

July 21, 2016

National Stock Exchange of India Limited
Exchange Plaza
C-1, Block G, Bandra Kurla Complex
Bandra (E), Mumbai - 400 051

BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai - 400 001

Through : NEAPS

Through: BSE Listing Centre

Dear Sirs,

Sub: Outcome of the Board meeting

This is to inform that at the meeting held today, the Board of Directors of the Company have approved the statement of standalone unaudited financial results for the quarter ended June 30, 2016.

A copy of the Statement of Standalone Unaudited Financial Results along with Independent Auditors' Review Report and a copy of Press Release being released in this regard are attached herewith.

The meeting commenced at 10.00 a.m. and the agenda relating to financial results were approved by the Board at 12.00 noon. The Board meeting continues for discussing other agenda item(s).

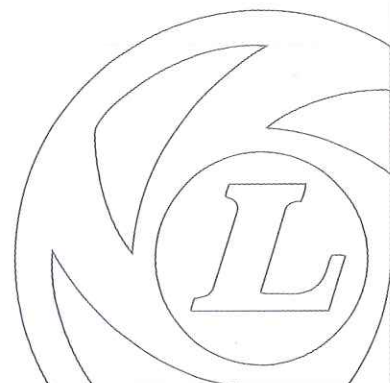
The above information will be made available on the Company's website www.ashokleyland.com.

Yours faithfully,
for ASHOK LEYLAND LIMITED



N Ramanathan
Company Secretary

Encl : a/a.



**INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM
FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
ASHOK LEYLAND LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **ASHOK LEYLAND LIMITED** ("the Company") for the Quarter ended June 30, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For M.S. Krishnaswami & Rajan
Chartered Accountants
Firm's Registration No. 01554S




M.S. Murali
Partner
Membership No. 26453

July 21, 2016
Chennai

For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm's Registration No. 117366W/W-100018



A. Siddharth
Partner
Membership No. 31467



ASHOK LEYLAND LIMITED

Regd. Office : 1 Sardar Patel Road, Guindy, Chennai -600 032; CIN : L34101TN1948PLC000105 ;

Email id: reachus@ashokleyland.com

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30-06-2016

Rs. Lakhs

	Particulars	Three months ended	
		30.06.2016	30.06.2015
		Unaudited	
1.	Income from Operations		
	a. Gross Sales / Income from Operations	444,828.26	400,760.81
	b. Less: Excise Duty	27,248.94	23,231.20
	c. Net Sales / Income from Operations (Refer Note - 4)	417,579.32	377,529.61
	d. Other Operating Income	8,304.65	10,783.47
	Total income from Operations (net)	425,883.97	388,313.08
2.	Expenses		
	a. Cost of Materials consumed	272,839.27	254,924.33
	b. Purchases of stock-in-trade	35,693.79	35,493.88
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	(15,481.79)	(24,696.27)
	d. Employee benefits expense	35,812.96	32,871.36
	e. Depreciation and amortisation expense	12,097.25	11,376.83
	f. Other expenses	49,392.73	50,469.68
	Total Expenses	390,354.21	360,439.81
3.	Profit from operations before other income, exchange gain / (loss) on swap contracts, finance costs and exceptional items (1 - 2)	35,529.76	27,873.27
4.	Other Income	4,427.99	2,588.14
5.	Exchange gain / (loss) on swap contracts (Refer Note - 5)	4,967.08	(1,804.81)
6.	Profit from ordinary activities before finance costs and exceptional items (3 + 4 + 5)	44,924.83	28,656.60
7.	Finance Costs	3,382.39	7,011.88
8.	Profit from ordinary activities after finance costs but before exceptional items (6 - 7)	41,542.44	21,644.72
9.	Exceptional Items	-	-
10.	Profit from ordinary activities before tax (8 + 9)	41,542.44	21,644.72
11.	Tax expense (Refer Note - 7)	12,464.00	7,195.11
12.	Net Profit from ordinary activities after tax (10 - 11)	29,078.44	14,449.61
13.	Extraordinary item (net of tax)	-	-
14.	Net Profit for the period (12 - 13)	29,078.44	14,449.61
15.	Other Comprehensive Income (net of tax)	(906.24)	(239.51)
16.	Total Comprehensive Income (14 + 15)	28,172.20	14,210.10
17.	Paid-up equity share capital (Face value per share Re.1)	28,458.80	28,458.80
18.	Earnings Per Share (Basic and Diluted) (Rs.) (of Re.1 each - Not annualised)	1.02	0.51



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Notes:

- (1) The above standalone financial results were reviewed by the Audit Committee and then approved by the Board of Directors at its meeting held on July 21, 2016. The statutory auditors have conducted a limited review of the above standalone financial results.
- (2) The Company adopted Indian Accounting Standards ("Ind AS") from April 1, 2016 and accordingly above standalone financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 'Interim Financial Reporting' prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.

The Ind AS compliant standalone financial results for the corresponding quarter ended June 30, 2015 have been stated in terms of SEBI circular CIR/CFD/FAC/62/2016 dated July 5, 2016.

Reconciliation of net profit for the corresponding quarter ended June 30, 2015 between previous Indian GAAP and Ind AS is as under:

Particulars	Rs Lakhs Quarter ended 30.06.2015
Net Profit as per previous Indian GAAP	15,931.89
Effect of discounting factor on provisions	39.22
Actuarial loss on employee defined benefit funds recognised in Other Comprehensive Income	170.06
Depreciation impact on Ind AS adjustments	141.13
Measurement of financial liabilities at amortised cost and impact of related derivative contracts	(1,401.56)
Fair valuation of investments	(794.91)
Deferred Tax	363.78
Net Profit as per Ind AS	14,449.61
Other Comprehensive Income (net of tax)	(239.51)
Total Comprehensive Income	14,210.10

- (3) The Company has elected the option under Ind AS 101 'First-time Adoption of Indian Accounting Standards' and has continued the policy adopted for accounting of exchange differences arising from translation of long term foreign currency monetary items recognised in the financial statements upto March 31, 2016. Accordingly, exchange difference on translation or settlement of long term foreign currency monetary items at rates different from those at which they were initially recorded or as at April 1, 2007, in so far as it relates to acquisition of depreciable assets are adjusted to the cost of the assets. In other cases, such exchange differences, arising effective April 1, 2011, are



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accumulated in "Foreign currency monetary item translation difference account" and amortized by recognition as income or expense in each year over the balance term till settlement occurs but not beyond March 31, 2020.

Therefore,

- a) Foreign exchange loss relating to acquisition of depreciable assets, capitalised during the quarter ended June 30, 2016 aggregated Rs.7,288.93 lakhs [quarter ended June 30, 2015 Rs.982.97 lakhs];
 - b) Amortised net exchange difference in respect of long term foreign currency monetary items relating to other than acquisition of depreciable assets, charged to the results is Rs. 345.12 lakhs [quarter ended June 30, 2015 Rs.5.51 lakhs]; and
 - c) The un-amortised net exchange difference in respect of long term monetary items relating to other than acquisition of depreciable assets, is a loss of Rs.3,332.24 lakhs as at June 30, 2016 [June 30, 2015: loss of Rs.1,444.95 lakhs].
- (4) The Gross Sales / Income from operations inclusive of excise duty for the quarter ended June 30, 2016 aggregated Rs. 444,828.26 lakhs [quarter ended June 30, 2015 Rs.400,760.81 lakhs]. The Company has also disclosed Net sales / Income from operations (net of excise duty) by deducting excise duty aggregating Rs.27,248.94 lakhs [quarter ended June 30, 2015 Rs.23,231.20 lakhs].

If excise duty on sale of goods is shown under Expenses, Total Expenses would be Rs.417,603.15 lakhs [quarter ended June 30, 2015 Rs.383,671.01 lakhs] and Total Income from Operations would be Rs.453,132.91 lakhs [quarter ended June 30, 2015 Rs.411,544.28 lakhs].

- (5) The Company has currency and interest rate swap contracts in respect of certain foreign currency long term borrowings. Net exchange differences on settlement and period end fair valuation (mark-to-market) have been charged/ credited to profit and loss for the period and disclosed separately for better comparability and understanding of the results.
- (6) The Company is principally engaged in a single business segment viz., commercial vehicles and related components based on nature of products, risks, returns and the internal business reporting system.
- (7) Tax expense comprises Current Tax and Deferred Tax.
- (8) The Company would be consolidating and presenting its Consolidated Financial Statements at the end of the year i.e. March 31, 2017.
- (9) The figures for the previous period have been reclassified/ regrouped wherever necessary.

For and on behalf of the Board

Place: Chennai
Date: July 21, 2016



VINOD K DASARI
CEO and Managing Director





ASHOK LEYLAND

Press Release

Ashok Leyland sales up 10%, Net Profit grows 101%

Chennai, July 21, 2016: Ashok Leyland, flagship of the Hinduja Group, reported revenue of Rs.4258.84 Crores (Rs.3883.13 Crores) for the quarter ended 30th June 2016 reporting a growth of 10%. Profit After Tax (PAT) was Rs. 290.78 Crores (Rs.144.50 Crores) reporting a growth of 101%.

MHCV domestic volume for the quarter was 22061 nos., a record high.

In Q1, the Company had reported orders from various STUs for nearly 3600 buses to be executed during the year.

Speaking on the occasion, **Mr. Vinod K. Dasari, Managing Director, Ashok Leyland Limited** said, "We recorded a domestic volume growth of 18.5% as against the industry growth of 14.5%. I am happy to note that we continue to outperform the industry. Our initiatives on network development, operational efficiency, talent development, and new products continue. Key exports markets were down in Q 1 but are expected to bounce back in Q 2 and beyond."

The Company's debt equity was at 0.3:1.

EBITDA for Q 1 FY '17 is Rs.476.27 Crores (11.2% of sales) and Rs. 392.50 Crores (10.1%) for Q 1 FY '16.

The current quarter includes gain on currency and interest rate swap of Rs.49.67 Crores vis-à-vis a loss of Rs.18.05 Crores in the previous year as per the reporting standard requirements under Indian Accounting Standards ("Ind As") which is disclosed separately in the results.

For further information, please feel free to contact:

Ms. Meenakshi Anand, Senior Manager – Corporate Communication, 9444276464