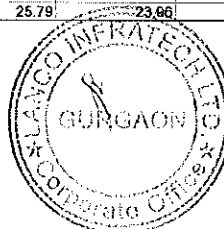


STATEMENT OF CONSOLIDATED RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2012

		(Rs. in Cr)					
PARTICULARS	31.12.2012 (Unaudited)	Quarter Ended 30.09.2012 (Unaudited)		9 Months Ended 31.12.2012 (Unaudited)		Year Ended 31.03.2012 (Audited)	
		31.12.2011 (Unaudited)	31.12.2011 (Unaudited)	31.12.2011 (Unaudited)	31.12.2011 (Unaudited)	31.12.2011 (Unaudited)	31.03.2012 (Audited)
1 a) Income from operations	3,044.04	2,968.96	4,311.73	9,445.35	10,044.81	14,229.53	14,229.53
b) Income from power trading	652.59	734.47	272.34	1,937.20	804.32	1,000.17	1,000.17
c) Other operating income	19.35	20.59	12.11	55.91	30.82	49.53	49.53
Total income from operations (Gross)	3,715.98	3,724.02	4,596.18	11,438.46	10,879.95	15,279.23	15,279.23
Less: Elimination of intersegment operating income	227.28	539.25	1,566.87	1,269.25	4,087.17	5,110.27	5,110.27
Total income from operations (Net)	3,488.70	3,184.77	3,029.31	10,169.21	6,792.78	10,168.96	10,168.96
2 Expenses							
a) Cost of materials consumed	1,726.25	1,341.08	1,573.58	4,823.22	3,296.06	5,012.54	5,012.54
b) Purchase of traded goods	644.08	726.68	309.80	1,915.07	835.92	1,004.38	1,004.38
c) Subcontract cost	92.43	130.36	111.27	338.00	328.68	524.30	524.30
d) Construction, transmission, site and mining expenses	344.27	309.28	220.26	958.25	672.95	1,029.51	1,029.51
e) Change in inventories of finished goods and work in progress	(134.11)	(105.64)	(70.13)	(328.11)	(598.45)	(345.02)	(345.02)
f) Employee benefits expense	154.96	167.02	198.80	507.80	541.13	711.68	711.68
g) Depreciation & amortisation expenses	305.13	279.87	150.13	840.36	400.90	562.80	562.80
h) Other expenses	93.91	94.62	82.69	281.05	253.80	392.15	392.15
Total expenses	3,226.92	2,943.27	2,576.40	9,335.64	5,730.97	8,892.34	8,892.34
3 Profit / (loss) from operations before other income, foreign exchange fluctuations, finance costs, prior period items & exceptional items (1-2)	261.78	241.50	452.91	833.57	1,061.81	1,276.62	1,276.62
4 Other income	37.74	24.64	24.36	94.47	75.92	117.61	117.61
5 Add: Eliminated profit on transactions with subsidiaries	18.88	(12.23)	175.36	51.73	650.68	758.62	758.62
6 Profit / (loss) from ordinary activities before foreign exchange fluctuations, finance costs, prior period items & exceptional items plus elimination (3+4+5)	318.40	253.91	652.63	979.77	1,788.41	2,152.85	2,152.85
7 (Gain) / loss on foreign exchange fluctuations (Net)	42.89	(212.33)	25.88	60.80	231.72	108.43	108.43
8 Finance costs	673.68	526.72	268.24	1,739.29	749.87	1,053.85	1,053.85
9 Profit / (loss) from ordinary activities after finance costs but before prior period items & exceptional items plus elimination (6-7-8)	(398.17)	(60.48)	358.51	(820.32)	806.82	990.57	990.57
10 Exceptional items	-	-	-	-	48.92	116.43	116.43
11 Profit / (loss) from ordinary activities before tax, prior period items plus elimination (9+10)	(398.17)	(60.48)	358.51	(820.32)	855.74	1,107.00	1,107.00
12 Tax expense	57.26	62.59	53.39	141.68	202.71	224.62	224.62
13 Net profit / (loss) from ordinary activities after tax but before prior period items plus elimination (11-12)	(455.43)	(123.07)	305.12	(962.00)	653.03	882.38	882.38
14 Extraordinary item (net of tax expense)	-	-	-	-	-	-	-
15 Net profit / (loss) for the period before prior period items plus elimination (13+14)	(455.43)	(123.07)	305.12	(962.00)	653.03	882.38	882.38
Less: Prior period items	(12.78)	5.96	-	(6.82)	-	3.60	3.60
16 Net profit / (loss) for the period plus elimination	(442.65)	(129.03)	305.12	(955.18)	653.03	878.78	878.78
Less: Minority interest	1.40	22.90	25.43	23.70	104.31	134.28	134.28
Add: Share of profit / (loss) of associates	(2.87)	4.15	(5.79)	(1.79)	(25.72)	(60.22)	(60.22)
17 Net profit / (loss) for the period plus elimination after minority interest and share of profit / (loss) of associates	(446.92)	(147.78)	273.90	(980.67)	523.00	684.28	684.28
18 Less: elimination of profit/(loss) on transactions with subsidiaries and associates	17.72	(11.85)	212.98	61.06	707.79	796.32	796.32
19 Net profit / (loss) after taxes, minority interest and share of profits / (loss) of associates (17-18)	(464.64)	(135.93)	60.92	(1,041.73)	(184.79)	(112.04)	(112.04)
20 Cash profit/(loss) (17 + 2(g) + deferred tax - MAT credit + forex loss- forex gain)	(66.23)	(49.63)	461.86	(9.05)	1,187.04	1,378.02	1,378.02
21 Profit (+) / Loss (-) from ordinary activities before tax (11 - 5)	(417.05)	(48.25)	183.15	(872.05)	205.06	348.38	348.38
22 Paid-up equity share capital (face value of Re. 1/- per share)	239.01	239.01	238.84	239.01	238.84	238.97	238.97
23 Reserves excluding revaluation reserves as per balance sheet	-	-	-	-	-	4,467.09	4,467.09
24 Add: Eliminated profit on transactions with subsidiaries and associates till March 31, 2012	-	-	-	-	-	1,512.92	1,512.92
25 Reserves excluding revaluation reserves plus eliminated profit on transaction with subsidiaries and associates (23 + 24)	-	-	-	-	-	5,980.01	5,980.01
26 Earning per share (EPS) before & after extraordinary items (not annualised)							
- Basic	(1.98)	(0.58)	0.27	(4.45)	(0.79)	(0.48)	(0.48)
- Diluted	(1.98)	(0.58)	0.27	(4.45)	(0.79)	(0.48)	(0.48)

SELECT INFORMATION FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2012

		Quarter Ended		9 Months Ended		Year Ended	
PARTICULARS		31.12.2012 (Unaudited)	30.09.2012 (Unaudited)	31.12.2011 (Unaudited)	31.12.2012 (Unaudited)	31.12.2011 (Unaudited)	31.03.2012 (Audited)
A PARTICULARS OF SHAREHOLDING							
1 Public shareholding							
- Number of shares		702,256,801	674,105,518	666,836,139	702,256,801	666,836,139	668,778,596
- Percentage of shareholding		29.17	28.00	27.70	29.17	27.70	27.78
2 Promoters and Promoter Group shareholding							
a) Pledged / Encumbered							
- Number of shares		1,116,918,000	1,112,709,000	1,163,999,000	1,116,918,000	1,163,999,000	1,043,999,000
- Percentage of shares		65.49	64.18	66.86	65.49	66.86	60.03
(As a % of the total shareholding of Promoter & Promoter Group)							
- Percentage of shares (As a % of the total share capital of the Company)		46.39	46.21	48.34	46.39	48.34	43.36
b) Non - encumbered							
- Number of shares		588,630,119	620,990,402	576,969,781	588,630,119	576,969,781	695,027,324
- Percentage of shares		34.51	35.82	33.14	34.51	33.14	39.97
(As a % of the total shareholding of Promoter & Promoter Group)							
- Percentage of shares (As a % of the total share capital of the Company)		24.44	25.79	23.66	24.44	23.98	28.86
B INVESTOR COMPLAINTS							
Quarter Ended 31.12.2012							
Pending at the beginning of the quarter		NIL					
Received during the quarter		6					
Disposed of during the quarter		6					
Remaining unsolved at the end of the quarter		NIL					



Lanco Infratech Limited

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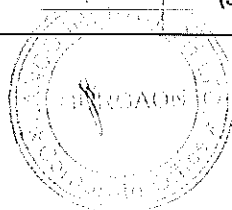
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SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED UNDER CLAUSE 41 OF THE LISTING AGREEMENT - CONSOLIDATED

		Quarter Ended			9 Months Ended		(Rs. in Cr)
PARTICULARS		31.12.2012	30.09.2012	31.12.2011	31.12.2012	31.12.2011	Year Ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue						
	a) EPC & Construction	928.39	1,299.55	3,123.11	3,906.16	6,983.87	9,923.63
	b) Power	2,533.70	2,225.57	1,301.07	6,889.81	3,363.06	4,611.34
	c) Property Development	53.00	34.68	20.06	94.79	72.26	75.25
	d) Infrastructure	-	-	-	-	-	-
	e) Resources	205.27	165.76	159.83	542.60	482.95	690.25
	f) Unallocated	20.93	19.92	13.63	60.57	37.76	81.54
	Total	3,741.29	3,745.48	4,617.70	11,493.93	10,939.90	15,382.01
	Less: Inter Segment Revenue	227.28	539.25	1,566.87	1,269.25	4,087.17	5,110.27
	Net Sales/Income from Operations	3,514.01	3,206.23	3,050.83	10,224.68	6,852.73	10,271.74
2	Segment Results (Profit(+)/ Loss(-) before tax and interest from each segment)						
	a) EPC & Construction	69.85	176.84	389.25	350.45	1,071.27	1,295.21
	b) Power	362.70	352.32	182.12	887.91	674.79	1,111.16
	c) Property Development	0.93	0.12	(0.33)	(1.62)	-	(4.59)
	d) Infrastructure	-	-	-	-	-	-
	e) Resources	(140.44)	(77.53)	54.77	(344.63)	(139.46)	(221.82)
	f) Unallocated	(29.99)	11.31	(1.90)	(12.14)	(16.96)	(33.94)
	Total	263.05	463.06	623.91	879.97	1,589.64	2,146.02
	Less: Inter Segment Profit on transactions with Subsidiaries	18.88	(12.23)	175.36	51.73	650.68	758.62
	Total	244.17	475.29	448.55	828.24	938.96	1,387.40
	Less :						
	i) Interest	673.68	526.72	268.24	1,739.29	749.87	1,053.85
	ii) Other Un-allocable Exp. (Net of Un-allocable income)	(12.46)	(3.18)	(2.84)	(39.00)	(15.97)	(14.83)
	Total Profit Before Tax	(417.05)	(48.25)	183.15	(872.05)	205.06	348.38
3	Capital Employed (Segment Assets - Segment Liabilities)						
	a) EPC & Construction	(2,945.89)	(2,813.63)	(1,522.13)	(2,945.89)	(1,522.13)	(3,177.63)
	b) Power	33,224.86	33,025.33	20,783.39	33,224.86	20,783.39	31,702.11
	c) Property Development	1,785.57	1,769.80	1,737.19	1,785.57	1,737.19	1,766.96
	d) Infrastructure	667.79	668.07	573.81	667.79	573.81	671.03
	e) Resources	6,513.07	6,548.00	5,047.74	6,513.07	5,047.74	6,326.02
	f) Unallocated	(34,579.96)	(34,047.25)	(20,735.27)	(34,579.96)	(20,735.27)	(31,630.56)
	Total	4,665.44	5,150.32	5,884.73	4,665.44	5,884.73	5,657.93


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STATEMENT OF STAND ALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2012

(Rs. in Cr)

PARTICULARS	Quarter Ended		Nine Months Ended		Year Ended	
	31.12.2012 (Unaudited)	30.09.2012 (Unaudited)	31.12.2011 (Unaudited)	31.12.2012 (Unaudited)	31.12.2011 (Unaudited)	31.03.2012 (Audited)
1 Income from operations	846.05	1,158.03	2,542.91	3,585.14	6,029.58	8,591.78
b) Other operating income	3.02	2.85	2.99	9.62	6.34	13.21
Total income from operations	849.07	1,160.88	2,545.90	3,594.76	6,035.92	8,604.99
2 Expenditure						
a) Cost of materials consumed	545.68	572.62	1,528.94	2,068.61	3,841.63	5,413.94
b) Purchase of traded goods	44.78	140.93	49.82	185.72	49.82	49.82
c) Subcontract cost	144.56	232.17	501.27	691.46	1,178.46	1,626.28
d) Construction, transmission and site expenses	36.28	47.42	36.71	123.98	122.41	225.94
e) Change in inventories of finished goods and work in progress	(135.38)	(110.12)	9.69	(268.78)	(411.94)	(207.73)
f) Employee benefits expense	87.14	101.27	146.73	303.35	405.05	507.91
g) Depreciation & amortisation expenses	32.21	31.97	26.71	96.45	72.08	101.44
h) Other expenses	27.33	34.66	48.36	100.84	136.95	191.25
Total expenses	782.60	1,050.92	2,348.23	3,301.63	5,394.46	7,908.85
3 Profit / (Loss) from operations before other income, foreign exchange fluctuations, finance costs & exceptional items (1-2)	66.47	109.96	197.67	293.13	641.46	696.14
4 Other income	18.57	14.90	20.24	46.89	42.28	64.26
5 Profit / (Loss) from ordinary activities before foreign exchange fluctuations, finance costs & exceptional items (3+4)	85.04	124.86	217.91	340.02	683.74	760.40
6 (Gain) / Loss on foreign exchange fluctuations (Net)	20.24	(30.33)	75.29	21.13	169.15	149.02
7 Finance costs	154.04	139.83	133.21	440.15	357.23	505.12
8 Profit / (Loss) from ordinary activities after foreign exchange fluctuations, finance costs but before exceptional items (5-6-7)	(89.24)	15.36	9.41	(121.26)	157.36	106.26
9 Exceptional items	-	-	-	-	-	-
10 Profit / (Loss) from ordinary activities before tax (8+9)	(89.24)	15.36	9.41	(121.26)	157.36	106.26
11 Tax expense	-	-	(15.29)	-	33.44	(9.41)
12 Net profit / (Loss) from ordinary activities after tax (10-11)	(89.24)	15.36	24.70	(121.26)	123.92	115.67
13 Extraordinary item (net of tax expense)	-	-	-	-	-	-
14 Net profit / (Loss) before prior period (12+13)	(89.24)	15.36	24.70	(121.26)	123.92	115.67
15 Less : Prior period items	-	8.16	-	8.16	-	-
16 Net profit / (Loss) after prior period (14-15)	(89.24)	7.20	24.70	(129.42)	123.92	115.67
17 Paid-up equity share capital (face value of Re. 1/- per share)	239.01	239.01	238.84	239.01	238.84	238.97
18 Reserves excluding revaluation reserves as per balance sheet of March 31, 2012	-	-	-	-	-	3,356.53
19 Earning per share (EPS) in Rupees before & after extraordinary items (not annualised)						
- Basic	(0.38)	0.03	0.11	(0.55)	0.53	0.50
- Diluted	(0.38)	0.03	0.11	(0.55)	0.53	0.50

SELECT INFORMATION FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2012

PARTICULARS	Quarter Ended		Nine Months Ended		Year Ended	
	31.12.2012 (Unaudited)	30.09.2012 (Unaudited)	31.12.2011 (Unaudited)	31.12.2012 (Unaudited)	31.12.2011 (Unaudited)	31.03.2012 (Audited)
A PARTICULARS OF SHAREHOLDING						
1 Public shareholding						
- Number of shares	702,256,801	674,105,518	666,836,139	702,256,801	666,836,139	668,778,596
- Percentage of shareholding	29.17	28.00	27.70	29.17	27.70	27.78
2 Promoters and Promoter group shareholding						
a) Pledged / Encumbered						
- Number of shares	1,116,918,000	1,112,709,000	1,163,999,000	1,116,918,000	1,163,999,000	1,043,999,000
- Percentage of shares (As a % of the total shareholding of Promoter & Promoter group)	65.49	64.18	66.86	65.49	66.86	60.03
- Percentage of shares (As a % of the total share capital of the Company)	46.39	46.21	48.34	46.39	48.34	43.36
b) Non - encumbered						
- Number of shares	588,630,119	620,990,402	576,969,781	588,630,119	576,969,781	695,027,324
- Percentage of shares (As a % of the total shareholding of Promoter & Promoter group)	34.51	35.82	33.14	34.51	33.14	39.97
- Percentage of shares (As a % of the total share capital of the Company)	24.44	25.79	23.96	24.44	23.96	28.86
B INVESTOR COMPLAINTS	Quarter Ended 31.12.2012					
Pending at the beginning of the quarter	NIL					
Received during the quarter	6					
Disposed off during the quarter	6					
Remaining unsolved at the end of the quarter	NIL					

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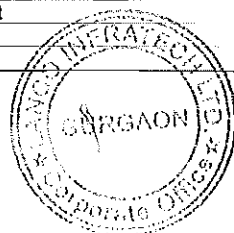
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SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED UNDER CLAUSE 41 OF THE LISTING AGREEMENT - STAND ALONE

		Quarter Ended			Nine Months Ended		Year Ended
PARTICULARS		31.12.2012	30.09.2012	31.12.2011	31.12.2012	31.12.2011	31.03.2012
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue						
	a) EPC & Construction	815.46	1,132.10	2,530.77	3,502.51	5,993.86	8,537.75
	b) Power	20.57	16.35	7.20	54.78	18.83	31.12
	c) Infrastructure Development	13.04	12.43	7.93	37.47	23.23	36.12
	Net Sales/Income from Operations	849.07	1,160.88	2,545.90	3,594.76	6,035.92	8,604.99
2	Segment Results (Profit(+) / Loss(-) before tax and interest from each segment)						
	a) EPC & Construction	30.07	125.81	135.03	229.62	514.60	593.37
	b) Power	10.84	16.58	(7.14)	31.93	(14.39)	(11.05)
	c) Infrastructure Development	1.96	1.86	1.19	5.62	3.48	5.42
	d) Unallocated	3.36	(3.96)	(6.70)	4.83	(31.38)	(40.62)
	Total	46.23	140.29	122.38	272.00	472.31	547.12
	Less :						
	i) Interest	154.04	139.83	133.21	440.15	357.23	505.12
	ii) Other Un-allocable Exp. (Net off Un-allocable income)	(18.57)	(14.90)	(20.24)	(46.89)	(42.28)	(64.26)
	Total Profit Before Tax	(89.24)	15.36	9.41	(121.26)	167.36	106.26
3	Capital Employed (Segment Assets- Segment Liabilities)						
	a) EPC & Construction	(5,377.90)	(5,318.11)	(3,586.04)	(5,377.90)	(3,586.04)	(5,219.95)
	b) Power	567.67	567.27	476.82	567.67	476.82	522.70
	c) Infrastructure Development	10,635.26	10,555.16	10,027.41	10,635.26	10,027.41	10,518.65
	d) Unallocated	(2,339.55)	(2,233.71)	(3,324.14)	(2,339.55)	(3,324.14)	(2,225.90)
	Total	3,485.48	3,570.61	3,594.05	3,485.48	3,594.05	3,595.50


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NOTES IN RELATION TO THE FINANCIAL RESULTS

1. The reported consolidated Net Operating Income and Net Profit have been arrived at after eliminating inter-company transactions as per Accounting Standard (AS) 21 "Consolidated Financial Statements" and Accounting Standard (AS) 23 "Accounting for Investments in Associates in Consolidated Financial Statements". It may be noted that the above eliminations do not reduce the cash earnings of the Company on the standalone / consolidated basis. The impact of these eliminations on Net Operating Income and on Net Profit is presented as under:

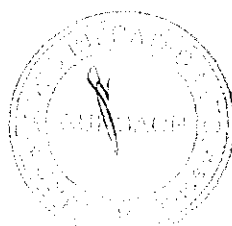
Particulars	Quarter Ended (Unaudited)			9 Months Ended (Unaudited)		Rs. in Cr Year Ended (Audited)
	Dec 31, 2012	Sept 30, 2012	Dec 31, 2011	Dec 31, 2012	Dec 31, 2011	Mar 31, 2012
Reported Net Operating Income	3,488.70	3,184.77	3,029.31	10,169.21	6,792.78	10,168.96
Elimination as per AS 21	227.28	539.25	1,566.87	1,269.25	4,087.17	5,110.27
Total Income before elimination	3,715.98	3,724.02	4,596.18	11,438.46	10,879.95	15,279.23
Reported Net Profit /(loss)	(464.64)	(135.93)	60.92	(1,041.73)	(184.79)	(112.04)
Elimination as per AS 21 & 23	17.72	(11.85)	212.98	61.06	707.79	796.32
Forex loss / (gain)	42.89	(212.33)	25.88	60.80	231.72	108.43
Net Profit before elimination & Forex loss / (gain)	(404.03)	(360.11)	299.78	(919.87)	754.72	792.71

2. The Information on Standalone Financial Results

Particulars	Quarter Ended (Unaudited)			9 Months Ended (Unaudited)		Rs. in Cr Year Ended (Audited)
	Dec 31, 2012	Sept 30, 2012	Dec 31, 2011	Dec 31, 2012	Dec 31, 2011	Mar 31, 2012
Income from operations	849.07	1,160.88	2,545.90	3,594.76	6,035.92	8,604.99
PBT	(89.24)	15.36	9.41	(121.26)	157.36	106.26
Prior Period Expenses	-	8.16	-	8.16	-	-
PAT (after prior period)	(89.24)	7.20	24.70	(129.42)	123.92	115.67
Forex loss / (gain)	20.24	(30.33)	75.29	21.13	169.15	149.02
PAT before forex loss / (gain)	(69.24)	(23.13)	99.99	(108.29)	293.07	264.69

3. As at December 31, 2012 the Group has receivables from various State Electricity Utility companies and other customers against sale of power aggregating to Rs. 3,525.22 Cr (Rs. 3,153.17 Cr as at Sept 30, 2012 and Rs. 2,369.39 Cr as at March 31, 2012), net current liabilities of Rs. 2,345.82 Cr and current maturities of long term borrowings Rs. 2,680.59 Cr. Based on internal assessment and various discussions had with the customers, the management is confident of recovery of receivables.

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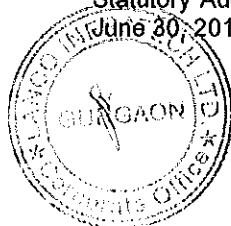
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4. With respect to supply of power by Udupi Power Corporation Limited (UPCL) one of the subsidiary of the Company has obtained the provisional tariff orders for Unit - 1 on December 24, 2012, but the company continues to recognise the revenue as per the CERC rate based on the application filed by it to fix or approve the tariff with CERC and accordingly the differential revenue of Rs. 183.79 Cr for the quarter ended December 31, 2012 (Rs. 387.60 Cr for the Nine Months ended December 31, 2012 and Rs. 105.46 Cr for the year ended March 31, 2012) has been recognised, resulting in receivables being higher by Rs. 493.06 Cr as at December 31, 2012 (Rs. 105.46 Cr as at March 31, 2012). The management is confident that the rate to be fixed by CERC will be the rates adopted by the UPCL. This was also a subject matter of qualification in the audit report of the Statutory Auditors for the year ended March 31, 2012 and limited review report for the quarter ended June 30, 2012, in September 30, 2012 and December 31, 2012.
5. During the FY 2010-11, National Energy Trading Services (NETS) one of the subsidiary of the Company, had contracted with a supplier for purchase of power which could not be scheduled due to monsoons and regulatory changes. NETS had suspended the contract in November 2010 (due to force majeure clause of the tender) and the supplier has raised bills for compensation charges amounting to Rs. 86.55 Cr which has not been accepted by NETS. During the FY 2011-12, the supplier encashed the Letter of Credit of Rs. 5.00 Cr given by NETS and has not refunded earnest money deposit of Rs. 0.25 Cr. The supplier filed a petition before the MPERC under section 86 (1) (f) of the Electricity Act, 2003 for adjudication of dispute which was held by MPERC that it has jurisdiction to adjudicate the dispute between licensees. NETS filed an Appeal against the aforesaid order before the Appellate Tribunal of Electricity (APTEL) which was admitted on February 13, 2012 and further proceedings are under hearing process. The management, based upon its assessment and legal advice obtained, is confident of the outcome of the matter in its favor and accordingly considered trade receivable of Rs. 5.00 Cr as recoverable. Accordingly no adjustments have been made in respect of this matter, in the accompanying results.
6. With respect to Lanco Hills Technology Park Private Limited (LHTPPL) one of the subsidiary Company is developing a 100 acre integrated township called 'Lanco Hills' at Hyderabad, Andhra Pradesh. With regard to dispute of the title of the land between with the Wakf Board and Government of Andhra Pradesh, the Wakf tribunal which restricted the LHTPPL from alienating the property. LHTPPL has appealed against the order of the Honorable High Court before the Honorable Supreme Court, which granted an interim stay against the orders of Honorable High Court of Andhra Pradesh and the Wakf Tribunal. Pending the final outcome of Appeal before the Honorable Supreme Court, the Management of LHTPPL, on the basis of an expert legal opinion, is of the view that no adjustments are required in the consolidated financial statements in respect of such disputes. Pending the final outcome of the above matter, no adjustments have been made in the accompanying results.
7. As at December 31, 2012 a subsidiary of the Company has provided further mobilization advance of Rs. 423.87 Cr to the Company, as it executes Engineering, Procurement & Construction (EPC) contract for this subsidiary, which requires approval by their respective lenders. The Company has to receive Rs. 343.47 Cr retention money from the said subsidiary and the subsidiary got the approval of some of the lenders for release of the retention money against providing the bank guarantee by the Company. The process of approval from the balance lenders is in progress and the management is confident of obtaining the same. The said mobilization advance and retention money has been eliminated while preparing these consolidated financial statements. Pending final approval of the lenders no adjustments have been made in respect of this matter, in the accompanying results.
8. As approved by the members vide their resolution dated March 19, 2010 the Company has sold its shareholding in some of its Subsidiaries and Associate Companies to its wholly owned step down subsidiaries on March 30, 2012 for cash consideration. The lender / customer approvals and share transfer process is in progress. This was also a subject matter of qualification in the audit report of the Statutory Auditors for the year ended March 31, 2012 and limited review report for the quarters ended June 30, 2012, September 30, 2012 and in December 31, 2012.



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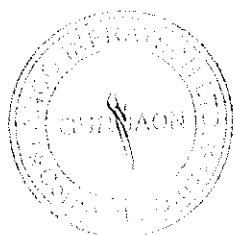
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9. With respect to litigation regarding supply of power to HPGCL from Lanco Amarkantak Power Limited (LAPL) Unit 2, one of the subsidiary Company. LAPL has recognised the revenue as per the CERC rate based on the application filed to fix or approve the tariff with HERC pursuant to the Supreme Court order. The management, based upon its assessment and legal advice obtained, is confident of the outcome of the matter in its favor and has recognized the differential revenue for the Quarter ended December 31, 2012 of Rs. 17.04 Cr (Rs. 32.48 Cr for the Quarter ended Sept 30, 2012 and Rs. 95.99 Cr for the year ended March 31, 2012) on the basis of tariff computed on provisional basis as per CERC norms, whereas the payments have been released by the customer on the basis of erstwhile PPA rate and receivables being higher by Rs. 165.84 Cr as at December 31, 2012 (Rs. 95.99 Cr as at March 31, 2012). Realisability of carry forward of Minimum Alternate Tax (MAT) credit entitlement as at December 31, 2012 of Rs. 35.05 Cr (Rs. 35.05 Cr as at March 31, 2012) is dependent upon settlement of the aforesaid litigation. This was also a subject matter of qualification in the audit report of the Statutory Auditors for the year ended March 31, 2012 and limited review report for the quarter ended June 30, 2012, September 30, 2012 and in December 31, 2012.
10. Lanco Anpara Power Limited (1200 MW), one of the subsidiary of the Company, started its operations in December 2011 and plant is operating at sub optimal levels from starting onwards due to initial stabilizing phase and on account of coal & infrastructure constraints. Resultantly fixed costs are under recovered and incurred a loss of Rs. 139.71 Cr and Rs. 430.43 Cr for the quarter and nine months ended December 31, 2012 respectively. The management is taking necessary steps and confident to improve the operating levels of the plant in future and would meet financial obligations as and when they arise.
11. The audit of the financials of The Griffin Coal Mining Company Pty Limited (GCM) and Carpenter Mine Management Pty Limited (CMM) and Lanco Resources Australia Pty Limited (LRAPL) for the period and year ended March 31, 2011 and March 31, 2012 under Australian GAAP has been completed and the impact of the same has been incorporated in the consolidated financials prepared under Indian GAAP for the quarter ended December 31, 2012. Due to the GAAP conversion capital reserve on consolidation is reduced by Rs. 82.99 Cr.
12. During the Quarter and Nine months ended December 31, 2012 some of the foreign subsidiaries could not complete the limited review of their financials, hence the financials prepared by the management has been considered in consolidation. Accordingly Total Assets of Rs 7,362.19 Cr, Total Liabilities of Rs 5,315.19 Cr as at December 31, 2012 and Net loss of Rs 177.26 Cr for the quarter and Rs 479.44 Cr for the nine months ended December 31, 2012 have been taken from the financials prepared by the management under Indian GAAP. This was a subject matter of qualification in the Limited Review Report of the Statutory Auditor for the quarter ended June 30, 2012, September 30, 2012 and December 31, 2012.
13. During the quarter and nine months ended December 31, 2012 the operations of the few subsidiary companies were affected adversely due to shortage in supply of fuel (i.e. Coal and Gas) and the management is confident of improvement in availability of fuel in future.
14. Remuneration of Rs. 2.23 Cr till year ended March 31, 2011 has been paid to the director of a step down subsidiary Company in excess of the permissible remuneration under Companies Act, 1956. The subsidiary Company has applied to the Central Government for the approval of such remuneration, pending the above; no adjustments have been made to these finalized results. This was also a subject matter of qualification in the audit report of the Statutory Auditors for the year ended March 31, 2011 and March 31, 2012 and limited review report for the quarters ended June 30, 2012, September 30, 2012 and in December 31, 2012.

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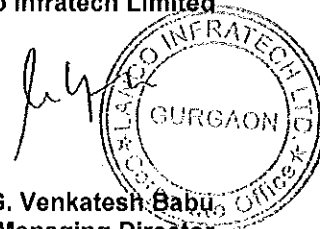
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15. During the year ended March 31, 2012, in line with the Notification dated December 29, 2011 issued by the Ministry of Corporate Affairs, The Company has selected the option given in Paragraph 46A of the Accounting Standard – 11, "The Effects of Changes in Foreign Exchange Rates" with effect from April 1, 2011, the foreign exchange (gain) / loss arising on revaluation of long term foreign currency monetary items in so far as they relate to the acquisition of depreciable capital assets to be depreciated over the balance life of such assets and in other cases the foreign exchange (gain) / loss to be amortised over the balance period of such long term foreign currency monetary items. On availment of option under this notification, foreign exchange difference remains unamortized is Rs. 500.08 Cr.
16. The Group currently provides depreciation on assets at the rates specified in the Schedule XIV of the Companies Act, 1956. The Ministry of Corporate Affairs (MCA) vide its notification dated May 31, 2011, has clarified that companies engaged in the generation and supply of electricity can distribute dividend after providing for depreciation at rates/methodology notified by Central Electricity Regulatory Commission (CERC). As the Group has both regulated and non-regulated generating assets, the management has sought clarifications and guidance from the MCA on the applicability of the CERC rates for its regulated and non-regulated generating assets. Pending the clarification, existing depreciation rates continued for the period ended December 31, 2012.
17. Prior period item for the quarter ended December 31, 2012 was on account of right back of amortization.
18. Figures pertaining to the previous periods have been regrouped, reclassified and restated to conform to those of the current period.
19. These unaudited results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings.

for Lanco Infratech Limited

**G. Venkatesh Babu**
Managing DirectorPlace : Gurgaon
Date : February 12, 2013**Lanco Infratech Limited****Corporate Office:** Lanco House, Plot # 397, Udyog Vihar, Phase - 3, Gurgaon - 122 016, New Delhi Region, India.

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