



LML LIMITED

LML

105, 3rd Floor
Sector 44
Gurgaon - 122003, India
Tel. : 91-124-4500500
Fax : 91-124-4500501

LML: SH: SE :2016-17

11.11.2016

The Manager, Capital Market (Listing)
National Stock Exchange of India Ltd
Exchange Plaza, Bandra-Kurla Complex,
Bandra (E),
MUMBAI – 400 051

The Manager – Listing
The BSE Limited
25th Floor, Phiroze Jeejeebhoy Towers,
Dalal Street,
MUMBAI – 400 001

Sub: Outcome of the Board Meeting – S.No. BM-3/2016-17
Refer: Scrip Code: NSE-LML & BSE- 500255

Dear Sirs,

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are giving hereunder the details of outcome of the meeting of Board of Directors of the Company at its meeting held on 11th November, 2016 commenced at 12.30 PM and concluded at 2.30 PM :-

1. **Regulation 33**

A Copy of Un-audited Financial Results of the Company for Quarter and Half-year Ended 30th September, 2016, approved and taken on record by the Board of Directors alongwith the Limited Review Report thereon is attached herewith.

2. **Regulation 30**

Dr. Vivek Kumar Agnihotri, Independent Director of the Company has been appointed as a member of the Stakeholders Relationship Committee w.e.f. 11.11.2016.

Kindly bring it to the notice of all concerned.

Thanking you,

Yours faithfully,
For LML Limited

[K C AGARWAL]
Senior President (Commercial) &
Company Secretary

Encl : As above

LML LIMITED
CIN L34101UP1972PLC003612

Regd. Office: C-3, Panki Industrial Estate, Site I, Kanpur - 208 022 (U.P)

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UNAUDITED FINANCIAL RESULTS FOR THE QUARTER & HALF YEAR ENDED 30th SEPTEMBER, 2016

SL.NO.	PARTICULARS	Quarter ended 30.09.2016 (Unaudited)	Quarter ended 30.06.2016 (Unaudited)	Quarter ended 30.09.2015 (Unaudited)	Half Year ended 30.09.2016 (Unaudited)	Half Year ended 30.09.2015 (Unaudited)	Year ended 31.03.2016 (Audited)
1	Income from Operations:						
	(a) Net Sales / Income From Operations (net of excise duty)	89.63	2539.51	3490.86	2629.14	7170.55	15316.67
	(b) Other Operating Income	1.23	48.61	66.59	49.84	142.44	296.73
	Total Income from operations (net)	90.86	2588.12	3557.45	2678.98	7312.99	15613.40
2	Expenses:						
	(a) Cost of material consumed	43.71	756.74	2269.83	800.45	4646.99	9459.72
	(b) Changes in Inventories of finished goods, work-in-progress and stock-in-trade	0.39	926.46	(179.68)	926.85	(261.82)	(86.68)
	(c) Employee benefits expenses	826.99	663.20	868.73	1490.19	1756.97	3261.76
	(d) Depreciation & Amortisation	201.24	203.19	246.59	404.43	508.08	934.99
	(e) Other Expenses	747.31	1028.17	1340.04	1775.48	2777.11	5300.63
	Total expenses	1819.64	3577.76	4545.51	5397.40	9427.33	18870.42
3	Profit/(Loss) from Operations before other Income, finance costs and exceptional items (1-2)	(1728.78)	(989.64)	(988.06)	(2718.42)	(2114.34)	(3257.02)
4	Other Income	20.47	19.24	100.34	39.71	129.99	165.98
5	Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)	(1708.31)	(970.40)	(887.72)	(2678.71)	(1984.35)	(3091.04)
6	Finance costs	1321.25	1263.08	1203.52	2584.33	2335.56	4744.73
7	Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(3029.56)	(2233.48)	(2091.24)	(5263.04)	(4319.91)	(7835.77)
8	Exceptional items	-	-	-	-	-	-
9	Profit/(Loss) from ordinary activities before Tax (7-8)	(3029.56)	(2233.48)	(2091.24)	(5263.04)	(4319.91)	(7835.77)
10	Tax expense	-	-	-	-	-	-
11	Net Profit/(Loss) from ordinary activities after Tax (9-10)	(3029.56)	(2233.48)	(2091.24)	(5263.04)	(4319.91)	(7835.77)
12	Extra-ordinary item (net of tax expense)	-	-	-	-	-	-
13	Net Profit/(Loss) for the period (11-12)	(3029.56)	(2233.48)	(2091.24)	(5263.04)	(4319.91)	(7835.77)
14	Paid-up Equity Share Capital (Face value of Rs.10 each)	8198.43	8198.43	8198.43	8198.43	8198.43	8198.43
15	Reserves excluding Revaluation Reserve						
16	Earning per Share for the period (Rs.)	(3.70)	(2.72)	(2.55)	(6.42)	(5.27)	(86371.13)
	(Basic & Diluted EPS before & after Extra-ordinary Item)						(9.56)

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Notes: 1	Statement of Assets and Liabilities			
Sl.No.	Particulars	As at 30.09.2016 (Unaudited)	As at 31.03.2016 (Audited)	
I	EQUITY AND LIABILITY			
(1)	Shareholder's Funds			
	(a) Share Capital	20,040.95	20,040.95	
	(b) Reserve & Surplus	(91,634.17)	(86,371.13)	
	Sub Total	(71,593.22)	(66,330.18)	
(2)	Non- Current Liabilities			
	(a) Long Term Borrowings	-	-	
	(b) Long Term Provision	1,944.70	1,662.89	
	Sub Total	1,944.70	1,662.89	
(3)	Current Liabilities			
	(a) Short Term Borrowings	84.37	84.37	
	(b) Trade Payables	15,567.62	15,769.49	
	(c) Other Current Liabilities	69,547.98	66,506.67	
	(d) Short Term Provision	485.69	469.17	
	Sub Total	85,685.66	82,829.70	
	Total	16,037.14	18,162.41	
II	ASSETS			
(1)	Non Current Assets			
	(a) Fixed Assets			
	(i) Tangible Assets	4,633.57	5,023.46	
	(ii) Intangible Assets	-	-	
	(iii) Capital-Work-In-Process	317.35	302.59	
	(b) Non- Current Investments	1.23	1.23	
	(c) Long Term Loans & Advances	301.33	136.69	
	Sub Total	5,253.48	5,463.97	
(2)	Current Assets			
	(a) Inventories	7,822.19	8,882.76	
	(b) Trade Recievables	100.71	308.63	
	(c) Cash & Bank Balances	970.25	1,104.55	
	(d) Short-term Loans & Advances	1,881.31	2,394.19	
	(e) Other Current Assets	9.20	8.31	
	Sub Total	10,783.66	12,698.44	
	Total	16,037.14	18,162.41	

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- 2 These results have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meetings held on 11th November, 2016 and were reviewed by the Statutory Auditor of the Company.
- 3 The Company's production activities have been temporary suspended w.e.f. 6th May, 2016, to carry out maintenance work which has been overdue for long, check the adequacy / suitability of the present facilities for taking up the manufacturing of light three wheelers and to re-align the plant and machinery and other work / activity for the same, if so required. Certain trial operations recently are being carried out.
- 4 Since the net worth of the Company had become negative, the Company has been registered and declared a Sick Industrial Company by the Board for Industrial and Financial Reconstruction (BIFR) under the Sick Industrial Companies (Special Provisions) Act, 1985 (SICA).
- 5 Segmental information:
- (a) Primary (Business) Segment - The operations of the Company relate to only one segment viz. Motorised Two-wheelers.
- (b) Secondary (Geographical) Segment - Secondary segment reporting is on the basis of geographical location of the customers. The Company's revenue during the quarter by geographical markets are: Domestic sales Rs. 3.40 lacs and Export sales Rs. 86.23 lacs.
- Geographical segment wise profits and capital employed are not given since the production unit and administrative expenses are common.
- 6 Comments on the Auditor qualifications relating to the audited Annual Accounts for the year ended 31st March, 2016:
- (a) Non confirmation of balances of some of the Trade receivables/ payable, Lenders and Loans & Advances.
- (b) In respect of Accounting Standard 2 (AS-2), Valuation of inventory issued by The Institute of Chartered Accountants of India.
- (c) The Company's ability to continue, as a going concern is dependent upon successful restructuring and revival of its business. In case the going concern concept is vitiated, necessary adjustments will be required on the carrying amount of Assets and Liabilities which are presently not ascertainable.
- The Company is in process of restructuring / revival of its business under the aegis of BIFR and had submitted updated Draft Revival Scheme which, inter-alia, includes the proposed product plan. The ascertainment of possible utilisation of slow moving / non moving items of inventory and adjustments in Trade receivables/ payables, if any, will be undertaken upon finalisation of the product plan, approval and implementation of the revival scheme. In view of this, the accounts have been prepared on a going concern basis.
- (d) Non provision for interest under The Micro, Small and Medium Enterprises Development Act, 2006:
- In absence of information from Trade payables regarding status under The Micro, Small and Medium Enterprises Act, 2006, the liability of interest if any, can not be reliably estimated.
- 7 Previous period figures have been regrouped wherever necessary to make them comparable.

Place: Gurgaon

Date: 11.11.2016

For and on behalf of the Board


(Deepak Kumar Singhania)
Chairman & Managing Director
(DIN 00012037)

KHANDELWAL JAIN & CO.

CHARTERED ACCOUNTANTS

BRANCH OFFICE ;
221, HANS BHAWAN
BAHADUR SHAH ZAFAR MARG,
NEW DELHI-110 002

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LIMITED REVIEW REPORT

To
The Board of Directors
LML Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of M/s LML Limited (the Company) for the quarter ended 30th September, 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors at its meeting held on 11th November, 2016. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. We report that:
 - a) *Balances of some of the trade receivable/ payable, lenders and loans and advances are subject to confirmation/ reconciliation and subsequent adjustments, if any. As such, we are unable to express any opinion as to the effect thereof on the accounts for the quarter under review.*
 - b) *The Company has valued the inventories except finished goods at cost instead of at cost or realizable value, whichever is lower which is not in compliance with the Accounting Standard 2 – Valuation of Inventories prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. As explained to us the process of possible utilization of slow / non-moving items of inventory will be undertaken upon - finalization of the product plan and the restructuring/revival plan. Since the realizable value as on 30th September, 2016 has not been determined, we are unable to express any opinion as to the effect thereof on the accounts for the quarter under review.*



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- c) Accounts have been prepared on a going concern basis as Company is in the process of restructuring/revival of its business under the aegis of BIFR and has already submitted the draft revival scheme and as directed by BIFR, the Company has also submitted the updated revival scheme. The Company has become a Sick Industrial Company due to erosion of its net worth. The Company's ability to continue, as a going concern is dependent upon successful restructuring and revival of its business. In case the going concern concept is vitiated, necessary adjustments will be required on the carrying amount of Assets and Liabilities which are not ascertainable.
- d) Non compliance of requirements under Micro, Small and Medium Enterprises Development Act, 2006, in the absence of information available with the Company. As such, we are unable to express any opinion as to the effect thereof on the accounts for the quarter under review.
4. Based on our review conducted as above and subject to the matter stated in paragraph 3 above, the consequential cumulative impact thereof on the financial results is not ascertainable, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with the applicable accounting standard and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **KHANDELWAL JAIN & CO.**
Chartered Accountants
Firm Registration No. 105049W


(Manish Kumar Singhal)
Partner
M. No. 502570



Place: Gurgaon
Dated: 11th November, 2016