

HINDUSTAN EVEREST TOOLS LIMITED
(ALL AMOUNTS ARE IN INDIAN RUPEES LAKHS, EXCEPT IF OTHERWISE STATED)

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED JUNE 30, 2017

	Particulars	June 30, 2017 (Unaudited)	June 30, 2016 (Unaudited)
1	Income from operations		
(a)	Revenue from operations	6.87	442.17
(b)	Other income	23.75	3.46
	Total income from operations	30.62	445.63
2	Expenses		
(i)	Cost of materials consumed	-	44.04
(ii)	Purchase of trade goods	-	36.78
(iii)	(Increase)/ decrease in stock of finished goods, stock-in-trade and Work-in-progress	-	357.89
(iv)	Employee benefits expense	92.18	176.91
(v)	Finance cost	39.00	30.12
(vi)	Depreciation and amortization expenses	12.44	14.80
(vii)	Other expenses	65.59	129.41
(viii)	Power & Fuel	-	24.74
	Total expenses	209.21	814.69
3	Loss from operations before tax(1-2)	(178.59)	(369.06)
4	Tax (credit)/expense		
	Current tax	-	-
	Tax for earlier years	-	-
5	Net loss after tax (3-4)	(178.59)	(369.06)
6	Other comprehensive income	-	-
7	Total comprehensive income (5+6)	(178.59)	(369.06)
8	Paid-up equity share capital(face value of share Rs.10/- each)	160.72	160.72
9	Earnings/(Loss) per share (Not annualised)		
	Basic (Rs.)	(11.11)	(22.96)
	Diluted (Rs.)	(11.11)	(22.96)

Notes:-

1 The above Statement of Unaudited Standalone Quarterly Financial Results for the quarter ended June 30, 2017 ("the Statement") has been reviewed by the audit committee and approved by the Board of Directors in its meeting held on January 25, 2018. The Statutory Auditors of the Company have carried out the limited review of the Statement.

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

The Company entered into a binding agreement to dispose off the entire land of its only manufacturing facility located at Sonipat on June 9, 2017. Subsequently, the Company has commenced disposal of the other assets (other than land) as a part of definitive plan. As on date, the Company has paid off the entire bank borrowings and has paid a significant portion of its liabilities like trade other payables, statutory dues and employee's related dues. The net worth of the Company as on date of these results is positive and there is no foreseeable reason that the Company shall not be able to pay off its remaining liabilities which are not significant in current context.

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

In view of improved networth and availability of funds, the management is hopeful to finalise a new business plan for the Company in near future.

- 3 The Company has adopted the Indian Accounting Standards (Ind-AS) from April 1, 2017 and accordingly, the Statements for the quarter ended June 30, 2017 have been prepared in accordance with the recognition and measurement principles laid down in Indian Account Standards 34 – Interim Financial Reporting prescribed under section 133 of the companies act, 2013 read with relevant rules framed thereunder and other accounting principles generally accepted in India. The Company has opted to avail the relaxation provided by SEBI in respect of disclosure requirement for corresponding figures of earlier periods.

The date of transition to Ind-AS is April 1, 2016. The impact of transition has been accounted for in the opening reserves and the comparative results for the corresponding period have been restated accordingly. The opening balance sheet as at April 1, 2016 and the results for the subsequent periods will be finalised and subject to audit at the time of annual financial statements for the year ended March 31, 2018. The Ind-AS compliant financial results pertaining to the corresponding quarter ended June 30, 2016, have not been subject to limited review or audit. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its operations.

- 4 The Company is engaged in Hand Tool Business, which in the context of IND AS 108 is considered.
- 5 After the closure of its only manufacturing plant, the CFO and CS of the Company have resigned. The management is in the process to find suitable candidates for these positions. The management of the company has engaged a firm of practicing Company Secretary to assist the Company in ensuring compliance of regulatory requirement.
- 6 Reconciliation of net profit/(loss) as per generally accepted accounting principles (Previous GAAP) and as per Ind AS is given below-

Particulars	Quarter ended June 30, 2016
Net profit/(loss) after tax as reported under IGAAP	(371.07)
Ind AS adjustment -	
- Gain on fair value of investment through profit and loss	2.01
Net profit/(loss) after tax as per Ind AS	(369.06)
Other comprehensive income, net of tax	-
Total comprehensive income	(369.06)

- 7 The previous period's/year's figures have been re-grouped/re-arranged wherever considered necessary.
- 8 The format of the quarterly financial results are available on the websites of Bombay Stock Exchange and the website of the Company ("www.everesttools.com").

For and on behalf of the board of directors

Place: New Delhi
Date: January 25, 2018

Chairman & Managing Director
S.K.Mandelia