



L.G. BALAKRISHNAN & BROS LIMITED

National Stock Exchange of India Limited "Exchange Plaza" Bandra Kurla Complex Bandra (E) Mumbai - 400 051	Bombay Stock Exchange Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001
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LGB/SEC/STK-BM-2017

31.10.2017

Dear Sirs,

Sub: Outcome of Board Meeting.

Ref: Intimation under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations)

The Board of Directors of the Company at its meeting held on **Tuesday, October, 31, 2017**, had inter-alia considered and approved the following:

1. Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith the Standalone audited financial results for the quarter / six months ended 30th September, 2017 along with Auditors Report which was reviewed by the Audit Committee and approved by the Board of Directors of the Company.
2. The Board of Directors has initiated steps to terminate the Dealership & Hire Purchase Agreements between the Company and the Tata Motors Ltd within 31.12.2017. The decision to close the Dealership & Hire Purchase Agreements is based on allowing TATA Motors to find a more suitable partner since our Company has not had a comfortable fit in operations.

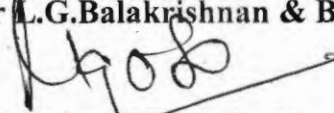
The meeting of the Board of Directors commenced at 10.45 AM and concluded at 12.50 PM.

Kindly take the same on record

Thanking You,

Yours faithfully,

For L.G. Balakrishnan & Bros Limited


M. Lakshmi Kanth Joshi
General Manager Cum Company Secretary

STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF-YEAR ENDED 30-09-2017

(Rs. in Lakhs)

Sl. No.	Particulars	Quarter ended			Half-year ended	
		30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016
1	Revenue from operations (Including Excise duty) (Refer Note.6)	34,759.84	31,499.88	33,810.49	66,259.72	62,635.43
2	Other Income	55.37	66.92	109.45	122.29	195.00
3	Total Revenue (1) + (2)	34,815.21	31,566.80	33,919.94	66,382.01	62,830.43
4	Expenses					
(a)	Cost of materials consumed	13,566.88	12,153.06	11,640.23	25,719.94	22,108.86
(b)	Purchases of stock-in-trade	662.58	1,038.56	1,054.62	1,701.14	2,098.43
(c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	2,520.05	(606.70)	389.96	1,913.35	507.76
(d)	Excise duty	0.00	3,595.84	3,474.19	3,595.84	6,368.60
(e)	Employee benefits expense	4,602.75	4,298.91	4,202.79	8,901.66	8,093.52
(f)	Finance costs	252.07	277.74	344.54	529.81	719.79
(g)	Depreciation and amortisation expense	1,309.64	1,270.08	1,230.09	2,579.72	2,391.85
(h)	Other expenses	8,345.27	7,838.06	8,369.76	16,183.33	16,041.42
(i)	Total expenses (a) to (h)	31,259.24	29,865.55	30,706.18	61,124.79	58,330.23
5	Profit before exceptional and extraordinary items and tax (3 - 4)	3,555.97	1,701.25	3,213.76	5,257.22	4,500.20
6	Exceptional Items	-	-	-	-	-
7	Profit from extraordinary items and tax (5 + 6)	3,555.97	1,701.25	3,213.76	5,257.22	4,500.20
8	Extraordinary Items	-	-	-	-	-
9	Profit before tax (7 + 8)	3,555.97	1,701.25	3,213.76	5,257.22	4,500.20
10	Tax expense					
(a)	Current tax	1,247.40	531.29	1,096.13	1,778.69	1,534.10
(b)	Deferred tax	(24.95)	57.27	(113.53)	32.32	(179.03)
11	Net Profit for the period (9 - 10)	2,333.52	1,112.69	2,231.16	3,446.21	3,145.13
12	Other comprehensive Income, net of Income-tax					
(a)	Items that will not be reclassified to Profit or Loss	(148.29)	(510.47)	17.88	(658.76)	761.23
(b)	Items that will be reclassified to Profit or Loss	-	-	-	-	-
	Total other comprehensive income, net of income-tax	(148.29)	(510.47)	17.88	(658.76)	761.23
13	Total comprehensive Income for the period (11 + 12)	2,185.23	602.22	2,249.04	2,787.45	3,906.36
14	Paid up Equity Share Capital [Face Value Rs.10/-]	1,569.62	1,569.62	1,569.62	1,569.62	1,569.62
15	Earnings per equity share (Rs.)					
(i)	Basic	14.87*	7.09*	14.21*	21.96*	20.04*
(ii)	Diluted	14.87*	7.09*	14.21*	21.96*	20.04*
	* not annualised See accompanying notes to the Financial Results					



SEGMENTWISE REVENUE, RESULTS, ASSETS AND LIABILITIES UNDER REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

Sl. No.	Particulars	Quarter ended			Half-year ended	
		30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016
1	Segment Revenue (Net Sale/Income from operations)					
	a) Transmission	27,037.20	24,550.62	26,838.53	51,587.82	49,200.53
	b) Metal Forming	6,468.27	5,576.71	5,650.90	12,044.98	10,827.75
	c) Others	1,254.37	1,372.55	1,321.06	2,626.92	2,607.15
	Total	34,759.84	31,499.88	33,810.49	66,259.72	62,635.43
	Less: Inter segment revenue	-	-	-	-	-
	Net Sales/Income from operations	34,759.84	31,499.88	33,810.49	66,259.72	62,635.43
2	Segment Results (Profit/(Loss) before tax and interest)					
	a) Transmission	3,307.64	1,690.01	3,045.57	4,997.65	4,249.43
	b) Metal Forming	531.86	300.76	434.55	832.62	925.54
	c) Others	88.16	61.64	140.51	149.80	209.36
	Total	3,927.66	2,052.41	3,620.63	5,980.07	5,384.33
	Less: (i) Interest	252.07	277.74	344.54	529.81	719.79
	(ii) Other unallocable expenditure net off unallocable income	119.62	73.42	62.33	193.04	164.34
	Total Profit Before Tax	3,555.97	1,701.25	3,213.76	5,257.22	4,500.20

Sl. No.	Particulars	As at				
		30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016
3	Segment Assets					
	a) Transmission	45,064.01	45,121.84	45,599.47	45,064.01	45,599.47
	b) Metal Forming	27,430.07	26,376.84	21,918.46	27,430.07	21,918.46
	c) Others	7,117.02	6,429.66	6,855.23	7,117.02	6,855.23
	d) Unallocated	6,766.61	7,174.14	7,359.87	6,766.61	7,359.87
	Total	86,377.71	85,102.48	81,733.03	86,377.71	81,733.03
4	Segment Liabilities					
	a) Transmission	15,085.11	16,113.12	16,338.51	15,085.11	16,338.51
	b) Metal Forming	7,426.95	5,856.47	4,650.45	7,426.95	4,650.45
	c) Others	1,173.45	1,214.63	1,068.37	1,173.45	1,068.37
	d) Unallocated	11,559.63	11,788.88	13,831.05	11,559.63	13,831.05
	Total	35,245.14	34,973.10	35,888.38	35,245.14	35,888.38



Statement of Assets and Liabilities

		As at
		30.09.2017
A	ASSETS	
1)	Non-current assets	
(a)	Property, Plant and Equipments	
(i)	Tangible assets	33,303.45
(ii)	Intangible assets	278.88
(iii)	Capital work-in-progress	928.45
(iv)	Investment Property	1,127.57
(v)	Asset held for Sale	8.55
(b)	Non-current investments	6,766.61
(c)	Long-term loans and advances	2,846.72
(d)	Other non-current assets	49.84
2)	Current assets	
(a)	Inventories	19,640.84
(b)	Trade receivables	18,302.97
(c)	Cash and cash equivalents	1,129.35
(d)	Short-term loans and advances	1,633.76
(e)	Other current assets	360.72
	TOTAL ASSETS	86,377.71
B	EQUITY AND LIABILITIES	
1	Shareholders' funds	
(a)	Share capital	1,569.62
(b)	Reserves and surplus	49,562.95
2	Non-current liabilities	
(a)	Long-term borrowings	6,687.56
(b)	Deferred tax liabilities (net)	1,570.39
(c)	Long term provisions	862.35
3	Current liabilities	
(a)	Short-term borrowings	466.25
(b)	Trade payables	
(i)	total outstanding dues of micro & small enterprises	129.58
(ii)	total outstanding dues other than micro & small enterprises	19,479.32
(c)	Other current liabilities	5,785.71
(d)	Short-term provisions	263.98
	TOTAL LIABILITIES	86,377.71



Notes:

- 1 The standalone financial results of the Company for the quarter/half-year ended 30th September, 2017 have been reviewed by the Audit Committee at their meeting held on 30th October, 2017 and have been approved by the Board of Directors at its meeting held on 31st October, 2017.
- 2 The standalone financial results of the Company for the quarter/half-year ended 30th September, 2017 have been audited by the Statutory Auditors.
- 3 The Company has first time adopted Indian Accounting Standard (referred to as 'Ind AS') with effect from 1st April, 2017, having the transition date as 1st April, 2016 and accordingly these financial results alongwith the comparatives have been prepared in accordance with the Companies Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 4 Reconciliation between standalone financial results as reported under erstwhile Indian GAAP and Ind AS is summarised below

Particulars	Corresponding 3 months ended in the previous year 30.09.2016	Corresponding 6 months ended in the previous year 30.09.2016
Profit as per Indian Gaap (I GAAP)	2,114.33	3,065.22
Ind AS Adjustments		
Changes in fair valuation of investments	59.27	844.01
Fair valuation of derivative instruments	-	(23.16)
Remeasurement of Inventories	124.46	37.39
Others	(9.09)	(18.62)
Tax impact on the above adjustments	(39.93)	1.52
Total Ind AS adjustments	134.71	841.14
Total comprehensive Income as per Ind AS	2,249.04	3,906.36

- 5 The Board of Directors at its meeting held on 6th May, 2017 has given an in principle approval of the proposed merger of its wholly owned Subsidiary BCW V Tech India Private Limited with the Company with effect from 1st April, 2017 under a scheme of amalgamation, subject to necessary statutory and other approvals.
- 6 In accordance with the requirements to Ind AS, revenue for the quarter ended 30th June, 2017, 30th September, 2016 and half year ended 30th September, 2016 are inclusive of Excise duty. Revenue for the quarter ended 30th September 2017 does not include Goods and Services Tax (GST).
- 7 Previous period figures have been regrouped/reclassified to make them comparable with those of current period.

COIMBATORE
31.10.2017



By order of the Board
For L.G. BALAKRISHNAN & BROS LIMITED

B. Vijay Kumar

B. VIJAYAKUMAR
CHAIRMAN CUM MANAGING DIRECTOR

SURI & CO.,

CHARTERED ACCOUNTANTS,

OFFICES :

CHENNAI, THIRUVANANTHAPURAM, MADURAI,
COIMBATORE, COONOR, BENGALURU & KOCHI

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II FLOOR, A.M.M. Buildings,
354, Mettupalayam Road,
COIMBATORE - 641 043.

INDEPENDENT AUDITOR'S REPORT ON AUDIT OF INTERIM FINANCIAL RESULTS

TO

THE BOARD OF DIRECTORS OF

L.G.BALAKRISHNAN & BROS LIMITED

COIMBATORE

1. We have audited the accompanying statement of financial results of **L.G.Balakrishnan & Bros Ltd ("the Company")** for the quarter and half year ended 30th September, 2017, and Balance sheet as at 30th September, 2017 ("the statement") attached herewith, 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 5th July, 2016.

This statement has been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in 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 express an opinion on the statement.

2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements.



An audit involves performing procedures to obtain audit evidence about the amounts and the disclosure in the statement. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentation of the statement in order to design audit procedure that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

In our opinion and to the best of our information and according to the explanations given to us these quarterly standalone financial results:

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No.CIR/CFD/FAC/62/2016 dated 5thJuly, 2016; and
- ii. give a true and fair view of the net profit and total comprehensive income and other financial information of the company for the quarter and six months ended 30th September, 2017.



Coimbatore
31-10-2017

For Suri & Co.,
Chartered Accountants
Firm Regn.No.004283S

A handwritten signature in black ink, appearing to read "R. Krishnamoorthy".

(R.Krishnamoorthy)
Partner
M.No.020695