

<b>General information about company</b>	
Scrip code	505725
NSE Symbol	
MSEI Symbol	
ISIN*	INE598D01019
Name of company	Hindustan Everest Tools Limited
Type of company	
Class of security	Equity
Date of start of financial year	01-04-2019
Date of end of financial year	31-03-2020
Date of board meeting when results were approved	31-07-2020
Date on which prior intimation of the meeting for considering financial results was informed to the exchange	24-07-2020
Description of presentation currency	INR
Level of rounding used in financial results	Lakhs
Reporting Quarter	Yearly
Nature of report standalone or consolidated	Standalone
Whether results are audited or unaudited	Audited
Segment Reporting	Single segment
Description of single segment	Business of Trading in metals
Start date and time of board meeting	31-07-2020 12:00
End date and time of board meeting	31-07-2020 20:45
Declaration of unmodified opinion or statement on impact of audit qualification	Declaration of unmodified opinion

<b>Financial Results – Ind-AS</b>			
<b>Particulars</b>		<b>3 months/ 6 months ended (dd-mm-yyyy)</b>	<b>Year to date figures for current period ended (dd-mm-yyyy)</b>
A	Date of start of reporting period	01-01-2020	01-04-2019
B	Date of end of reporting period	31-03-2020	31-03-2020
C	Whether results are audited or unaudited	Audited	Audited
D	Nature of report standalone or consolidated	Standalone	Standalone
<b>Part I</b>	<b>Blue color marked fields are non-mandatory. For Consolidated Results, if the company has no figures for 3 months / 6 months ended, in such case zero shall be inserted in the said column.</b>		
<b>1</b>	<b>Income</b>		
	Revenue from operations	0	0
	Other income	43.86	160.78
	<b>Total income</b>	<b>43.86</b>	<b>160.78</b>
<b>2</b>	<b>Expenses</b>		
(a)	Cost of materials consumed	0	0
(b)	Purchases of stock-in-trade	0	0
(c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	0	0
(d)	Employee benefit expense	20.48	102.81
(e)	Finance costs	18.68	18.68
(f)	Depreciation, depletion and amortisation expense	11.25	20.92
<b>(f)</b>	<b>Other Expenses</b>		
1	Provision for expected credit Loss	77.01	77.01
2	Other Expenses	75.42	174.53
10			
	<b>Total other expenses</b>	<b>152.43</b>	<b>251.54</b>
	<b>Total expenses</b>	<b>202.84</b>	<b>393.95</b>

<b>Financial Results – Ind-AS</b>			
<b>Particulars</b>		<b>3 months/ 6 months ended (dd-mm-yyyy)</b>	<b>Year to date figures for current period ended (dd-mm-yyyy)</b>
A	Date of start of reporting period	01-01-2020	01-04-2019
B	Date of end of reporting period	31-03-2020	31-03-2020
C	Whether results are audited or unaudited	Audited	Audited
D	Nature of report standalone or consolidated	Standalone	Standalone
<b>Part I</b>	<b>Blue color marked fields are non-mandatory. For Consolidated Results, if the company has no figures for 3 months / 6 months ended, in such case zero shall be inserted in the said column.</b>		
<b>3</b>	<b>Total profit before exceptional items and tax</b>	-158.98	-233.17
4	Exceptional items	0	0
<b>5</b>	<b>Total profit before tax</b>	-158.98	-233.17
<b>7</b>	<b>Tax expense</b>		
8	Current tax	0	0
9	Deferred tax	1075.19	1075.19
<b>10</b>	<b>Total tax expenses</b>	1075.19	1075.19
11	Net movement in regulatory deferral account balances related to profit or loss and the related deferred tax movement	0	0
<b>14</b>	<b>Net Profit Loss for the period from continuing operations</b>	-1234.17	-1308.36
15	Profit (loss) from discontinued operations before tax	-154.51	-154.51
16	Tax expense of discontinued operations	0	0
<b>17</b>	<b>Net profit (loss) from discontinued operation after tax</b>	-154.51	-154.51
19	Share of profit (loss) of associates and joint ventures accounted for using equity method	0	0
<b>21</b>	<b>Total profit (loss) for period</b>	-1388.68	-1462.87
22	Other comprehensive income net of taxes	0	0

<b>Financial Results – Ind-AS</b>			
<b>Particulars</b>		3 months/ 6 months ended (dd-mm-yyyy)	Year to date figures for current period ended (dd-mm-yyyy)
A	Date of start of reporting period	01-01-2020	01-04-2019
B	Date of end of reporting period	31-03-2020	31-03-2020
C	Whether results are audited or unaudited	Audited	Audited
D	Nature of report standalone or consolidated	Standalone	Standalone
<b>Part I</b>	<b>Blue color marked fields are non-mandatory. For Consolidated Results, if the company has no figures for 3 months / 6 months ended, in such case zero shall be inserted in the said column.</b>		
<b>23</b>	<b>Total Comprehensive Income for the period</b>	-1388.68	-1462.87
<b>24</b>	<b>Total profit or loss, attributable to</b>		
	Profit or loss, attributable to owners of parent		
	Total profit or loss, attributable to non-controlling interests		
<b>25</b>	<b>Total Comprehensive income for the period attributable to</b>		
	Comprehensive income for the period attributable to owners of parent	0	0
	Total comprehensive income for the period attributable to owners of parent non-controlling interests	0	0
<b>26</b>	<b>Details of equity share capital</b>		
	Paid-up equity share capital	160.72	160.72
	Face value of equity share capital	10	10
<b>27</b>	<b>Details of debt securities</b>		
28	Reserves excluding revaluation reserve		1477.72
<b>29</b>	<b>Earnings per share</b>		
<b>i</b>	<b>Earnings per equity share for continuing operations</b>		
	Basic earnings (loss) per share from continuing operations	-9.89	-14.51
	Diluted earnings (loss) per share from continuing operations	-9.89	-14.51
<b>ii</b>	<b>Earnings per equity share for discontinued operations</b>		
	Basic earnings (loss) per share from discontinued operations	-9.61	-9.61
	Diluted earnings (loss) per share from discontinued operations	-9.61	-9.61
<b>ii</b>	<b>Earnings per equity share</b>		
	<b>Basic earnings (loss) per share from continuing and discontinued operations</b>	-19.5	-24.12
	<b>Diluted earnings (loss) per share from continuing and discontinued operations</b>	-19.5	-24.12
30	Debt equity ratio		
31	Debt service coverage ratio		
32	Interest service coverage ratio		
<b>33</b>	<b>Disclosure of notes on financial results</b>	Textual Information(1)	

## Text Block

Textual Information(1)

Notes :

2. Statement of Cash Flow Statement as at 31st March 2020  
(Figures in Rs.)  
Year ended Year ended  
31-March-20 31-March-19

Cash flow from operating activities  
(Loss)/ profit before income tax from  
Continuing operations (23,317,310) (57,301)  
Discontinued operations (15,450,692) (10,256,808)  
(Loss)/ profit before income tax including discontinued  
operations (38,768,002) (10,314,109)

Adjustments for:

Depreciation and amortisation expense 2,091,984 1,594,200  
Gain on fair valuation of financial assets (13,038,255) (14,607,981)  
Loss/Gain on disposal of property, plant and equipments 744,662 (5,000)  
Dividend received (7,200) (13,800)  
Finance costs 1,867,862 6,472,881  
Gain on sale of investment (251,298) (899,566)  
Provision for expected credit loss 7,701,224 -  
Provision of liability related to SEBI non compliance 3,278,000 -  
Operating loss before Working Capital Changes (36,381,024) (17,773,376)

Change in operating assets and liabilities  
in other current assets 17,994 21,183,460  
in trade payables (538,754) (3,268,850)  
in other current liabilities 1,504,439 (2,151,431)  
in other financial liabilities 3,453,491 (8,172,523)  
in provisions 12,153,000 -

Cash generated from/(used in) operations (19,790,853) (10,182,718)  
Income taxes paid 14,320 (71,326,042)  
Net cash flow used in operating activities (A) (19,776,533) (81,508,760)

Cash flows from investing activities  
Proceeds from sale of property, plant and equipments 6,520,573 5,000  
Proceeds from sale of investments (Shares & MF) 21,467,946 82,755,356  
Dividend received 7,200 13,800  
Net cash flow from/ (used in) investing activities (B) 27,995,719 82,774,156

Cash flows from financing activities  
Interest paid - (6,472,881)  
Net cash flow from/ (used in) financing activities (C) - (6,472,881)

Net increase/(decrease) in cash and cash equivalents (A+B+C) 8,219,186 (5,207,485)  
Cash and cash equivalents at the beginning of the financial year 1,391,269 6,598,755  
Cash and cash equivalents at end of the year 9,610,455 1,391,269

Components of cash and cash equivalents

Balance with banks  
-in current account 3,190,523 1,177,378  
Cash on hand - 14,534  
Cheques on hand 6,220,573 -  
Bank balance other than cash and cash equivalent 199,357 199,357  
Total cash and cash equivalents 9,610,453 1,391,269

3. The above Statement of "Audited Financial Results" for the quarter and year ended 31-March-20 ("the Statement") has been reviewed by the audit committee and approved by the Board of Directors in its meeting held on 31-July-20. The Statutory auditors' have issued an un-modified opinion on the Statement.

4. The financial results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with relevant rules framed thereunder and other accounting principles generally accepted in India.

5. Subsequent to closure of its only manufacturing facility in year 2017, the management of the Company has been exploring various business activities in trading as well as manufacturing space with a particular emphasis in engineering sector which has traditionally been the expertise of the management since the inception of the Company.

During the quarter ended 31-Dec-18, the Company had substantially completed the settlement of liabilities, and realisation of assets, pertaining to its discontinued operations. Net surplus funds are available at the Corporate level for investment in a new business and the same have been temporarily invested in debt based mutual funds to earn risk free returns. As of now, income from or gain on fair valuation, of these investments is major source of income for the Company. However, the investments are temporary and the management of the Company does not foresee it to be a permanent source in view of the aforementioned business plan under evaluation. Consequently, the statutory liabilities and tax credits shall now be considered at Corporate level as majority of the liabilities of discontinued operations have been settled. Only specific liabilities of discontinued operations are disclosed under discontinued

operations. Consequently, figures for the discontinued operations have been separately disclosed and operations of the trading activities have been considered as continuing. Accordingly, corresponding figures for the previous periods have been reclassified/regrouped as per current period presentation.

The net worth of the Company as on date is positive and there is no foreseeable issue that the Company shall not be able to pay off its remaining liabilities which are not significant in current context.

In view of improved net worth and availability of funds, the management is hopeful to finalise a new business plan for the Company in near future and the Company shall be able to continue as a going concern.

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

#### 6 Exceptional items:

##### a) Provision for Gratuity:

The labour union had submitted a demand notice to the management of the Company for revision of wages and other amenities. This notice was under negotiation when without any prior notice, the workers staged a walk out on 22-May-13 bringing the production and all aligned activities to a complete standstill. All efforts by the management as well as the labour department to find a resolution to the strike were unsuccessful.

The Hon'ble Governor of Haryana issued orders declaring the strike to be illegal and directed the workers to join duty within 3 days of the order and refer the dispute to the labour court Panipat. This too had no effect on the labour union and the workers resorted to unrest and production shut down on 3 separate occasions causing heavy losses to the Company. The strike continued, forcing the management to issue notice of forfeiture of Gratuity and all other dues include lien on service of all workers on payrolls.

The notice regarding the forfeiture of gratuity and other dues was challenged by some of the workers through Labour office, Sonapat where the matter was dismissed in favour of the Company. Thereafter, the workers appealed before the Dy. Labour Commissioner, Rohtak where DLC ruled the matter in favour of the workers i.e. against the Company. The learned DLC chose to pass this order without giving due consideration to the actual facts of the case and therefore, the Management then had no option but to approach the High Court, Chandigarh vide writ petition no. 18716/2018 but the case was decided against the Company on 06-Mar-20. The management has filed a revision petition on a larger bench on 05-July-20 and the petition has been admitted for hearing on merit 22-July-20.

However, on a prudence basis, the management has recorded an expense of Rs. 104.45 lacs and is carrying a total provision of Rs.157.98 lacs (previous year Rs.53.53 lacs) in the books of account. The management believes the likelihood of a higher liability is low.

##### b) Liability under Haryana VAT

The Company had received an order dated 31-Jan-20 in the month of February 20. The assessing officer has demanded VAT/CST of Rs. 28.57 lacs for the AY 2016-17 and Rs. 21.49 lacs for the AY 2015-16. Consequently, the Company has recorded a provision for liability under VAT/CST amounting Rs.50.06 lacs.

However, on a prudence basis, the management has recorded a provision for liability under VAT/CST amounting Rs.50.06 lacs in the books of account.

However, the management is in the process of filing an appeal to get relief in the matter.

##### c) Deferred tax credit written-off

The Company has paid tax under MAT in the financial year 2017-18 as per the provisions of Income Tax Act, 1961. The Company had recorded a MAT credit of Rs.1,075 lacs as MAT credit entitlement. The Company has not been able to generate profits to take benefit of the MAT credit recorded by the Company as the operations of the Company have not yet been started and management has not been able to finalise a new line of business. The recoverability of the deferred tax asset, due to lack of certainty of realisation, is low. Consequently, the aforementioned credit has been written-off due to lack of certainty of realisation.

7. In accordance with IND AS- 108, the Company has only one segment i.e. business of trading in metals.

8. The management of the Company has evaluated the impact of adoption of Ind-AS 116 on the financial results of the Company. All the leases of the Company were short-term operating lease.

9. The Company has taken into account the possible impacts of COVID-19 in preparation of the standalone financial results, including but not limited to its assessment of liquidity and going concern assumption, recoverable values of its financial and non-financial assets, impact on revenues and on its cost. During the quarter it resulted into lower income on its investments in financial assets due to decline in net realisable value of investments.

The Company has considered internal and certain external sources of information up to the date of approval of the standalone quarterly financial results and there are no factors that can impact the carrying amount of its assets. Post commencement of unlocking of the lockdown the Company's operations have been very slow due to various restrictions during lock-down.

10. 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](http://www.everesttools.com)").

<b>Statement of Asset and Liabilities</b>	
Particulars	Current year ended (dd-mm-yyyy)
Date of start of reporting period	01-04-2019
Date of end of reporting period	31-03-2020
Whether results are audited or unaudited	Audited
Nature of report standalone or consolidated	Standalone
<b>Assets</b>	
<b>1</b>	<b>Non-current assets</b>
Property, plant and equipment	0
Capital work-in-progress	
Investment property	
Goodwill	0
Other intangible assets	0
Intangible assets under development	
Biological assets other than bearer plants	
Investments accounted for using equity method	
<b>Non-current financial assets</b>	
Non-current investments	0
Trade receivables, non-current	
Loans, non-current	0
Other non-current financial assets	19.13
<b>Total non-current financial assets</b>	<b>19.13</b>
Deferred tax assets (net)	
Other non-current assets	
<b>Total non-current assets</b>	<b>19.13</b>
<b>2</b>	<b>Current assets</b>
Inventories	0
<b>Current financial asset</b>	
Current investments	1840.41
Trade receivables, current	0
Cash and cash equivalents	94.11
Bank balance other than cash and cash equivalents	0
Loans, current	0
Other current financial assets	1.99
<b>Total current financial assets</b>	<b>1936.51</b>
Current tax assets (net)	
Other current assets	34.69
<b>Total current assets</b>	<b>1971.2</b>



<b>Statement of Asset and Liabilities</b>		
	Particulars	Current year ended (dd-mm-yyyy)
	Date of start of reporting period	01-04-2019
	Date of end of reporting period	31-03-2020
	Whether results are audited or unaudited	Audited
	Nature of report standalone or consolidated	Standalone
3	Non-current assets classified as held for sale	
4	Regulatory deferral account debit balances and related deferred tax Assets	
	<b>Total assets</b>	<b>1990.33</b>
<b>Equity and liabilities</b>		
<b>Equity</b>		
<b>Equity attributable to owners of parent</b>		
	Equity share capital	160.72
	Other equity	1477.72
	<b>Total equity attributable to owners of parent</b>	<b>1638.44</b>
	Non controlling interest	
	<b>Total equity</b>	<b>1638.44</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
<b>Non-current financial liabilities</b>		
	Borrowings, non-current	0
	Trade payables, non-current	
	Other non-current financial liabilities	
	<b>Total non-current financial liabilities</b>	<b>0</b>
	Provisions, non-current	0
	Deferred tax liabilities (net)	
	Deferred government grants, Non-current	
	Other non-current liabilities	
	<b>Total non-current liabilities</b>	<b>0</b>
<b>Current liabilities</b>		
<b>Current financial liabilities</b>		
	Borrowings, current	0
	Trade payables, current	0
	Other current financial liabilities	34.19
	<b>Total current financial liabilities</b>	<b>34.19</b>
	Other current liabilities	296.43
	Provisions, current	0
	Current tax liabilities (Net)	21.27
	Deferred government grants, Current	
	<b>Total current liabilities</b>	<b>351.89</b>
3	Liabilities directly associated with assets in disposal group classified as held for sale	
4	Regulatory deferral account credit balances and related deferred tax liability	
	<b>Total liabilities</b>	<b>351.89</b>
	<b>Total equity and liabilities</b>	<b>1990.33</b>
<b>Disclosure of notes on assets and liabilities</b>		Textual Information(1)

**Text Block**

Textual Information(1)	<p>Notes:</p> <p>1. Other Current Assets:-</p> <p>Property, plant and equipment held for Sale 22.60 Other current assets 2.20 Current assets pertaining to discontinued operations 9.88</p> <p>TOTAL 34.69</p> <p>2. Other current liabilities:-</p> <p>Other current liabilities 81.56 Current liabilities pertaining to discontinued operations 214.88</p> <p>TOTAL 296.44</p>
------------------------	--

<b>Format for Reporting Segmenet wise Revenue, Results and Capital Employed along with the company results</b>		
<b>Particulars</b>	<b>3 months/ 6 month ended (dd-mm-yyyy)</b>	<b>Year to date figures for current period ended (dd-mm-yyyy)</b>
Date of start of reporting period	01-01-2020	01-04-2019
Date of end of reporting period	31-03-2020	31-03-2020
Whether accounts are audited or unaudited	Audited	Audited
Nature of report standalone or consolidated	Standalone	Standalone
<b>1</b>	<b>Segment Revenue (Income)</b>	
	<b>(net sale/income from each segment should be disclosed)</b>	
	<b>Total Segment Revenue</b>	
	<b>Less: Inter segment revenue</b>	
	<b>Revenue from operations</b>	
<b>2</b>	<b>Segment Result</b>	
	<b>Profit (+) / Loss (-) before tax and interest from each segment</b>	
	<b>Total Profit before tax</b>	
	<b>i. Finance cost</b>	
	<b>ii. Other Unallocable Expenditure net off Unallocable income</b>	
	<b>Profit before tax</b>	
<b>3</b>	<b>(Segment Asset - Segment Liabilities)</b>	
	<b>Segment Asset</b>	
	<b>Total Segment Asset</b>	
	<b>Un-allocable Assets</b>	
	<b>Net Segment Asset</b>	
<b>4</b>	<b>Segment Liabilities</b>	
	<b>Segment Liabilities</b>	
	<b>Total Segment Liabilities</b>	
	<b>Un-allocable Liabilities</b>	
	<b>Net Segment Liabilities</b>	
	<b>Disclosure of notes on segments</b>	