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**Lakshmi Precision Screws Ltd.**Plant II, Opp. Northern Bye-Pass, Hissar Road,  
Rohtak-124001, Haryana (India)

Tel. : +91-1262-248288-89 / 249920-21

Fax : +91-1262-249922 / 248297

Email : mktg@lpsindia.com / purchase@lpsindia.com

Website : www.lpsindia.com

LPS/CSO/2015/

Through Courier  
Fax No. 022 – 26598237-38,  
26598347-48

November 13, 2015

National Stock Exchange  
of India Limited  
Listing Department  
Exchange Plaza, Bandra –Kurla Complex  
Bandra – East  
Mumbai – 400 051Reg. : Company Code – LAKPRE  
Sub. : Outcome of the Meeting of the Board of Directors.

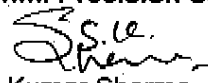
Dear Sir,

We are pleased to inform interalia the outcome of the Meeting of the Board of Directors of the Company held on November 13, 2015:

1. Approved the Un-audited Financial Results for the Quarter /Half year ended on September 30, 2015 (copy enclosed).
2. Recommended renewal in the remuneration of Mr. Lalit Kumar Jain, Chairman and Managing Director, Mr. Dinesh Kumar Jain, Vice Chairman and Managing Director and Mr. Vijay Kumar Jain, Joint Managing Director of the Company and the approval of members to be obtained by the postal ballot process. The cut-off date for the purpose of the postal Ballot is 13.11.2015.
3. Mr. Suresh Kumar, Practicing Company Secretary has been appointed as Scrutinizer to conduct the postal ballot voting process.
4. Mr. Kanai Lal Ghorui, Associate Vice President (F&A) is appointed as Chief Financial Officer (CFO) and also as Key Managerial Personnel (KMP) w.e.f. 13.11.2015.
5. Appointment of Mr. Santosh Kumar Sharma as Company Secretary w.e.f. 02.11.2015 was noted and also he is appointed as Key Management Personnel (KMP) from 13.11.2015.

You are requested to take the above said information on record and oblige.

Thanking you,

Yours sincerely,  
for Lakshmi Precision Screws Ltd.
  
Santosh Kumar Sharma  
Company Secretary

Encl.: As above



# V.R. BANSAL & ASSOCIATES

*Chartered Accountants*

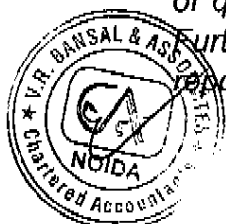
B-11, Sector-2, Noida-201301 • Mob. : 9810052850, 9810186101

Website : www.cavrb.com

## Limited Review Report

To  
The Board of Directors  
Lakshmi Precision Screws Limited

1. We have reviewed the accompanying statement of unaudited financial results of Lakshmi Precision Screws Limited ('the Company'), 46/1, Mile Stone, Hissar Road, Rohtak-124001, for the quarter ended September 30, 2015 (the "Statement") and year to date financial results for the period from 1 April 2015 to 30 September 2015, attached herewith, being submitted by the Company pursuant to the requirement of clause 41 of the Listing Agreement, 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. These quarterly financial results as well as year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the Company's management and has been approved by the Board of Directors/ Committee of Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review 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 from 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 are unable to observe physical inventories due to the size and nature of inventories, and we also unable to satisfy ourselves by alternative means concerning the inventories held at 30th September, 2015 which are stated in Balance Sheet at Rs. 2,78,89,13,588/- and in respect of which entity's control are not effective. The entity has not carried any physical verification in respect of Inventories comprising of Raw Materials, Work in Progress, Finished Goods, Stock in Trade (Traded goods), Consumables Stores and Spares and Dies and Tools. The total size of inventory as on 30th September, 2015 is Rs. 2,78,89,13,588/- which is material in relation to size and nature of the business of the Company. The management has not devised any plans nor informed us of its intentions to conduct the physical verification as per the prescribed norms inspite of qualifications / Emphasis of matter supplied in our earlier year audit reports. Further they have taken no note of our negative comments in clause 2 a, b and c, reported under Companies (Auditor's Report) Order, 2003 in earlier years.*





# V.R. BANSAL & ASSOCIATES

**Chartered Accountants**

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4. As per the policy of the Company, Dies and Tools are amortized on the basis of the useful lives as per technical assessment conducted by a technical committee. However no technical assessment has been carried out in the quarters and in preceding quarter as well and the Company has amortized a sum of Rs.1,30,49,069/- as consumption of dies and tools in the statement of profit and loss for the half year ended 30<sup>th</sup> September, 2015. As explained to us the effect of consumption of Dies and Tools will be provided in the Statement of Profit and Loss as and when the technical assessment is conducted. However in view of the size of the Inventory of Dies and Tools which is at Rs.59,06,18,116/-, as on 30<sup>th</sup> September, 2015 and considering that the useful lives are greater than one year, in our opinion, the Dies and Tools(except Loose Tools of consumable nature) should be capitalized under Fixed Assets and depreciated according to the rates and manner as prescribed under Schedule II of the Companies Act, 2013. Pending such capitalization the effect thereof cannot be quantified and hence cannot be commented upon.
5. The Company has capitalized Borrowing Costs amounting to Rs.87,01,788/- for the quarter ended 30<sup>th</sup> September, 2015 in respect of capital work in progress at IMT, Rohtak. However in our opinion the same is not in compliance with Accounting Standard-16 "Accounting for Borrowing Costs", since capitalization of Borrowing Cost is not permitted in the extended periods during which active development is interrupted. Since no substantial development activity has been carried out during the quarter at IMT, Rohtak, borrowing costs of Rs.87,01,788/- should be charged to the Statement of Profit and Loss and to that extent the profit for the Quarter is overstated.
6. Certain advances aggregating to Rs 11,62,07,803/- were outstanding as on 30/09/2015. As explained to us, these advances are given for procurement of materials and services. However, no confirmation from parties to whom these advances are given is available to us. A few advances are very old and no provision for doubtful advances has been made.
7. A sum of Rs. 1,60,59,342/- is due from an ex-employee of the Company which is under litigation and pending before the Hon'ble Delhi High Court. In our opinion provision for doubtful debts should be recognized for the same.
8. The Company is in violation of Section 73 of Companies Act, 2013 read together with Companies (Acceptance of Deposits) Rules, 2014. as it has taken advances from customers amounting to Rs. 5,22,59,742/- having balance outstanding for more than 365 days. In terms of Rule 2(1)(xii)(a) such advances are liable to be treated as deposits read together with section 73 of the Companies Act, 2013 and hence the Company is in violation of the same.

Balances under Sundry Debtors and Sundry Creditors, loans and advances, given by the Company and parties from whom unsecured loans have been taken by the Company have not been confirmed in some cases by the parties.





# V.R. BANSAL & ASSOCIATES

**Chartered Accountants**

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*Adjustments, if any, required upon such confirmation are not ascertainable and hence not provided for.*

10. The Company has taken unsecured loans from Companies amounting to Rs. 8,14,00,000/- which are outstanding as at the end of the quarter and the same has been shown under short term borrowings in the Balance Sheet. However, loan agreements in respect of these loans have not been furnished and in absence of the same, the terms of repayments, chargeability of interest and other terms are not verifiable..

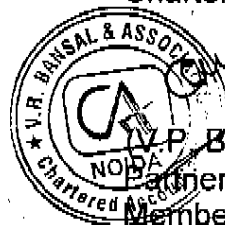
11. As per the accounting policy of the Company, the Company is valuing its inventories at lower of cost and net realizable value. As explained to us, since exact cost is not ascertainable, the same is arrived at list price less 57% in case of finished goods and at list price less 66% in case of semi-finished goods and special items have been valued at 31% less in case of semi-finished goods and 22% less in the case of finished goods of the selling price.

*The same has been worked out on the basis of overall gross margin and not on exact cost basis. Since proper cost records are not maintained, exact cost is not ascertainable, and therefore the impact if any, on account of valuation of inventories on basis of actual cost is not quantifiable and provided for.*

12. The Company has not disclosed the impact of qualifications reported in our earlier period reports as required under para (IV)(c) of Clause 41 of the listing agreement.

13. Based on our review conducted as above and *subject to qualifications at point no 3 to 12 and consequential effect on the profit for the quarter*, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", [specified under the Companies Act, 1956 (which are deemed to be applicable as per section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014)] and other recognized 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 V.R. Bansal & Associates  
Registration Number: 016534N  
Chartered Accountants



Place : Noida  
Date : 13/11/2015

Membership No.: 008843

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**LAKSHMI PRECISION SCREWS LIMITED**

Regd. Office: 46/1, Mile Stone, Hissar Road,  
Rohtak - 124 001 (Haryana) Ph.01262-248288-89, Fax : 01262-248297  
Email : complianceofficer@lpsindia.com, website : www.lpsindia.com  
CIN : L35999HR1968PLC004977

**Statement of Un-audited (Standalone) Financial Results  
for the Quarter/ Half Year Ended 30th September, 2015**

PART-I		(Rs. in Lacs.)					
S. No.	Particulars	Standalone					
		Quarter Ended		Half Year Ended		Year Ended	
		30.09.2015	30.06.2015	30.09.2014	30.06.2014	31.03.2015	31.03.2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	(a) Net sales/ income from operations (net of excise duty)	9301.09	7961.61	8758.28	17262.70	17768.09	37159.37
	(b) Other operating income	17.83	17.77	64.50	35.40	149.98	233.81
	<b>Total Income from operations (net) (a+b)</b>	<b>9318.92</b>	<b>7979.38</b>	<b>8822.78</b>	<b>17298.10</b>	<b>17918.07</b>	<b>37393.18</b>
2	Expenses						
	a. Cost of materials consumed	2950.89	2684.93	3390.46	5635.82	6909.86	13862.35
	b. Purchases of stock-in-trade	1375.82	531.34	152.30	1907.18	638.08	3935.99
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	(539.48)	(56.63)	(153.41)	(586.11)	(314.12)	(1678.30)
	d. Employee benefits expense	1734.29	1867.83	1618.74	3602.12	3298.85	7336.88
	e. Depreciation and amortisation expense	297.64	276.58	131.40	574.20	533.56	1128.08
	f. Other expenses	2293.93	2033.38	2493.60	4327.31	4794.85	9281.77
	<b>Total Expenses (a+b+c+d+e+f)</b>	<b>8113.08</b>	<b>7337.42</b>	<b>7633.08</b>	<b>15450.50</b>	<b>15861.09</b>	<b>33766.77</b>
3	<b>Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	<b>1205.84</b>	<b>641.96</b>	<b>1189.70</b>	<b>1847.61</b>	<b>2056.99</b>	<b>3626.41</b>
4	Other income	52.35	175.00	(32.88)	227.35	93.96	144.13
5	<b>Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)</b>	<b>1257.99</b>	<b>816.97</b>	<b>1156.82</b>	<b>2074.95</b>	<b>2150.95</b>	<b>3770.55</b>
6	Finance costs	1023.20	1032.81	979.46	2056.01	1877.35	3732.24
7	<b>Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)</b>	<b>234.79</b>	<b>(215.85)</b>	<b>177.36</b>	<b>18.94</b>	<b>293.60</b>	<b>38.31</b>
8	Exceptional items	0.00	0.00	0.00	0.00	0.00	0.00
9	<b>Profit/(Loss) from ordinary activities before tax (7+8)</b>	<b>234.79</b>	<b>(215.85)</b>	<b>177.36</b>	<b>18.94</b>	<b>293.60</b>	<b>38.31</b>
10	Prior period items	0.00	0.00	0.00	0.00	0.00	0.00
11	<b>Profit/(Loss) from ordinary activities before tax (9+10)</b>	<b>234.79</b>	<b>(215.85)</b>	<b>177.36</b>	<b>18.94</b>	<b>293.60</b>	<b>38.31</b>
12	Tax Expense	0.00	0.00	(40.49)	0.00	35.08	0.00
13	<b>Net Profit/(Loss) from ordinary activities after tax (11-12)</b>	<b>234.79</b>	<b>(215.85)</b>	<b>217.85</b>	<b>18.94</b>	<b>258.52</b>	<b>38.31</b>
14	Extraordinary items (net of tax expense)	0.00	0.00	0.00	0.00	0.00	0.00
15	<b>Net Profit/(Loss) for the period (13+14)</b>	<b>234.79</b>	<b>(215.85)</b>	<b>217.85</b>	<b>18.94</b>	<b>258.52</b>	<b>38.31</b>
16	Paid-up equity share capital (Face value of Rs.10/- per share)	1094.17	1094.17	1094.17	1094.17	1094.17	1094.17
17	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	-	-	-	6315.37
18.i	Earnings Per Share (before extraordinary items) (not annualised) (Rs.)						
	(a) Basic	2.15	(1.97)	1.99	0.17	2.36	0.35
	(b) Diluted	2.15	(1.97)	1.99	0.17	2.36	0.35
18.ii	Earnings Per Share (after extraordinary items) (not annualised) (Rs.)						
	(a) Basic	2.15	(1.97)	1.99	0.17	2.36	0.35
	(b) Diluted	2.15	(1.97)	1.99	0.17	2.36	0.35

PART-II		Select Information for the half year ended 30th September, 2015					
<b>A PARTICULARS OF SHAREHOLDING</b>							
1	Public shareholding:						
	No. of shares	4030647	4030647	4030647	4030647	4030647	4030647
	Percentage of shareholding	36.84	36.84	36.84	36.84	36.84	36.84
2	Promoters and Promoter Group Shareholding						
a)	Pledged/ Encumbered						
	- Number of shares	NIL	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total share capital of the Company)	NIL	NIL	NIL	NIL	NIL	NIL
b)	Non-encumbered						
	- Number of shares	6911020	6911020	6911020	6911020	6911020	6911020
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the Company)	63.16	63.16	63.16	63.16	63.16	63.16
<b>B INVESTOR COMPLAINTS</b>		3 Months ended 30th September, 2015					
	Pending at the beginning of the quarter	NIL					
	Received during the quarter	1					
	Disposed off during the quarter	1					
	Remaining unresolved at the end of the quarter	NIL					

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Statement of Assets and Liabilities			
			(Rs. in Lacs.)
		Half Year Ended	Year Ended
		30.09.2016	31.03.2016
		Unaudited	Audited
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Shareholders' Funds:</b>		
	(a) Share Capital	1094.17	1094.17
	(b) Reserves and Surplus	6316.24	6315.36
	<b>Sub-total - Shareholders' funds</b>	<b>7410.41</b>	<b>7409.53</b>
<b>2</b>	<b>Non-current liabilities</b>		
	(a) Long-term borrowings	8017.70	8795.35
	(b) Other long-term liabilities	113.04	108.65
	(c) Long-term provisions	3154.63	2828.24
	<b>Sub-total - Non-current liabilities</b>	<b>11285.37</b>	<b>11832.24</b>
<b>3</b>	<b>Current liabilities</b>		
	(a) Short-term borrowings	17247.99	15627.78
	(b) Trade payables	7472.35	8450.00
	(c) Other current liabilities	8262.46	7638.40
	(d) Short-term provisions	197.25	172.88
	<b>Sub-total - Current liabilities</b>	<b>33180.04</b>	<b>31887.05</b>
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>51875.82</b>	<b>51128.82</b>
<b>B</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-current assets</b>		
	(a) Fixed Assets	10931.06	10860.18
	(b) Non-current investments	427.37	427.37
	(c) Long-term loans and advances	710.14	754.46
	(d) Other non-current assets	0.00	0.00
	<b>Sub-total - Non-current assets</b>	<b>12068.56</b>	<b>12042.00</b>
<b>2</b>	<b>Current assets</b>		
	(a) Inventories	27889.14	27216.97
	(b) Trade receivables	8504.32	7763.90
	(c) Cash and cash equivalents	1031.66	1471.42
	(d) Short-term loans and advances	1805.74	2088.14
	(e) Other current assets	578.40	568.39
	<b>Sub-total - Current assets</b>	<b>39807.26</b>	<b>39086.82</b>
	<b>TOTAL - ASSETS</b>	<b>51875.82</b>	<b>51128.82</b>

**Notes:**

- The above results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meetings held on November 13, 2015. The Statutory Auditors of the Company have carried out a limited review of the same.
- The Company operates only in one segment viz. Fasteners.
- The Company has not recognized deferred tax assets amounting to Rs. 1135.82 lacs. In respect of timing differences capable of reversal in future periods in absence of virtual certainty that sufficient taxable income will be available for set-off of deferred tax assets.
- Action on earlier Audit Reports is in progress.
- Figures for the previous periods have been regrouped and reclassified to confirm the classification of the current period, wherever considered necessary.

By order of the Board  
for Lakshmi Precision Screws Ltd.

Lalit Kumar Jain  
Chairman & Managing Director  
DIN:00061293Place: New Delhi  
Date : 13.11.2016