



ಹಿಂದೂಸ್ತಾನ್ ಏರೋನಾಟಿಕ್ಸ್ ಲಿಮಿಟೆಡ್
ಪ್ರಧಾನ ಕಛೇರಿ
ಹಿಂದುಸ್ತಾನ್ ಏರೋನಾಟಿಕ್ಸ್ ಲಿಮಿಟೆಡ್
ಮುಖ್ಯಾಲಯ
HINDUSTAN AERONAUTICS LIMITED
CORPORATE OFFICE

CO/SEC/4(7)/2018/ BSE & NSE Filing/43

9th November, 2018

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

**Sub: Audited Financial Results (Standalone) for the quarter/ half
year ended 30th September, 2018**

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 Standalone Audited Financial Results for the quarter/ half year ended 30th September, 2018.

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

a) Statement showing the Standalone Audited Financial Results for the quarter/ half year ended 30th September, 2018. (**Annexure-I**);

b) Auditors' Report on the Standalone Audited Financial Results (**Annexure-II**);

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

15/1, ಕಬ್ಬನ್ ರೋಡ್, ಬೆಂಗಳೂರು - 560 001, ಭಾರತ, 15/1, ಕಬ್ಬನ್ ರೋಡ್, ಬೆಂಗಳೂರು - 560 001, ಭಾರತ

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

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

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CIN : L35301KA1963GOI001622

4. The meeting of the Board of Directors of the Company commenced at 1030 hours and concluded at 1430 hours.

5. Kindly acknowledge the receipt.

Thanking you,

Yours Faithfully
For Hindustan Aeronautics Ltd



(G V Sessa Reddy)
Company Secretary & Compliance Officer

Encl: As stated above.

HINDUSTAN AERONAUTICS LIMITED

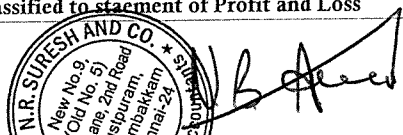
Regd. Office: 15/1 Cubbon Road, Bengaluru- 560 001

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

STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER/HALF YEAR ENDED 30TH SEPTEMBER, 2018

Rs in Lakhs

Sl.No	Particulars	Quarter ended			Half Year ended		Year ended
		30-Sep-18	30-Jun-18	30-Sep-17	30-Sep-18	30-Sep-17	31-Mar-18
		(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
1	Income from Operations						
	(a) Revenue from operations	2,61,033	2,81,396	2,37,302	5,42,429	5,27,726	18,62,378
	(b) Other Income	6,967	13,009	19,023	19,976	39,076	76,121
	Total Income	2,68,000	2,94,405	2,56,325	5,62,405	5,66,802	19,38,499
2	Expenses						
	(a) Cost of materials consumed	1,85,960	1,01,036	1,10,104	2,86,996	2,06,834	7,82,904
	(b) Purchase of stock-in-trade	8,193	2,372	3,762	10,565	6,178	21,730
	(c) Excise Duty	-	-	-743	-	10,453	10,453
	(d) Changes in Inventories of Finished Goods, Work-in-Progress, Stock-in-Trade and Scrap	-1,27,374	-12,268	-21,009	-1,39,642	-17,007	72,877
	(e) Employee benefits expense	90,230	1,05,362	76,593	1,95,592	1,79,239	4,30,005
	(f) Finance Costs	139	484	78	623	115	517
	(g) Depreciation and Amortisation Expense	13,879	15,098	13,582	28,977	25,508	94,697
	(h) Impairment Loss	191	131	-524	322	227	2,152
	(i) Other expenses	39,468	47,393	30,991	86,861	62,457	1,37,496
	(j) Direct Input to WIP/Expenses Capitalised	3,377	7,475	6,713	10,852	15,841	52,303
	(k) Provisions	14,834	13,648	25,400	28,482	35,214	1,04,414
	Total Gross Expenses	2,28,897	2,80,731	2,44,947	5,09,628	5,25,059	17,09,548
	Less: Expenses relating to Capital and Other Accounts	6,152	38,067	6,513	44,219	19,906	1,03,333
	Total Expenses	2,22,745	2,42,664	2,38,434	4,65,409	5,05,153	16,06,215
3	Profit/(Loss) before Exceptional items and Tax (1-2)	45,255	51,741	17,891	96,996	61,649	3,32,284
4	Exceptional items						
5	Profit/(Loss) before tax (3-4)	45,255	51,741	17,891	96,996	61,649	3,32,284
6	Tax expense						
	(i) Current Tax	12,848	16,919	7,918	29,767	21,845	1,23,477
	(ii) Deferred Tax	3,465	-1,232	3,183	2,233	14	1,766
		16,313	15,687	11,101	32,000	21,859	1,25,243
7	Net profit / (Loss) for the period (5-6)	28,942	36,054	6,790	64,996	39,790	2,07,041
8	Other Comprehensive Income (OCI)						
	A. Items that will not be reclassified to statement of Profit and Loss						
	(i) Remeasurements benefit of defined benefit plans	4,708	-1,195	1,672	3,513	-1,006	-23,085
	(ii) Income Tax relating to items that will not be reclassified to statement of Profit and Loss	-1,646	418	-579	-1,228	348	7,983
	B. Items that will be reclassified to statement of Profit and Loss						



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

STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER/HALF YEAR ENDED 30TH SEPTEMBER, 2018

Rs in Lakhs

Sl.No	Particulars	Quarter ended			Half Year ended		Year ended
		30-Sep-18 (Audited)	30-Jun-18 (Audited)	30-Sep-17 (Audited)	30-Sep-18 (Audited)	30-Sep-17 (Audited)	31-Mar-18 (Audited)
	(i) Exchange differences in translating financial statements of foreign operations	19	-4	8	15	8	17
	(ii) Income Tax relating to items that will be reclassified to statement of Profit and Loss	-6	1	-3	-5	-3	-6
		3,075	-780	1,098	2,295	-653	-15,091
9	Total comprehensive income for the period (7 + 8)	32,017	35,274	7,888	67,291	39,137	1,91,950
10	Paid-up Equity Share Capital (Face Value Rs.10 each)	33,439	33,439	36,150	33,439	36,150	33,439
11	Other Equity excluding Revaluation Reserves						11,69,899
12	Earnings per share (in Rupees) (EPS for quarter ended 30.09.2018, 30.06.2018, 30.09.2017 and six months ended 30.09.2018, 30.09.2017 is not annualised)						
	(a) Basic	8.66	10.78	1.88	19.44	11.01	58.50
	(b) Diluted	8.66	10.78	1.88	19.44	11.01	58.50



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STATEMENT OF STANDALONE ASSETS & LIABILITIES

Rs in Lakhs

Particulars	As at	As at
	30-Sep-18	31-Mar-18
	(Audited)	(Audited)
ASSETS		
(A) Non-current assets		
(a) Property, Plant and Equipment	623632	622003
(b) Capital work-in-progress	62671	61692
(c) Investment Property	4	4
(d) Goodwill		
(e) Other Intangible assets	131835	134600
(f) Intangible Assets under Development	94957	84090
(g) Financial Assets		
(i) Investments in Joint Ventures and Subsidiaries	13555	13566
(ii) Investments-Others	87285	85371
(iii) Trade Receivables		
(iv) Loans	5145	5409
(v) Other Financial Assets	40071	35800
(h) Deferred tax Assets (net)		
(i) Other Non-Current Assets	174215	175074
Total Non-current Assets	1233370	1217609
(B) Current assets		
(a) Inventories	2237602	1937518
(b) Financial Assets		
(i) Investments		
(ii) Trade receivables	984507	774155
(iii) Contract Assets	127887	
(iv) Cash and Cash Equivalents	19116	9154
(v) Bank Balances other than (iv) above	53414	577279
(vi) Loans	6233	6343
(vii) Other Financial Assets	193770	217013
(c) Current Tax Assets (Net)	11570	
(d) Other Currents Assets	124003	113705
Total Current Assets	3758102	3635167
TOTAL ASSETS (A+B)	4991472	4852776
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity Share capital	33439	33439
(b) Other Equity	1228712	1169899
Total Equity-A	1262151	1203338
LIABILITIES		
(1) Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	10000	10000
(ii) Trade Payables	297	282
(iii) Other Financial Liabilities	43761	36566
(b) Provisions	126407	183891
(c) Deferred Tax Liabilities (Net)	95504	97758
(d) Other Non-Current Liabilities	928890	846215
Total Non-Current Liabilities-B	1204859	1174712
(2) Current Liabilities		
(a) Financial liabilities		
(i) Borrowings	2128	10419
(ii) Trade payables	190439	166560
(iii) Other financial liabilities	112700	139934
(b) Other Current Liabilities	1858065	1802720
(c) Provisions	361130	350153
(d) Current Tax Liabilities (Net)		4940
Total Current Liabilities-C	2524462	2474726
TOTAL EQUITY AND LIABILITIES (A+B+C)	4991472	4852776



from M/s

Dr

NSA

Notes:

1. The above results have been reviewed & recommended by the Audit Committee in its meeting held on 09.11.2018 and approved by the Board of Directors in the meeting held on the same day.
2. The Financial Results have been audited by the Statutory Auditors as required under regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
3. On 14th September, 2018, the company has paid Rs. 2000 lakhs to its wholly owned subsidiary, M/s Naini Aerospace Limited, towards investment in equity share capital. As on 30th September, 2018, the company has not been allotted equity shares against the amount paid.
4. On 31st July, 2018, Shri. C.V. Ramana Rao superannuated form the post of Director (Finance) & CFO. Shri . C.B. Ananthkrishnan assumed the post of Director (Finance) & CFO of the company from 01st August, 2018.
5. On 31st August, 2018, Shri. T. Suvarna Raju superannuated form the post of Chairman & Managing Director. Shri . R. Madhavan assumed the post of Chairman & Managing Director of the company form 01st September, 2018.
6. An incident of misappropriation of funds by an employee has been noticed by the management and referred to Vigilance Department for further investigation. During the Vigilance investigation an amount of Rs 547 lakhs has been provisionally assessed as fraudulent payments. Adjustment of expenses relating to Capital and other accounts includes the above mentioned amount. The matter is under investigation by CBI.
7. A SU-30 MK 1 fighter aircraft manufactured by the Company to IAF crashed on 27th june 2018 near Nasik in Maharashtra during flight trials. Insurance claim has been lodged by the Company for the entire aircraft under aviation risk policy for Rs 25800 Lakhs being the declared value. The claim made is debited to Claims receivable and is under process by the insurance company.
8. Goods and Service Tax (GST) has been implemented w.e.f 01st July, 2017 and therefore Revenue from operations for all periods presented other than the period 01st April, 2017 to 30th June, 2017, included in the financial results for half year ended 30th September, 2017 are net of GST. Accordingly, Revenue from operations for the half year ended 30th September, 2018 is not comparable to the Revenue from operations for the half year ended 30th September 2017. For comparison purpose revenue excluding excise duty is given

below:

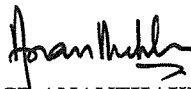


Particulars	Standalone			Standalone		Standalone
	Quarter ended			For six months ended		Year ended
	30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	31.03.2018
Revenue from Operation (Gross)	2,61,033	2,81,396	2,37,302	5,42,429	5,27,726	18,62,378

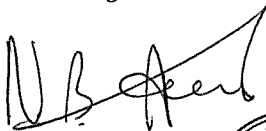
Less: Excise Duty	-	-	743	-	(10,453)	(10,453)
Net comparable Value	2,61,033	2,81,396	2,38,045	5,42,429	5,17,273	18,51,925

9. Ministry of Corporate Affairs vide notification no 1/2/2014-CL-V dated 23rd February 2018 has exempted the companies engaged in defence production to the extent of application of Accounting Standard 108- "Segment Reporting".
10. With effect from April 1, 2018, the Company has applied Ind AS 115 using the cumulative effect method. The Standard is applied retrospectively only to contracts that are not completed as at the date of initial application and the comparative information in the Statement of Profit and Loss has not been restated – i.e. the comparative information continues to be reported under Ind AS 18 and Ind AS 11. The cumulative effect of initial application of Ind AS 115 upto March 31, 2018 adjusted in the opening retained earnings (at the date of initial application i.e. 01st April, 2018).
11. As per the recommendations of the 3rd Pay Revision Committee (PRC) constituted by the Central Government, revision of Pay Scales of Officers was done during the period. Revision of Pay Scales of Workmen of the Company is also due with effect from 1st January 2017. While most of the dues in respect of Officers have been settled, the same for Workmen is under finalization. The Company has on an estimated basis created a provision of Rs.10100 lakhs for the period ended 30th September, 2018 (Rs.20,200 lakhs for the year ended 31st March, 2018). The total accumulated provision made by the Company in this regard as at 30th September, 2018 is Rs. 34,900 lakhs (Rs. 24,800 lakhs as at 31st March, 2018).
12. The Company hereby declares that the Auditors have issued their Audit Report for standalone financial statements with unmodified opinion for the period ended 30th September, 2018.
13. Figures for the previous periods have been regrouped / reclassified to conform to the classification of the current period, where necessary.

For Maharaj N R Suresh and Co
Chartered Accountants,
Firm Registration No.001931S


CE ANANTHAKRISHNAN
Director (Finance) & CFO
DIN: 06761339


R MADHAVAN
Chairman & Managing Director
DIN: 08209860



CA N R Suresh
Partner

Membership No 021661

Place: Bangalore

Date: 09th November, 2018



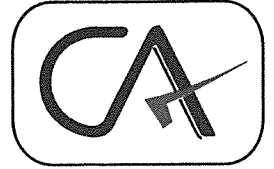


G.V. SESHAREDDY
Company Secretary

Maharaj N R Suresh And Co.**Chartered Accountants**

9, (Old 5), II Lane, II Main Road, Trustpuram, Chennai - 600 024.

Tel. : (044) 24837583, 24801322 Fax : 044-24813734 e-mail : mnrssuresh56@gmail.com



Auditor's Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

Board of Directors of Hindustan Aeronautics Limited

We have audited the quarterly financial results of Hindustan Aeronautics Limited for the quarter ended 30th September 2018 and the year to date results for the period 1st April 2018 to 30th September 2018 , attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (Ind AS 34), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date



- (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (ii) give a true and fair view of the net profit and other financial information for the quarter ended 30th September 2018 as well as the year to date results for the period from 1st April 2018 to 30th September 2018

Emphasis of Matter

We draw attention to notes to statement of audited quarterly financial results

a) Note : 6

An incident of misappropriation of funds by an employee has been noticed by the management and referred to Vigilance Department for further investigation. During the Vigilance investigation an amount of Rs 547 lakhs has been provisionally assessed as fraudulent payments. Adjustment of expenses relating to Capital and other accounts includes the above mentioned amount. The matter is under investigation by CBI.

b) Note: 7

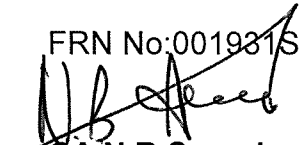
SU-30 MK 1 fighter aircraft manufactured by the Company to IAF crashed on 27th June 2018 near Nasik in Maharashtra during flight trials. Insurance claim has been lodged by the Company for the entire aircraft under aviation risk policy for Rs 25800 Lakhs being the declared value. The claim made is debited to Claims receivable and is under process by the insurance company.

Our opinion is not modified in respect of these matters.

For Maharaj N R Suresh and Co

Chartered Accountants

FRN No:001931S


CA N R Suresh

Partner

M.No 021661

Place: Bangalore

Date: 9th November, 2018



HINDUSTAN AERONAUTICS LIMITED

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

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

STATEMENT OF STANDALONE AUDITED RESULTS FOR THE QUARTER/HALF YEAR ENDED 30TH SEPTEMBER, 2018

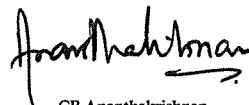
S. No.	Particulars	Quarter ended		Half Year ended		Year Ended
		30.09.2018	30.09.2017	30.09.2018	30.09.2017	31.03.2018
1	Total Income from Operations	2,61,033	2,37,302	5,42,429	5,27,726	18,62,378
2	Other Income	6,967	19,023	19,976	39,076	76,121
3	Total Income	2,68,000	2,56,325	5,62,405	5,66,802	19,38,499
4	Total Expenses	2,22,745	2,38,434	4,65,409	5,05,153	16,06,215
5	Net Profit/(Loss) for the period (before Tax and Exceptional Items)	45,255	17,891	96,996	61,649	3,32,284
6	Net Profit/(Loss) for the period before Tax (after Exceptional Items)	45,255	17,891	96,996	61,649	3,32,284
7	Net Profit/(Loss) for the period after Tax (after Exceptional Items)	28,942	6,790	64,996	39,790	2,07,041
8	Total Comprehensive Income for the period [Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	32,017	7,888	67,291	39,137	1,91,950
9	Paid-up Equity Share Capital (Face value - Rs.10 each)	33,439	36,150	33,439	36,150	33,439
10	Other Equity excluding revaluation reserves	-	-	-	-	11,69,899
11	Earnings Per Share (Face value of Rs.10/- each) (not annualised) (in Rs.)					
	(i) Basic	8.66	1.88	19.44	11.01	58.50
	(ii) Diluted	8.66	1.88	19.44	11.01	58.50

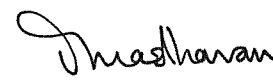
Notes:

- The above is an extract of the detailed format of Quarterly / Half year 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 Financial Results are available on the Stock Exchange websites i.e. Bombay Stock Exchange www.bseindia.com & National Stock Exchange www.nseindia.com and also on the Company's website www.hal-india.co.in.
- The Company has prepared these standalone financial results in accordance with the Companies (Indian Accounting Standards) Rules, 2015 prescribed under Section 133 of the Companies Act. 2013.
- The statutory auditors have issued unmodified opinion on the standalone financial statements of the Company for the Quarter /Half year period ended 30th September, 2018.
- The Quarterly results of Joint Ventures and Subsidiaries are not included above.
- With effect from April 1, 2018, the Company has applied Ind AS 115 using the cumulative effect method. The standard is applied retrospectively only to contracts that are not completed as at the date of initial application and the comparative information in the Statement of Profit and Loss have not been restated – i.e. the comparative information continues to be reported under Ind AS 18 and Ind AS 11. The cumulative effect of initial application of Ind AS 115 upto March 31, 2018 has been adjusted in opening retained earnings (at the date of initial application i.e. 01st April, 2018).
- Goods and Service Tax (GST) has been implemented w.e.f 01st July, 2017 and therefore Revenue from operations for all periods presented other than the period 01st April, 2017 to 30th June, 2017, included in the financial results for half year ended 30th September, 2017 are net of GST. Accordingly, Revenue from operations for the half year ended 30th September, 2018 is not comparable to the Revenue from operations for the half year ended 30th September 2017. For comparison purpose revenue excluding excise duty is given below:

Particulars	Rs in Lakhs					
	For the quarter ended			For the six months ended		Year Ended
	30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	31.03.2018
Revenue from Operations (Gross)	2,61,033	2,81,396	2,37,302	5,42,429	5,27,726	18,62,378
Less: Excise Duty		-	743		(10,453)	(10,453)
Net comparable Value	2,61,033	2,81,396	2,38,045	5,42,429	5,17,273	18,51,925

- On 14th September, 2018, the company has paid Rs. 2000 lakhs to its wholly owned subsidiary, M/s Naini Aerospace Limited, towards investment in equity share capital. As on 30th September, 2018, the company has not been allotted equity shares against the amount paid.
- Figures for the previous periods have been regrouped / reclassified to conform to the current period classification.


 CB Ananthakrishnan
 Director (Finance) & CFO
 DIN: 06761339


 R Madhavan
 Chairman & Managing Director
 DIN: 08209860

Place : Bangalore
 Date : 09th November, 2018