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10th May, 2012

National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra East, Mumbai – 400051

**Subject: Unaudited Financial Results for the half year/quarter ended
31.03.2012 and Press Release**

Scrip Code: NSE - ESCORTS

Dear Sir,

Pursuant to Clause 41 of the Listing Agreement, please find enclosed herewith the Unaudited Financial Results for the half year/quarter ended 31st March, 2012 along with Limited Review Report and a copy of the press release in this regard.

Kindly take the same on record.

Thanking you.

Yours faithfully,
For **Escorts Limited**



G.B. Mathur
Executive Vice President – Law &
Company Secretary

Encl: A/a



ESCORTS LIMITED
Unaudited Financial Results

PART I						
Statement of Standalone Unaudited Results for the Second Quarter and Six Months ended 31/03/2012						
Rs. in Lakhs						
Sl. No.	Particulars	3 Months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	For the Six Months ended	
		31/03/12	31/12/11	31/03/11	31/03/12	31/03/11
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Income from Operations					
	(a) Net Sales/Income from Operations (Net of excise duty)	79,123.01	82,907.86	88,982.06	161,430.87	171,750.21
	(b) Other Operating Income	384.40	237.18	735.80	621.58	1,622.21
	Total Income from Operations (Net)	79,507.41	82,545.04	89,717.86	162,052.45	173,382.42
2	Expenses					
	(a) Cost of Materials Consumed	55,722.68	58,169.86	57,919.88	113,892.54	110,514.96
	(b) Purchases of Stock in Trade	1,565.65	4,260.38	6,401.10	5,626.03	15,204.63
	(c) Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	1,381.74	14,760.13	5,082.37	4,116.93	6,447.96
	(d) Employee Benefits Expense	9,205.35	9,256.90	8,636.37	18,472.25	18,642.08
	(e) Depreciation & Amortisation Expense	962.38	850.41	991.90	1,912.79	1,966.42
	(f) Other Expenses	9,975.66	9,587.65	12,581.53	19,963.31	23,377.76
	Total Expenses	76,089.97	80,840.10	86,012.21	156,930.07	166,208.26
3	Profit / (Loss) from Operations before Other Income, Finance Cost and Exceptional Items (1-2)	3,417.44	1,704.94	3,705.65	5,122.38	7,174.16
4	Other Income	1,818.30	1,148.04	1,191.17	2,168.34	1,935.60
5	Profit / (Loss) from Ordinary Activities before Finance Cost and Exceptional Items (3+4)	4,435.74	2,852.98	4,896.82	7,288.72	9,109.76
6	Finance Cost	2,097.43	1,902.71	1,318.22	4,000.14	2,453.21
7	Profit / (Loss) from Ordinary Activities after Finance Cost but before Exceptional Items (5-6)	2,338.31	950.27	3,578.60	3,288.58	6,656.55
8	Exceptional Items	13.00	89.21	420.30	122.80	62.75
9	Profit / (Loss) from Ordinary Activities before tax (7-8)	2,371.90	1,039.48	4,007.38	3,411.38	7,084.34
10	Tax Expense	559.06	181.43	1,314.50	512.08	2,788.30
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	1,812.82	1,086.48	7,322.05	2,899.30	9,871.14
12	Extraordinary Item (net of tax expense)	-	-	-	-	-
13	Net Profit / (Loss) for the period (11-12)	1,812.82	1,086.48	7,322.05	2,899.30	9,871.14
14	Paid up equity share capital (Face Value Rs. 10/- each)	10,561.80	10,561.80	10,561.80	10,561.80	10,561.80
	Less: Amount recoverable from Escorts Employees Benefit & Welfare Trust	331.36	331.36	331.36	331.36	331.36
	Paid up equity share capital (Face Value Rs. 10/- each)	10,230.44	10,230.44	10,230.44	10,230.44	10,230.44
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	164,164.30
15a	Earnings Per Share (before extraordinary items) of Rs. 10 each (not annualised):					
	(a) Basic (Rs.)	1.77	1.06	7.16	2.83	9.65
	(b) Diluted (Rs.)	1.77	1.06	7.13	2.83	9.57
15b	Earnings Per Share (after extraordinary items) of Rs. 10 each (not annualised):					
	(a) Basic (Rs.)	1.77	1.06	7.16	2.83	9.65
	(b) Diluted (Rs.)	1.77	1.06	7.13	2.83	9.57

PART II						
Select Information for the Second Quarter and Six Months ended 31/03/2012						
Sl. No.	Particulars	3 Months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	For the Six Months ended	
		31/03/12	31/12/11	31/03/11	31/03/12	31/03/11
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
A	PARTICULARS OF SHAREHOLDING					
1	Public shareholding					
	Number of shares	76,391,725	76,390,725	77,336,038	76,391,725	77,336,038
	Percentage of shareholding (%)	72.33	72.33	73.22	72.33	73.22
2	Promoters and Promoter Group Shareholding					
a)	Pledged / Encumbered					
	Number of shares	NIL	5,600,000	5,600,000	NIL	5,600,000
	Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NIL	19.16	19.80	NIL	19.80
	Percentage of shares (as a % of the total share capital of the company)	NIL	5.30	5.30	NIL	5.30
(b)	Non - encumbered					
	Number of shares	29,226,311	23,625,311	22,681,998	29,226,311	22,681,998
	Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	80.84	80.20	100.00	80.20
	Percentage of shares (as a % of the total share capital of the company)	27.67	22.37	21.48	27.67	21.48



[Signature]

B Investor Complaints	3 Months ended 31/03/12
- Pending at the beginning of the quarter	Nil
- Received during the quarter	3
- Disposed of during the quarter	3
Remaining unresolved at the end of the quarter	Nil

Standalone Statement of Assets and Liabilities		Rs. In Lakhs	
Particular	As at Current Half year End	As at Previous Year End	
	March 2012	September 2011	
EQUITY AND LIABILITIES			
1 Shareholders' Funds			
a. Share Capital	10,230.44	10,230.44	
b. Reserves & Surplus	172,089.41	169,622.04	
Sub-total - Shareholders Funds	182,319.85	179,852.48	
2 Non-current Liabilities			
a. Long term Borrowings	19,407.55	20,921.76	
b. Other Long term Liabilities	700.00	700.00	
c. Long term Provisions	1,213.13	1,032.42	
Sub-total - Non-Current Liabilities	21,320.78	22,654.18	
3 Current Liabilities			
a. Short term Borrowings	16,293.85	14,104.02	
b. Trade Payables	62,566.18	57,632.41	
c. Other Current Liabilities	16,916.07	16,551.77	
d. Short-term Provisions	19,033.06	29,920.72	
Sub-total - Current Liabilities	114,809.16	111,208.92	
Total Equity and Liabilities	318,471.79	313,715.58	
ASSETS			
1 Non Current Assets			
a. Fixed Assets	153,294.64	150,714.81	
b. Non-current Investments	37,155.81	36,579.66	
c. Deferred Tax Assets (Net)	2,026.10	1,643.88	
d. Long term Loans and Advances	4,997.84	4,313.31	
e. Other Non-current Assets	10,021.01	9,188.52	
Sub-total - Non-Current Assets	207,495.40	203,040.78	
2 Current Assets			
a. Inventories	40,075.41	32,735.66	
b. Trade Receivables	32,211.70	34,053.08	
c. Cash and Cash Equivalents	12,116.20	20,342.90	
d. Short term Loans and Advances	26,337.28	23,307.62	
e. Other current assets	235.00	235.53	
Sub-total - Current Assets	110,976.39	110,674.80	
Total Assets	318,471.79	313,715.58	

Place: Delhi
Date: 10/05/2012



Registered Office :: SCO 232 1st Floor, Sector 20, Panchkula, Haryana -134109

For ESCORTS LIMITED

(NIKHIL NANDA)
JOINT MANAGING DIRECTOR



ESCORTS LIMITED

Standalone Segment Wise Revenue, Results And Capital Employed, Under Clause 41 of the Listing Agreement

(Rs. In Lakhs)

Sl. No.	Particulars	3 Months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	For the Six Months ended		Previous year ended
		31/03/12	31/12/11	31/03/11	31/03/12	31/03/11	30/09/11
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue:						
	a) Agri Machinery Products	71,847.84	77,261.78	81,843.18	149,109.62	159,024.75	295,004.37
	b) Auto Ancillary Products	4,003.33	3,109.10	3,770.99	7,112.43	6,283.62	12,314.44
	c) Railway Equipments	4,043.82	3,033.76	5,087.11	7,077.58	9,334.80	19,226.40
	d) Unallocable	175.83	125.17	130.94	301.00	222.66	463.42
	Total	80,070.82	83,529.81	90,832.22	163,600.63	174,865.83	327,008.63
	Less: Inter Segment Revenue	598.27	574.58	592.92	1,172.85	961.36	1,958.76
	Net Segment Revenue	79,472.55	82,955.23	90,239.30	162,427.78	173,904.47	325,049.87
2	Segment Results:						
	a) Agri Machinery Products	5,504.08	4,662.58	5,802.13	10,166.66	11,148.72	18,775.03
	b) Auto Ancillary Products	(258.91)	(344.43)	(225.62)	(831.23)	(742.81)	(1,751.96)
	c) Railway Equipments	284.02	(195.50)	264.42	84.52	559.50	1,643.99
	Total	5,501.19	3,918.66	5,840.95	9,419.85	10,945.41	18,657.06
	Loss:						
	- Finance Cost	2,097.43	1,902.71	1,318.22	4,000.14	2,453.21	5,577.07
	- Exceptional Items	(33.56)	(12.71)	(42.75)	(122.89)	(142.75)	(445.31)
	- Other unallocated expenditure (Net of unallocated income)	1,065.45	1,065.68	944.13	2,131.13	1,835.45	3,483.34
	Profit Before Tax	2,371.90	1,039.48	4,007.38	3,411.38	7,084.34	10,061.97
3	Capital Employed (Segment assets – Segment Liabilities)						
	a) Agri Machinery Products	94,114.13	92,058.41	87,666.94	94,114.13	87,666.94	88,314.81
	b) Auto Ancillary Products	5,791.06	5,568.56	4,889.89	5,791.06	4,889.89	3,725.22
	c) Railway Equipments	9,091.32	8,656.64	9,692.92	9,091.32	9,692.92	9,773.95
	d) Unallocable	94,644.12	97,072.27	93,818.95	94,644.12	93,818.95	100,692.68
	Total	203,640.63	203,355.88	196,068.70	203,640.63	196,068.70	202,506.66

Notes:

- The above results have been subjected to limited review by the statutory auditors. After review by the Audit committee, these results have been approved and taken on record by the Financial Results Committee of the Board of Directors at its meeting held on 10th May 2012.
- During the Quarter the Company has made additional investment of Rs. 5.76 crores (PLN 3.5 million) in Farmtrac Tractors Europe Spolka Z.O.o, Poland, wholly owned Subsidiary of the Company to enhance its investment to Rs. 8.35 crores (PLN 9.5 million).
- The Board of Directors in their meeting held on 14th February, 2012 had approved the Scheme of Arrangement and Amalgamation of Escorts Construction Equipment Limited; and Escotrac Finance and Investments Private Limited; and Escorts Finance Investments and Leasing Private Limited with Escorts Limited and their respective shareholders and creditors, (hereinafter referred to as "the Scheme"). The scheme has been filed in the High Court of Punjab and Haryana at Chandigarh and is pending for approval.
- The current period figures in this statement have been reported in the amended format as per the SEBI circular dated 16th April 2012. Accordingly previous period/year figures have also been regrouped/reclassified to conform with the current period presentation.

For ESCORTS LIMITED

(Signature)
(NIKHIL NANDA)

JOINT MANAGING DIRECTOR

Place : Delhi
Date : 10/05/2012

Registered Office :: SCO 232 1st Floor , Sector 20, Panchkula, Haryana -134109



The Board of Directors,**Escorts Limited****15/5, Mathura Road,****Faridabad**

We have reviewed the accompanying statement of unaudited financial results of Escorts Limited for the quarter ended March 31, 2012 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Financial Results Committee of the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with 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 financial statements are 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S.N.Dhawan & Company
Chartered Accountants
(Firm Regn. No. 000050N)



Vijay Dhawan
(Vijay Dhawan)
Partner
M.No.: 12565

Place: New Delhi
Dated: May 10, 2012



PRESS RELEASE

**ESCORTS SECOND QUARTER NET PROFIT
AT ₹ 18.1 CRORE**

- **Second Quarter operating income at ₹ 795 crore**
- **EBIDTA at ₹ 43.8 crore, up 65 per cent on sequential basis**

New Delhi, May 10, 2012: Escorts Limited today reported a Net Profit of ₹ 18.1 crore for the second quarter of the 2011-12 financial year, ending March 31, 2012. Net profit stood at ₹ 18.1 crore as against ₹ 10.9 crore in the previous quarter. Escorts Limited follows an October-September fiscal year and the reported quarter is the second quarter of fiscal 2011-12.

While the company increased its market share for the quarter at 11.9 per cent, sales dipped by 3.9 per cent on a sequential basis. The tractor industry has continued to slide in the first four months of calendar 2012. Despite the constrained market situation, Escorts improved its margins on the back of reduced expenditure and favourable realizations from customers in the period November 2011 to April 2012. EBIDTA for the quarter stood at ₹ 43.80 crore as compared to ₹ 26.55 crore in the preceding quarter, a gain of 65 per cent. The Agri Machinery division recorded sales of ₹ 719 crore in the quarter. The Auto Parts Division and the Railway Equipment Division also improved their sequential performance.

Speaking on the results, Chairman and Managing Director Mr. Rajan Nanda said, "Despite a profitable quarter and growth over the immediate two preceding quarters, the industry environment is far from healthy with tractor sales for the industry down between 2 per cent and 9 per cent over the past four months. These have had an obvious impact on our performance both on the top line and the bottom line.

ESCORTS LIMITED

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However, there are some important positives to take away from the last quarter: Escorts grew its tractor market share, the Auto and Railways divisions performed better; we managed to hold down costs and we increased our profitability over the previous two quarters. The second half of the year is traditionally better for the industry and we are expanding our reach and product portfolio to enter new markets and new market segments. We are also looking forward to the completion of our merger process within the financial year which would change the dynamics of the Escorts Group for its shareholders, customers and associates."

According to Mr. Nikhil Nanda, Joint Managing Director, "The Company is today rolling out in the market a lot of what we had planned over the years. Escorts today is focused on building profitability by taking a higher share of the top end of the tractors market by launching higher HP tractors. Further, we are creating significant presence in the South while shoring up our portfolio in the North and West. We see the current phase as one of investment and expansion and we believe that we shall reap the rewards on the upturn of the market as the industry continues to be optimistic about an 8 per cent annual growth."

The reviewed accounts of the second quarter of 2011-12, ending March 31, 2012, has been approved by the Board of Escorts Limited.

Note for Editors: Escorts Limited follows an October-September fiscal year. The results reported are for the Second Quarter of Fiscal October 1, 2011 to September 30, 2012.

For further information kindly contact:

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AVP - CORPORATE AFFAIRS &
COMMUNICATIONS
ESCORTS LTD.