of Basic Pay + DA w.e.f. 0.1.01.2017. Revision of Pension contribution from 7% to 10% of Basic Pay + DA w.e.f 01.01.2017 has been made in respect of Executives who were on the rolls of the Company as on the date of implementation of the revised ceiling i.e. 01.01.2017. In respect of new incumbents who joined the Company post 01.01.2017, it will be effective from the date of their appointment.

The additional liability accruing to the Company due to the increased ceiling, of Rs.18,223 lakh pertaining to the period from 1 January, 2017 to 31 March, 2023 was given effect in the books of accounts during the year ended 31, March 2024. Accordingly, employee cost for the current year is not comparable with the that of the previous year.

Further, vide circular dated 24.04.2025, the Company has enhanced the contribution to the Defined Contribution Pension Scheme in respect of Workmen from existing 7% to 10% of Basic Pay + DA w.e.f. 01 January, 2025. The additional financial liability accruing to the Company due to the enhanced ceiling is Rs.1,051 lakh pertaining to the period from 01 January, 2025 to 31 March, 2025. The financial effect for the same has been accounted in the books of accounts during the quarter ended 31 March, 2025. Accordingly, the

GUPTA NAYAR & CO. FRN:008376N New Delhi Chartered Accountants

employee cost for the quarter and year ended 31 March, 2025 is not comparable with that of quarter and year ended 31 March, 2024.

Note 5:

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.

While so, the Employees Union and Officers Association had filed Writ Petition with Honorable High Court of Karnataka to stay recovery of excess amount of salary paid by the Company. The Honorable High Court had granted interim stay on recoveries. Further, vide their order dated 27.01.2025, the Honorable High Court has given verdict in favour of the Officers Association, by setting aside the Circular dated 24.07.2021 and the communication dated 26.07.2021 issued by the Management. The order of the Honorable High Court in favour of the officers was put up to the Board of Directors of the Company. The Board has noted the judgement of the Honorable High Court and accorded approval to abide by the Court order.

Pursuant to the Court order in favour of the Officers Association, one increment impact amount of Rs.2712 lakh recovered from the retired/deceased/resigned employees has been paid during 2024-25. Further, in respect of officers an amount of Rs.18565 lakh credited to salaries and wages in the earlier years and accounted under claims receivable has been reversed during 2024-25. Accordingly, employees cost for the current year is not comparable with the corresponding previous year.

In respect of Workmen, the final judgement of the Court is awaited. Hence, salaries and wages in respect of Workmen has been credited by Rs.2444 lakh during the year ended 31 March, 2025 as done in earlier years.

The excess amount paid to workmen is shown under claims recoverable (Gross) for Rs.16390 lakh as at 31 March, 2025 (Previous year 31 March,2024: Rs.14282 lakh).

Note 6:

Inventory were damaged due to floods caused by rains during September 2022. Based on the internal technical assessment, the loss of Inventory was estimated as Rs.7,856 lakh.

GUPTA NAYAR & CO. FRN:008376N New Delhi Chartered Accountants

Subsequently, based on the findings, as part of the exercise to submit an insurance claim, the actual loss towards Company owned items was reassessed as Rs.1,001 lakh and towards customer owned and sister division owned items as Rs.5,590 lakh. For the same, a provision was created in the books of accounts as redundancy charges of Rs.1,001 lakh and as replacement charges of Rs.5,590 lakh during 2023-24. Based on the insurance claims submitted by the division for Company owned items, the Insurance Surveyor has assessed loss of Rs. 688 lakh, for which an advance amount of Rs. 250 lakh is received as interim settlement and the balance receivable from insurer of Rs. 438 lakh is shown under claims receivable as at 31 March, 2025. Further, during the year, based on the feedback received from OEMs on retrieval of the items, the Company has re assessed the loss of inventory as Rs. 3,664 lakh against Rs.5,590 lakh assessed during 2023-24. Hence, Rs.3,664 lakh have been retained under provision for replacement and future charges and the balance provision of Rs.1,926 lakh towards inventory retrieved back have been reversed during 2024-25. Insurance claims of Rs. 688 lakh admitted by the Insurer, hence redundancy charges for the same amount have been reversed during 2024-25.

Note 7:

One overhauled Su-30 Aircraft having tail no. SB-182 got crashed during a flight near Ozar, Nashik on 04th June 2024. HAL has taken an insurance policy for efforts and material used in overhaul, and preferred the claim with the Insurance Company for Rs.14435 lakh. An amount of Rs. 14071 lakh have been advised for payment by Insurance Company after deducting policy Administration charges. The disbursement has been received by HAL Nasik on 17th January 2025. Further, Brought on Charge (BOC) action of SB-182 was not completed and Aircraft was under custody & control of HAL. Board of Investigation (BOI) has been setup for finding the exact reason for the accident of aircraft. Customer is also demanding for the replacement of equivalent Aircraft. As there is no replacement aircraft (Cat-B) available, out of prudence, provision of Rs.84336 lakh for new aircraft have been created during 2024-25.

Note 8:

An incidence of cyber fraud in the division was noticed by the management where the advance payment of Rs. 55 lakh (USD 63,405.44) was transferred to a different bank account due to compromised email received from different domain other than the original source (vendor) and the matter was referred to Cybercrime cell and was also taken up with NIC for further investigation of any breach of NIC server. An amount of Rs 55 lakh has been transferred to Claim Receivable-Credit Impaired and provision for same has been made in the books of accounts during the financial year 2024-25. Further accounting treatment will be made based on the outcome of investigation in this regard.

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Note 9:

The Company has invested in "Systems Testing and Research for Advanced Materials Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 18 September 2024. Hindustan Aeronautics Limited has invested Rs.61 lakh i.e. 61,250 Equity Shares of Rs.100 each towards 20% of the subscription shares in the Section 8 Company. Out of the 61,250 Equity Shares, 20,000 Equity Shares have been allotted to the Company. For 41,250 equity shares, allotment is pending and has been accounted as share application money paid.

Note 13:

Notes specific to Joint Ventures

(i) In respect of HATSOFF Helicopter Training Private Limited

Going Concern

The Company has made a net profit of Rs.1909.27 lakh for the year ended 31 March, 2025 and, as of that date, the Company's current liabilities exceeded its current assets by Rs.12613.59 lakh. In addition to this, as at the balance sheet date, the Company has significant accumulated losses which have resulted in erosion of the net worth. The net worth of the Company as at 31 March, 2025 is Rs.337.10 lakh (as at 31 March, 2024 negative by Rs.1564.98 lakh).

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

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

1) Board has affirmed that Company has the ability to meet all the obligations.

2) The Company has been able to get the multi-year contracts from Defence forces with increased training hours.

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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.3600 lakh (US$ 4,217,066) during the current year and previous year Rs.4518.05 lakh (US$ 5,445,471) against ECB overdue installments at various dates and serviced interest up to 4 September 2023.

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

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

(ii) In respect of HALBIT Avionics Private Ltd

Material Uncertainty Related to Going Concern

The Company, as on 31 March 2025, has a net liability of Rs.1015.30 lakh (March 31st 2024:Rs.1022.06 lakh) and a net current liability of Rs.1088.45 lakh (March 31st 2024:Rs.1093.93 lakh) indicating existence of an uncertainty that may cast doubt upon the Company's ability to continue as a going concern. However, the bulk of its current liability is subject to the satisfactory completion of the performance obligations by the supplier, who is also a shareholder of this joint venture Company. Besides this, the Company continues to generate positive cash flows from its operations and plans to liquidate the liability in a phased manner. The Company expects to fund its operating and capital expenditure and continue business operations. Accordingly, the management has determined that these actions are sufficient to mitigate the uncertainty and has prepared the financial statements on a going concern basis.

(iii) In respect of Multirole Transport Aircraft Limited

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

i. Receipt of Government of India approval for closure of the Company,

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ii. Adopting unanimous resolution with affirmative vote by all the directors as per Para 9.4(h) of the Shareholders Agreement read with Para 147(2)(h) of the Articles of Association, recommending liquidation of the Company to the General Meeting.
iii. Adopting necessary resolutions for Voluntary Liquidation of the Company in the Members General Meeting as per the provisions of Insolvency and Bankruptcy Code, 2016.
iv. Adherence of procedures for closure of MTAL Moscow Branch in compliance with rules and regulations of Russian Federation.
v. Compliance of all other necessary steps as per internal rules and regulations of the Company, as well as applicable statutory provisions of the respective country (i.e. India and Russian Federation) for closure of the company."

Note 14:

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.

Note 15:

The Joint Venture Company, HAL-Edgewood Technologies Private Limited, has not prepared the financial statements for the year ended 31 March 2025, and accordingly not considered for consolidation. The impact of non-consolidation, however, is not material. The Board in its 406th meeting held on 22nd September 2017, accorded in principle approval for voluntary winding up / closure of M/s. HAL-Edgewood Technologies Private Limited enabling the Company to take further action in the matter.

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

III. We draw attention to the fact that, due to the absence of the requisite number of Independent Directors, the Company has not been able to reconstitute the Nomination and Remuneration Committee in compliance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 19(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This constitutes a non-compliance with the applicable statutory requirements.

Our opinion is not modified in respect of the above matters

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Management Responsibilities for the Consolidated Financial Results

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

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

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

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

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

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs

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will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.

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

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

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auditors. For the other entities included in the consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

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

Other Matters

1. The consolidated Financial Results include the audited Financial Results of two subsidiaries, whose interim financial statements / financial information reflect Group's share of total assets of Rs. 4314 Lakhs as at 31st March 2025, Group's share of total revenues of Rs 1938 Lakhs and Group's share of total net profit after tax of Rs 122 Lakhs for period from 01.04.2024 to 31.03.2025, as considered in the consolidated financial results, which have been audited by their respective independent auditors.

   The Consolidated financial statements also include Group's share of Net Profit of Rs 4065 lakhs for period from 01.04.2024 to 31.03.2025, as considered in the consolidated financial statements, in respect of Twelve Joint ventures (Financial results not provided for two joint ventures), which have been audited by their respective independent auditors.

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

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

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2. The consolidated Financial Results include, the audited Financial Results/ financial information of 29 Divisions of the Company, whose financial statements / financial information reflect the total assets of Rs 108,87,946 lakh as at March 31, 2025, total income of Rs. 33,54,645 lakhs and Net profit before Tax of Rs. 10,82,001 lakhs for the year ended 31st March 2025, as considered in the Standalone Financial Results which have been audited by the respective independent auditors.

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

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

Consolidated Financial Results	**Date of the Audit Report**
Quarter ended 30th June, 2024	14th August, 2024
Quarter ended 31st March, 2024	16th May, 2024
Year Ended 31st March, 2024	16th May, 2024

4. The Consolidated Financial Results include the results for the quarter ended 31 March 2025 being the balancing figure between the audited figures in respect of the full financial year and the published audited year to date figures up to the third quarter of the current financial year.

   Our opinion is not modified in respect of these matters.

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



Nandlal Agarwal
Partner
M No. 091272
Place: Bengaluru
Date: 14.05.2025
UDIN: 25091272BMSCA11261

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 31ST MARCH, 2025

Rs in Lakhs

Sl.No	Particulars	Standalone				
		Quarter ended			Year ended	
		31-Mar-25 (Audited)	31-Dec-24 (Audited)	31-Mar-24 (Audited)	31-Mar-25 (Audited)	31-Mar-24 (Audited)
1	**Income from Operations**					
	(a) Revenue from operations	13,69,987	6,95,693	14,76,878	30,98,092	30,38,084
	(b) Other Income	65,274	63,115	55,708	2,56,553	1,89,854
	Total Income	**14,35,261**	**7,58,808**	**15,32,586**	**33,54,645**	**32,27,938**
2	**Expenses**					
	(a) Cost of materials consumed	11,55,329	3,18,027	6,49,752	19,25,790	12,36,344
	(b) Purchase of stock-in-trade	25,020	14,995	28,668	67,937	67,140
	(c) Changes in Inventories of Finished Goods, Work-in-Progress, Stock-in-Trade and Scrap	-6,82,754	9,554	-1,92,744	-7,62,477	-1,95,889
	(d) Employee benefits expense	1,80,784	1,29,303	1,38,700	5,71,772	5,27,624
	(e) Finance Costs	842	7	3,139	862	3,205
	(f) Depreciation and Amortisation Expense	73,626	27,693	64,376	1,33,970	1,40,645
	(g) Impairment Loss	987	929	492	2,474	1,495
	(h) Other expenses	55,798	41,546	41,833	1,78,169	1,52,767
	(i) Direct Input to WIP/Expenses Capitalised	14,300	10,697	27,620	37,233	42,599
	(j) Provisions	1,43,645	36,785	2,30,505	2,53,010	3,30,538
	Total Gross Expenses	**9,67,577**	**5,89,536**	**9,92,341**	**24,08,740**	**23,06,468**
	Less: Expenses relating to Capital and Other Accounts	52,344	34,227	37,591	1,35,507	98,427
	Total Expenses	**9,15,233**	**5,55,309**	**9,54,750**	**22,73,233**	**22,08,041**
3	**Profit/(Loss) before Exceptional items and Tax (1-2)**	**5,20,028**	**2,03,499**	**5,77,836**	**10,81,412**	**10,19,897**
4	Exceptional item	-	-	-	589	-
5	**Profit/(Loss) before tax (3+4)**	**5,20,028**	**2,03,499**	**5,77,836**	**10,82,001**	**10,19,897**
6	**Tax expense**					
	(i) Current Tax	1,39,098	55,080	1,49,515	2,88,000	2,90,500
	(ii) Earlier Tax (Refund)/Liability	-	-	-	-25,608	-
	(iii) Deferred Tax	-14,895	5,159	-883	-12,071	-30,107
		1,24,203	**60,239**	**1,48,632**	**2,50,321**	**2,60,393**
7	**Net Profit / (Loss) for the period (5-6)**	**3,95,825**	**1,43,260**	**4,29,204**	**8,31,680**	**7,59,504**
8	**Other Comprehensive Income (OCI)**					
	A. Items that will not be reclassified to statement of Profit and Loss					
	(i) Remeasurements of defined benefit plans	1,643	3,480	-11,931	2,803	-10,945
	(ii) Income Tax relating to items that will not be reclassified to statement of Profit and Loss	-413	-876	3,003	-705	2,755
	B. Items that will be reclassified to statement of Profit and Loss					
	(i) Exchange differences in translating financial statements of foreign operations	-	-	-	-	-
	(ii) Income Tax relating to items that will be reclassified to statement of Profit and Loss	-	-	-	-	-
	Total Other Comprehensive Income (A+B)	**1,230**	**2,604**	**-8,928**	**2,098**	**-8,190**
9	**Total Comprehensive Income for the period (7 + 8)**	**3,97,055**	**1,45,864**	**4,20,276**	**8,33,778**	**7,51,314**
10	**Paid-up Equity Share Capital (Face Value Rs.5 each)**	**33,439**	**33,439**	**33,439**	**33,439**	**33,439**
11	**Other Equity excluding Revaluation Reserves**				**34,50,846**	**28,71,203**
12	**Capital Redemption Reserve**				**14,761**	**14,761**
13	**Earnings per share (in Rupees) (EPS for the quarter are not annualised)**					
	(a) Basic	**59.19**	**21.42**	**64.18**	**124.36**	**113.57**
	(b) Diluted	**59.19**	**21.42**	**64.18**	**124.36**	**113.57**
14	**Net Worth (including Retained Earning)**				**34,84,285**	**29,04,642**

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HINDUSTAN AERONAUTICS LTD. Corporate Office BENGALURU-01

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

Particulars	Standalone	
	As at 31-Mar-25 (Audited)	As at 31-Mar-24 (Audited)
ASSETS		
Non-current assets		
(a) Property, Plant and Equipment	5,96,290	5,77,336
(b) Capital work - in progress	1,09,108	93,579
(c) Investment Property	2	2
(d) Goodwill	-	-
(e) Other Intangible assets	70,052	95,664
(f) Intangible assets under development	2,00,667	1,55,655
(g) Financial Assets		
(i) Invesments in Joint Venture amd Subsidiary	12,822	12,039
(ii) Investments	1,49,914	1,37,667
(iii) Trade receivables	-	-
(iv) Contract Assets	-	-
(v) Loans	557	561
(vi) Other Financial Assets	38,186	38,797
(h) Deferred tax assets (Net)	1,56,799	1,45,433
(i) Other non-current assets	2,68,683	2,40,063
Total Non-current Assets	**16,03,080**	**14,96,796**
Current assets		
(a) Inventories	21,67,570	13,22,592
(b) Financial Assets		
(i) Investments	-	-
(ii) Trade receivables	4,64,754	4,61,667
(iii) Contract Assets	15,88,916	11,89,396
(iv) Cash and Cash Equivalents	4,54,693	4,25,416
(v) Bank balances other than cash and cash equivalents	33,62,383	22,16,768
(vi) Loans	732	1,067
(vii) Other Financial Assets	1,34,671	1,51,406
(c) Current Tax Assets (Net)	-	-
(d) Other Current Assets	8,34,513	5,33,263
Total Current Assets	**90,08,232**	**63,01,575**
Assets held for sale	-	-
TOTAL ASSETS	**1,06,11,312**	**77,98,371**

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HINDUSTAN AERONAUTICS LTD. Corporate Office BENGALURU-01

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

Particulars	Standalone	
	As at 31-Mar-25 (Audited)	As at 31-Mar-24 (Audited)
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity Share capital	33,439	33,439
(b) Other Equity	34,50,846	28,71,203
Total Equity	**34,84,285**	**29,04,642**
LIABILITIES		
Non-current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ia) Lease Liabilities	33	33
(ii) Trade Payables	-	-
(iii) Other financial liabilities	49,663	50,584
(b) Provisions	1,85,671	1,56,413
(c) Deferred Tax Liabilities (Net)	-	-
(d) Other Non-Current Liabilities	24,82,058	10,54,376
Total Non-Current Liabilities	**27,17,425**	**12,61,406**
Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ia) Lease Liabilities	2	2
(ii) Trade Payables		
Total outstanding dues of micro enterprises and small Enterprises	17,669	14,605
Total outstanding dues of creditors other than micro enterprises and Small Enterprises	4,93,415	3,26,862
(iii) Other Financial liabilities	2,82,561	2,44,921
(b) Other Current Liabilities	27,60,278	22,54,925
(c) Provisions	8,41,716	7,61,041
(d) Current Tax Liabilities (Net)	13,961	29,967
Total Current Liabilities	**44,09,602**	**36,32,323**
TOTAL EQUITY AND LIABILITIES	**1,06,11,312**	**77,98,371**

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HINDUSTAN AERONAUTICS LTD. Corporate Office BENGALURU-01

Standalone Statement of Cash Flows

(Rs in Lakhs)

Sl. No.	Particulars	For the year ended 31st March 2025	For the year ended 31st March 2024
A	**Cash flow from Operating activities**		
	Profit After Tax	**831680**	**759504**
	Adjustments to reconcile net profit to net cash provided by operating activities		
	Income Tax expense	250321	260393
	(Gain)/Loss on sale of Property, Plant & Equipment	-188	-590
	Finance cost	862	3135
	Interest Income	-228637	-163338
	Dividend Income	-491	-295
	Net (Gain)/Loss on Fair Value Adjustment	-168	221
	Depreciation,amortization and impairment expense	136200	142140
	Reversal of Provision for Impairment in Value of Investments	-783	32
	Provision for Doubtful Debts	83	3534
	Provision for Doubtful Contract Assets	15010	2386
	Provision for Doubtful Claims	635	4100
	Provision for Doubtful Advances	240	1015
	Provision for Replacement and Other charges	126373	116611
	Provision for Warranty	37015	32425
	Provision for Raw Materials and Components, Stores and Spare parts, Loose Tools and Equipment, Construction Materials, Work-in-progress and Inventory - Warranty	7678	100164
	Provision for Liquidated Damages	65843	70271
	Operating Profit Before Working Capital Changes	**1241673**	**1331708**
	Adjustments for:		
	(Increase)/decrease in Trade Receivables	-417700	-247425
	(Increase)/decrease in Loans, Financial Assets and Other Assets	-262247	-136348
	(Increase)/decrease in Inventories	-852656	-206689
	Increase/(decrease) in Trade Payables	169617	27733
	Increase/(decrease) in Financial Liabilities, Provisions and Other Liabilities	1839640	250528
	Cash generated from Operations	**1718327**	**1019507**
	Income Taxes Paid	-353815	-196933
	Net Cash (used in)/generated from Operating Activities (A)	**1364512**	**822574**
B	**Cash flow from Investing activities**		
	Purchase of Property, Plant & Equipment	-92974	-91615
	Purchase of Intangible Assets	-82683	-83875
	Proceeds from sale of Property, Plant & Equipment	335	797
	Investment in Joint Ventures	-1289	-1050
	Purchase of other non current Investments	-10958	-10149
	Investment in short term deposits	-1145615	-630053
	Interest Received	255350	174477
	Dividend Received from Joint Ventures	491	295
	Share application money paid	-41	
	Net Cash (used in)/generated from Investing Activities (B)	**-1077384**	**-641173**
C	**Cash flow from Financing Activities**		
	Payment of Lease Liabilities	-2	-31
	Interest paid	-3714	-2565
	Dividend Paid	-254135	-197289
	Net Cash (used in)/generated from Financing Activities (C)	**-257851**	**-199885**
	Net increase/(decrease) in Cash and Cash Equivalents (A+B+C)	**29277**	**-18484**
	Add: Cash and Cash Equivalents at the beginning of the year	425416	443900
	Cash and Cash Equivalents at the end of the period	**454693**	**425416**

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. Cash and Cash Equivalents are available fully for use

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HINDUSTAN AERONAUTICS LTD. Corporate Office BENGALURU-01

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 31ST MARCH, 2025

Rs in Lakhs

Sl.No	Particulars	Consolidated				
		Quarter ended			Year ended	
		31-Mar-25	31-Dec-24	31-Mar-24	31-Mar-25	31-Mar-24
		(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
1	**Income from Operations**					
	(a) Revenue from operations	13,69,985	6,95,731	14,76,875	30,98,095	30,38,108
	(b) Other Income	65,153	63,140	55,731	2,56,169	1,89,660
	Total Income	**14,35,138**	**7,58,871**	**15,32,606**	**33,54,264**	**32,27,768**
2	**Expenses**					
	(a) Cost of materials consumed	11,54,729	3,17,551	6,48,883	19,23,446	12,34,633
	(b) Purchase of stock-in-trade	25,020	14,995	28,668	67,937	67,140
	(c) Changes in Inventories of Finished Goods, Work-in-Progress, Stock-in-Trade and Scrap	-6,82,754	9,554	-1,92,733	-7,62,579	-1,95,864
	(d) Employee benefits expense	1,81,133	1,29,616	1,39,062	5,73,037	5,29,069
	(e) Finance Costs	844	8	3,141	868	3,211
	(f) Depreciation and Amortisation Expense	73,649	27,708	64,397	1,34,037	1,40,717
	(g) Impairment Loss	987	929	492	2,474	1,495
	(h) Other expenses	55,868	41,627	41,904	1,78,462	1,53,053
	(i) Direct Input to WIP/Expenses Capitalised	14,300	10,697	27,620	37,233	42,599
	(j) Provisions	1,43,556	36,738	2,30,444	2,52,784	3,30,304
	Total Gross Expenses	**9,67,332**	**5,89,423**	**9,91,878**	**24,07,699**	**23,06,357**
	Less: Expenses relating to Capital and Other Accounts	52,344	34,227	37,591	1,35,507	98,427
	Total Expenses	**9,14,988**	**5,55,196**	**9,54,287**	**22,72,192**	**22,07,930**
3	**Profit/(Loss) before Share of Profit/(Loss) of Joint Ventures, Exceptional items and Tax (1-2)**	**5,20,150**	**2,03,675**	**5,78,319**	**10,82,072**	**10,19,838**
4	Share of Profit/(Loss) of Joint Ventures (JV) accounted using Equity Method	1,716	543	1,181	4,065	2,650
5	**Profit/(Loss) before Exceptional items and Tax (3+4)**	**5,21,866**	**2,04,218**	**5,79,500**	**10,86,137**	**10,22,488**
6	Exceptional item	-	-	-	589	-
7	**Profit/(Loss) before tax (5+6)**	5,21,866	2,04,218	5,79,500	10,86,726	10,22,488
8	**Tax expense**					
	(i) Current Tax	1,39,098	55,080	1,49,515	2,88,000	2,90,500
	(ii) Earlier Tax (Refund)/Liability	-	-	-	-25,608	-
	(iii) Deferred Tax	-14,895	5,159	-883	-12,071	-30,107
		1,24,203	**60,239**	**1,48,632**	**2,50,321**	**2,60,393**
9	**Net Profit / (Loss) for the period (7-8)**	**3,97,663**	**1,43,979**	**4,30,868**	**8,36,405**	**7,62,095**
10	**Other Comprehensive Income (OCI)**					
	A. Items that will not be reclassified to statement of Profit and Loss					
	(i) Remeasurements of defined benefit plans	1,615	3,480	-11,977	2,786	-10,940
	(ii) Share of Other Comprehensive Income of JV's accounted using Equity Method	-8	1	-35	-15	-29
	(iii) Income Tax relating to items that will not be reclassified to statement of Profit and Loss	-413	-876	3,003	-705	2,755
	B. Items that will be reclassified to statement of Profit and Loss					
	(i) Exchange differences in translating financial statements of foreign operations	-	-	-	-	-
	(ii) Share of Other Comprehensive Income of JV's accounted using Equity Method	-	-	-	-	-
	(iii) Income Tax relating to items that will be reclassified to statement of Profit and Loss	-	-	-	-	-
	Total Other Comprehensive Income (A+B)	**1,194**	**2,605**	**-9,009**	**2,066**	**-8,214**
11	**Total Comprehensive Income for the period (9 + 10)**	**3,98,857**	**1,46,584**	**4,21,859**	**8,38,471**	**7,53,881**
12	**Profit/(Loss) for the period attributable to-**					
	Owners of the Company	3,97,666	1,43,983	4,30,871	8,36,413	7,62,105
	Non Controlling interest	-3	-4	-3	-8	-10
13	**Other Comprehensive Income for the period attributable to-**					
	Owners of the Company	1,194	2,605	-9,009	2,066	-8,214
	Non Controlling interest	-	-	-	-	-
14	**Total Comprehensive Income for the period attributable to-**					
	Owners of the Company	3,98,860	1,46,588	4,21,862	8,38,479	7,53,891
	Non Controlling interest	-3	-4	-3	-8	-10
15	**Paid-up Equity Share Capital (Face Value Rs.5 each)**	**33,439**	**33,439**	**33,439**	**33,439**	**33,439**
16	**Other Equity excluding Revaluation Reserves**				**34,64,722**	**28,80,378**
17	**Capital Redemption Reserve**				**14,761**	**14,761**
18	**Earnings per share (in Rupees) (EPS for the quarter are not annualised)**					
	(a) Basic	**59.46**	**21.53**	**64.43**	**125.07**	**113.95**
	(b) Diluted	**59.46**	**21.53**	**64.43**	**125.07**	**113.95**
19	**Net Worth (including Retained Earning)**				**34,98,517**	**29,14,181**

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HINDUSTAN AERONAUTICS LTD. Corporate Office BENGALURU-01

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

Particulars	Consolidated	
	As at 31-Mar-25 (Audited)	As at 31-Mar-24 (Audited)
ASSETS		
Non-current assets		
(a) Property, Plant and Equipment	5,97,026	5,78,023
(b) Capital work - in progress	1,09,108	93,688
(c) Investment Property	2	2
(d) Goodwill	-	-
(e) Other Intangible assets	70,052	95,664
(f) Intangible assets under development	2,00,667	1,55,655
(g) Investments accounted for using the equity method	24,472	20,164
(h) Financial Assets		
(i) Investments	1,50,948	1,38,969
(ii) Trade receivable	-	-
(iii) Contract Assets	-	-
(iv) Loans	557	561
(v) Other Financial Assets	38,911	39,547
(i) Deferred tax assets (Net)	1,56,799	1,45,433
(j) Other non-current assets	2,68,683	2,40,063
Total Non-current Assets	**16,17,225**	**15,07,769**
Current assets		
(a) Inventories	21,67,570	13,21,754
(b) Financial Assets		
(i) Investments	-	-
(ii) Trade receivables	4,64,779	4,61,685
(iii) Contract Assets	15,88,916	11,89,396
(iv) Cash and Cash Equivalents	4,54,855	4,25,469
(v) Bank balances other than cash and cash equivalents	33,63,370	22,17,692
(vi) Loans	743	1,077
(vii) Other Financial Assets	1,34,693	1,51,419
(c) Current Tax Assets (Net)	-	-
(d) Other Current Assets	8,34,534	5,33,257
Total Current Assets	**90,09,460**	**63,01,749**
Assets held for sale	-	-
TOTAL ASSETS	**1,06,26,685**	**78,09,518**

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HINDUSTAN AERONAUTICS LTD. Corporate Office BENGALURU-01

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

Particulars	Consolidated	
	As at 31-Mar-25 (Audited)	As at 31-Mar-24 (Audited)
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity Share capital	33,439	33,439
(b) Other Equity	34,64,722	28,80,378
(c) Non-Controlling Interest	356	364
Total Equity	**34,98,517**	**29,14,181**
LIABILITIES		
Non-current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ia) Lease Liabilities	114	108
(ii) Trade Payables	-	-
(iii) Other financial liabilities	49,665	50,586
(b) Provisions	1,86,806	1,57,834
(c) Deferred Tax Liabilities (Net)	-	-
(d) Other Non-Current Liabilities	24,82,058	10,54,376
Total Non-Current Liabilities	**27,18,643**	**12,62,904**
Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ia) Lease Liabilities	2	2
(ii) Trade Payables		
Total outstanding dues of micro enterprises and small Enterprises	17,709	14,605
Total outstanding dues of creditors other than micro enterprises and Small Enterprises	4,92,858	3,26,682
(iii) Other Financial liabilities	2,82,932	2,45,138
(b) Other Current Liabilities	27,60,327	22,54,968
(c) Provisions	8,41,736	7,61,071
(d) Current Tax Liabilities (Net)	13,961	29,967
Total Current Liabilities	**44,09,525**	**36,32,433**
TOTAL EQUITY AND LIABILITIES	**1,06,26,685**	**78,09,518**

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HINDUSTAN AERONAUTICS LTD. Corporate Office BENGALURU-01

Consolidated Statement of Cash Flows

(Rs in Lakhs)

Sl. No.	Particulars	For the year ended 31st March 2025	For the year ended 31st March 2024
A	**Cash flow from Operating activities**		
	Profit After Tax	**836405**	**762095**
	Adjustments to reconcile net profit to net cash provided by operating activities		
	Income Tax expense	250321	260393
	(Gain)/Loss on sale of Property, Plant & Equipment	-188	-590
	Finance cost	868	3141
	Interest Income	-228744	-163443
	Share of (Profit) or Loss of Joint Venture	-4065	-2650
	Other Adjustments	34	45
	Net (Gain)/Loss on Fair Value Adjustment	-168	221
	Depreciation,amortization and impairment expense	136267	142212
	Reversal of Provision for Impairment in Value of Investments	-783	
	Provision for Doubtful Debts	83	3534
	Provision for Doubtful Contract Assets	15010	2386
	Provision for Doubtful Claims	409	3898
	Provision for Doubtful Advances	240	1015
	Provision for Replacement and Other charges	126373	116611
	Provision for Warranty	37015	32425
	Provision for Raw Materials and Components, Stores and Spare parts, Loose Tools and Equipment, Construction Materials, Work-in-progress and Inventory - Warranty	7678	100164
	Provision for Liquidated Damages	65843	70271
	Operating Profit Before Working Capital Changes	**1242598**	**1331728**
	Adjustments for:		
	(Increase)/decrease in Trade Receivables	-417707	-247443
	(Increase)/decrease in Loans, Financial Assets and Other Assets	-262031	-136194
	(Increase)/decrease in Inventories	-853494	-207049
	Increase/(decrease) in Trade Payables	169280	27790
	Increase/(decrease) in Financial Liabilities, Provisions and Other Liabilities	1839515	250383
	Cash generated from Operations	**1718161**	**1019215**
	Income Taxes Paid	-353815	-196933
	Net Cash (used in)/generated from Operating Activities (A)	**1364346**	**822282**
B	**Cash flow from Investing activities**		
	Purchase of Property, Plant & Equipment	-93009	-91642
	Purchase of Intangible Assets	-82683	-83875
	Proceeds from sale of Property, Plant & Equipment	335	797
	Investment in Joint Ventures	-1289	-1050
	Purchase of other non current Investments	-10690	-10010
	Investment in short term deposits	-1145678	-630108
	Interest Received	255455	174588
	Dividend Received from Joint Ventures	491	295
	Share application money paid	-41	
	Net Cash (used in)/generated from Investing Activities (B)	**-1077109**	**-641005**
C	**Cash flow from Financing Activities**		
	Payment of Lease Liabilities	-2	-31
	Interest paid	-3714	-2565
	Dividend Paid	-254135	-197289
	Net Cash (used in)/generated from Financing Activities (C)	**-257851**	**-199885**
	Net increase/(decrease) in Cash and Cash Equivalents (A+B+C)	**29386**	**-18608**
	Add: Cash and Cash Equivalents at the beginning of the year	425469	444077
	Cash and Cash Equivalents at the end of the period	**454855**	**425469**

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

4. Cash and Cash Equivalents are available fully for use

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Notes:

1) In the absence of requisite number of independent directors, the Company is not able to reconstitute an Audit Committee in pursuance of section 177 of the Companies Act, 2013 and Regulation 18(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, till the date of approval of the financial results. The above audited standalone and consolidated financial results of the Company for the quarter and year ended 31 March, 2025 have been reviewed and approved by the Board of Directors at its meeting held on 14.05.2025.

2) The standalone and consolidated 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 31 March, 2025.

3) During the F.Y. 2024-25, the Company reached an out of court settlement with the Government of Maharashtra under an Amnesty Scheme pertaining to long standing Sales Tax disputes of the Company for the years, 1986-87 to 2017-18. In pursuant to the settlement, the disputed tax demand on the Company was reduced from Rs.10,01,841 lakh to Rs.2,73,724 lakh. Hitherto, the amount of Rs.10,01,841 lakh was shown by the Company as Contingent Liability in the books of accounts. The Company paid an amount of Rs.2,47,097 lakh during the quarter ended 31 March, 2025, after adjusting an amount of Rs.26,627 lakh which was deposited earlier with the revenue authorities, as full and final settlement. The amount so paid has been claimed by the Company from its Customer and the Customer has reimbursed the same to the Company during the quarter ended 31 March, 2025.

4) Ministry vide OM dated 12.07.2023 has conveyed the approval for increasing the Company's contribution to the Pension Scheme of Executives from existing 7% to 10% of Basic Pay + DA w.e.f. 0.1.01.2017. Revision of Pension contribution from 7% to 10% of Basic Pay + DA w.e.f 01.01.2017 has been made in respect of Executives who were on the rolls of the Company as on the date of implementation of the revised ceiling i.e. 01.01.2017. In respect of new incumbents who joined the Company post 01.01.2017, it will be effective from the date of their appointment.

   The additional liability accruing to the Company due to the increased ceiling, of Rs.18,223 lakh pertaining to the period from 1 January, 2017 to 31 March, 2023 was given effect in the books of accounts during the year ended 31, March 2024. Accordingly, employee cost for the current year is not comparable with the that of the corresponding previous year.

   Further, vide circular dated 24.04.2025, the Company has enhanced the contribution to the Defined Contribution Pension Scheme in respect of Workmen from existing 7% to 10% of Basic Pay + DA w.e.f. 01 January, 2025. The additional financial liability accruing to the Company due to the enhanced ceiling is Rs.1,051 lakh pertaining to the period from 01 January, 2025 to 31 March, 2025. The financial effect for the same has been accounted in the books of accounts during the quarter ended 31 March, 2025. Accordingly, the employee cost for the quarter and year ended 31 March, 2025 is not comparable with that of quarter and year ended 31 March, 2024.

5) 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.

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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.

While so, the Employees Union and Officers Association had filed Writ Petition with Honorable High Court of Karnataka to stay recovery of excess amount of salary paid by the Company. The Honorable High Court had granted interim stay on recoveries. Further, vide their order dated 27.01.2025, the Honorable High Court has given verdict in favour of the Officers Association, by setting aside the Circular dated 24.07.2021 and the communication dated 26.07.2021 issued by the Management. The order of the Honorable High Court in favour of the officers was put up to the Board of Directors of the Company. The Board has noted the judgement of the Honorable High Court and accorded approval to abide by the Court order. Pursuant to the same, the differential amount withheld by the Management in respect of Ex-officers has to be released /refunded to the concerned Ex-officers/Nominees along with applicable interest.

Accordingly, one increment impact amount of Rs.2712 lakh recovered from the retired/deceased/resigned employees has been paid during 2024-25. Further, in respect of officers, an amount of Rs.18565 lakh credited to salaries and wages in the earlier years and accounted under claims receivable has been reversed during 2024-25. Accordingly, employees cost for the current year is not comparable with the corresponding previous year.

In respect of Workmen, the final judgement of the Court is awaited. Hence, salaries and wages has been credited by Rs.2444 lakh during the year ended 31 March, 2025 in respect of Workmen as done in earlier years. The excess amount paid to Workmen is shown under claims recoverable (Gross) for Rs.16390 lakh as at 31 March, 2025 (Previous year 31 March,2024: Rs.14282 lakh).

6) Inventory were damaged due to floods caused by rains during September 2022. Based on the internal technical assessment, the loss of Inventory was estimated as Rs.7,856 lakh. Subsequently, based on the findings, as part of the exercise to submit an insurance claim, the actual loss towards company owned items was reassessed as Rs.1,001 lakh and towards customer owned and sister division owned items as Rs.5,590 lakh. For the same, a provision was created in the books of accounts for Rs.1,001 lakh as redundancy charges and Rs.5,590 lakh as replacement charges during 2023-24. Based on the insurance claims submitted by the division for company owned items, the Insurance Surveyor has assessed loss of Rs. 688 lakh, for which an advance amount of Rs. 250 lakh is received as interim settlement and the balance receivable from insurer of Rs. 438 lakh is shown under claims receivable as at 31 March, 2025. Further, during the year, based on the feedback received from OEMs on retrieval of the items, the Company has re assessed the loss of inventory as Rs. 3,664 lakh against Rs.5,590 lakh assessed during 2023-24. Hence, Rs.3,664 lakh have been retained under provision for replacement and future charges and the balance provision of Rs.1,926 lakh towards inventory retrieved back have been reversed during 2024-25. Insurance claims of Rs. 688 lakh admitted by the Insurer, hence redundancy charges for the same amount have been reversed during 2024-25.

7) One overhauled Su-30 Aircraft having tail no. SB-182 got crashed during a flight near Ozar, Nashik on 04th June 2024. HAL has taken an insurance policy for efforts and material used in overhaul, and preferred the claim with the Insurance Company for Rs.14,435 lakh. An amount of Rs. 14,071 lakh have been advised for payment by Insurance Company after deducting policy Administration charges. The disbursement has been received by HAL Nasik on 17

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January, 2025. Further, Brought on Charge (BOC) action of SB-182 was not completed and Aircraft was under custody & control of HAL. Board of Investigation (BOI) has been setup for finding the exact reason for the accident of aircraft. Customer is also demanding for the replacement of equivalent Aircraft. As there is no replacement aircraft (Cat-B) available, out of prudence, provision of Rs.84,336 lakh for new aircraft have been created during 2024-25.

8) An incidence of cyber fraud was noticed by the Management in Kanpur division of the Company, where the advance payment of Rs. 55 lakh (USD 63,405.44) was transferred to a different bank account due to compromised email received from different domain other than the original source (vendor) and the matter was referred to Cybercrime cell and was also taken up with NIC for further investigation of any breach of NIC server. An amount of Rs 55 lakh has been transferred to Claim Receivable-Credit Impaired and provision for same has been made in the books of accounts during the financial year 2024-25. Further accounting treatment will be made based on the outcome of investigation in this regard.

9) The Company has invested in "Systems Testing and Research for Advanced Materials Foundation" which has been incorporated as a Section 8 Company under the Companies Act, 2013 on 18 September 2024. Hindustan Aeronautics Limited has invested Rs.61 lakh i.e. 61,250 Equity Shares of Rs.100 each towards 20% of the subscription shares in the Section 8 Company. Out of the 61,250 Equity Shares, 20,000 Equity Shares have been allotted to the Company. For 41,250 equity shares, allotment is pending and has been accounted as share application money paid.

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

11) The Board of Directors of the Company at its meeting held on 12 February, 2025 has declared the first interim dividend of Rs.25 per equity share of Rs.5 each fully paid up (500%) for the financial year 2024-25.

12) The standalone and consolidated financial results include the results for the quarter ended 31 March, 2025 being the balancing figures between the audited figures with respect to the full financial year and the published audited year-to-date figures up to the third quarter of the current financial year.

13) Notes specific to Consolidated Results:

Notes specific to Joint Ventures

(i) In respect of HATSOFF Helicopter Training Private Limited

Going Concern

The Company has made a net profit of Rs.1909.27 lakh for the year ended 31 March, 2025 and, as of that date, the Company's current liabilities exceeded its current assets by Rs.12613.59 lakh. In addition to this, as at the balance sheet date, the Company has significant accumulated losses which have resulted in erosion of the net worth. The

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networth of the Company as at 31 March, 2025 is Rs.337.10 lakh (as at 31 March, 2024 negative by Rs.1564.98 lakh).

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

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

1) Board has affirmed that Company has the ability to meet all the obligations.

2) The Company has been able to get the multi-year contracts from Defence forces with increased training hours.

3) The Company along with the shareholders are presently pursuing several options with the Company's bankers, viz. ICICI Bank.

4) The Company has paid ECB principal of Rs.3600 lakh (US$ 4,217,066) during the current year and previous year Rs.4518.05 lakh (US$ 5,445,471) against ECB overdue installments at various dates and serviced interest up to 4 September 2023.

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

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

(ii) <u>In respect of HALBIT Avionics Private Ltd</u>

Material Uncertainty Related to Going Concern

The Company, as on 31 March 2025, has a net liability of Rs.1015.30 lakh (March 31st 2024:Rs.1022.06 lakh) and a net current liability of Rs.1088.45 lakh (March 31st 2024:Rs.1093.93 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.

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(iii) In respect of Multirole Transport Aircraft Limited

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

i. Receipt of Government of India approval for closure of the Company,

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

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

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

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

14) 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.

GUPTA NAYAR & CO. FRN:008376N New Delhi Chartered Accountants

HINDUSTAN AERONAUTICS LTD. Corporate Office BENGALURU-01

15) The Joint Venture Company, HAL-Edgewood Technologies Private Limited, has not prepared the financial statements for the year ended 31 March 2025, and accordingly not considered for consolidation. The impact of non-consolidation, however, is not material. The Board in its 406th meeting held on 22 September, 2017, accorded in principle approval for voluntary winding up / closure of HAL-Edgewood Technologies Private Limited enabling the Company to take further action in the matter.

16) The audited financial results for the year ended 31 March 2025 are subject to supplementary audit by Comptroller and Auditor General of India under section 143 (6) of the Companies Act, 2013.

For

GUPTA NAYAR & CO
Chartered Accountants

Firm Registration No. 008376N

CA NANDLAL AGARWAL

Partner

Membership No.091272

Place: Bengaluru

Date: 14.05.2025

BARENYA SENAPATI

Director (Finance) & CFO

DIN: 08525943

Dr. D.K. SUNIL

Chairman & Managing Director

DIN: 09639264

SHAILESH BANSAL

Company Secretary

FCS No.5064

HINDUSTAN AERONAUTICS LIMITED
Regd.Office: 15/1 Cubbon Road, Bengaluru- 560 001
CIN : L35301KA1963GOI001622 , TEL : 080 22320001, email : investors@hal-india.co.in website : www.hal-india.co.in

STATEMENT OF AUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2025

Rs in Lakhs

S. No.	Particulars	Standalone			Consolidated		
		Quarter ended		Year ended	Quarter ended		Year ended
		Audited	Audited	Audited	Audited	Audited	Audited
		31-Mar-25	31-Mar-24	31-Mar-25	31-Mar-25	31-Mar-24	31-Mar-25
1	Total Income from Operations	13,69,987	14,76,878	30,98,092	13,69,985	14,76,875	30,98,095
2	Other Income	65,274	55,708	2,56,553	65,153	55,731	2,56,169
3	Total Income	14,35,261	15,32,586	33,54,645	14,35,138	15,32,606	33,54,264
4	Net Profit/(Loss) for the period (before Tax and Exceptional Items)	5,20,028	5,77,836	10,81,412	5,21,866	5,79,500	10,86,137
5	Net Profit/(Loss) for the period before Tax (after Exceptional Items)	5,20,028	5,77,836	10,82,001	5,21,866	5,79,500	10,86,726
6	Net Profit/(Loss) for the period after Tax (after Exceptional Items)	3,95,825	4,29,204	8,31,680	3,97,663	4,30,868	8,36,405
7	Total Comprehensive Income for the period [Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	3,97,055	4,20,276	8,33,778	3,98,857	4,21,859	8,38,471
8	Paid-up Equity Share Capital (Face value - Rs.5 each)	33,439	33,439	33,439	33,439	33,439	33,439
9	Other Equity excluding revaluation reserves	-	-	34,50,846	-	-	34,64,722
10	Capital Redemption Reserve	-	-	14,761	-	-	14,761
11	Earnings Per Share (Face value of Rs.5/- each) (EPS for the quarter are not annualised) (in Rs.)						
	(i) Basic	59.19	64.18	124.36	59.46	64.43	125.07
	(ii) Diluted	59.19	64.18	124.36	59.46	64.43	125.07
12	Net Worth (including Retained Earning)	-	-	34,84,285	-	-	34,98,517

Notes:

1 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.

2 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, 2025.

3 Figures for the previous periods have been regrouped / reclassified to conform to the classification of the current period, wherever necessary.

4 The above is an extract of the detailed format of quarterly and year to date audited financial results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the quarterly audited financial results are available on the Stock Exchange websites i.e. www.bseindia.com & www.nseindia.com and also on the Company's website www.hal-india.co.in. The same can be accessed by scanning the QR code produced below.

Place : Bengaluru

Dr. D.K. Sunil

Chairman & Managing Director
DIN: 09639264

Date : 14.05.2025