



LML Limited
82, Ground Floor,
Sector 44,
Gurgaon - 122003, India
Tel. : 91-124-4500500
Fax : 91-124-4500501
Website : www.lmlworld.com

LML: SH:SE

February 11, 2012

The General Manager
U P. Stock Exchange Ltd
Padam Towers, 14/113, Civil Lines
KANPUR - 208 001
E-Mail : upstockexchange@gmail.com

The Manager -- Listing
Bombay Stock Exchange Ltd.
New Trading Ring, Routunda Bldg, 1st Floor,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
MUMBAI - 400 001
E-Mail : corp.relations@bseindia.com

The Manager, Capital Market (Listing)
National Stock Exchange of India Ltd
Exchange Plaza, 5th Floor, Plot No.
C/1, G-Block, Bandra-Kurla Complex, Bandra (E)
MUMBAI - 400 013
E-Mail : cmllist@nse.co.in

Dear Sir,

Sub: Un-audited Financial Results for the Quarter Ended 31.12.2011

Pursuant to Clause 41 of the Listing Agreement, we are enclosing herewith Un-audited Financial Results alongwith Limited Review Report of the Statutory Auditors of the Company thereon for the Quarter ended 31st December, 2011, taken on record / approved by the Board of Directors of the Company at its meeting held on 11th February, 2012.

We are also attaching herewith Annexure- 'A' for displaying in your web-site.

Kindly bring it to the notice of all concerned.

Thanking you,

Yours faithfully,
For **LML LIMITED**,



(K C Agarwal)
Executive Director (Comml.) &
Company Secretary

Encl: As above

LML LIMITED

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

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31st DECEMBER, 2011

SL.NO.	PARTICULARS	(Rs./lacs)					
		Quarter ended 31.12.2011 (Unaudited)	Quarter ended 30.09.2011 (Unaudited)	Quarter ended 31.12.2010 (Unaudited)	Nine Months ended 31.12.2011 (Unaudited)	Nine Months ended 31.12.2010 (Unaudited)	Period ended 31.03.2011 (18 Months) (Audited)
1	Sales Volume (Nos)	20752	20673	22683	59544	54007	98773
2 (a)	Net Sales / Income From Operations	8342.05	8325.56	7449.13	23476.55	18421.95	34505.84
(b)	Other Operating Income	380.51	450.57	502.74	1174.77	1248.85	2873.40
3	Expenditure						
(a)	(Increase)/Decrease in Stock in Trade and Work in Process	415.98	(71.59)	334.57	119.11	(318.96)	(700.74)
(b)	Consumption of Raw material & Components	5553.15	6170.12	5316.17	16768.02	13433.92	25143.06
(c)	Employees cost	758.49	726.88	656.31	2187.69	2229.21	4083.59
(d)	Depreciation & Amortisation	353.27	363.01	391.42	1074.39	1236.01	2464.89
(e)	Impairment of Fixed Assets	-	-	-	-	-	435.37
(f)	Other Expenditure	1725.00	1689.65	1548.29	4847.36	4576.79	8848.91
(g)	Total	8805.89	8878.07	8246.76	24996.57	21156.97	40275.08
4	Profit/(Loss) from Operations before Other Income, Interest and Exceptional items (2-3)	(83.33)	(101.94)	(294.89)	(345.25)	(1486.17)	(2895.84)
5	Other Income	15.57	16.60	4.85	39.17	20.66	40.73
6	Profit/(Loss) before Interest and Exceptional items (4+5)	(67.76)	(85.34)	(290.24)	(306.08)	(1465.51)	(2855.11)
7	Interest	858.18	875.53	772.92	2531.82	2248.54	4407.88
8	Profit/(Loss) after Interest but before Exceptional items (6-7)	(925.94)	(960.87)	(1063.16)	(2837.90)	(3714.05)	(7262.99)
9	Exceptional items	-	-	-	-	-	2,690.88
10	Profit/(Loss) from Ordinary Activities before Tax (8-9)	(925.94)	(960.87)	(1063.16)	(2837.90)	(3714.05)	(9953.67)
11	Tax expense	-	-	-	-	-	-
12	Profit/(Loss) from Ordinary Activities after Tax (10-11)	(925.94)	(960.87)	(1063.16)	(2837.90)	(3714.05)	(9953.67)
13	Extraordinary item (net of tax expense)	-	-	-	-	-	-
14	Net Profit/(Loss) for the period (12-13)	(925.94)	(960.87)	(1063.16)	(2837.90)	(3714.05)	(9953.67)
15	Paid-up Share Capital						
(a)	Equity Share Capital (Face value of Rs.10 each)	8198.43	8198.43	8198.43	8198.43	8198.43	8198.43
(b)	Preference Share Capital (Face value of Rs.100 each)	11842.52	11842.52	11842.52	11842.52	11842.52	11842.52
16	Reserves excluding Revaluation Reserve						(51569.54)
17	Earning per Share for the period (Rs.) (Basic & Diluted EPS before & after Extraordinary Item)	(1.13)	(1.17)	(1.30)	(3.48)	(4.53)	(12.14)
18	Public shareholding:						
-	Number of Shares	60197649	60197649	60197649	60197649	60197649	60197649
-	Percentage of Shareholding	73.43%	73.43%	73.43%	73.43%	73.43%	73.43%
19	Promoters and Promoter Group Shareholding						
a)	Pledged/Encumbered						
-	Number of shares	-	-	-	-	-	-
-	Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
-	Percentage of shares (as a % of the total share capital of the Company)	-	-	-	-	-	-
b)	Non-encumbered						
-	Number of Shares	21786671	21786671	21786671	21786671	21786671	21786671
-	Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
-	Percentage of shares (as a % of the total share capital of the Company)	26.57%	26.57%	26.57%	26.57%	26.57%	26.57%

Notes:

- The 4-stroke geared scooter was introduced by the Company in select domestic markets during the last financial year, export of which had commenced from December, 2008. The Company also introduced 200cc 4-stroke geared scooter in the market. Development work on other new products is progressing.
- 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).
- Segmental Information:
 - Primary (Business) Segment - The operations of the Company relate to only one segment viz. Motorised Two-wheelers.
 - 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.3163.02 lacs and Export sales Rs. 5179.03 lacs.

Geographical segment wise profits and capital employed are not given since the production unit and administrative expenses are common.
- Exceptional item (item 9) Includes write off / provision of bad & doubtful debts and loans & advances.
- Comments on the Auditors' qualifications relating to the audited Annual Accounts for the period ended 31st March, 2011:
 - In respect of Accounting Standard 2 (AS-2), Valuation of inventory issued by The Institute of Chartered Accountants of India.
 - Non confirmation of balances of some of the Sundry Debtors, Creditors, Lenders and Loans & Advances.
 - Non provision for interest under the Micro, Small and Medium Enterprises Development Act, 2006.
 - 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 has submitted the Draft Revival Scheme which, inter-alia, includes the proposed product plan. The ascertainment of possible utilisation of slow moving / non moving items of inventory will be undertaken upon finalisation of the product plan and approval of the revival scheme. In view of this, the accounts have been prepared on a going concern basis.

 - In respect of excess / short provision of interest on Term Loans.

Interest has been charged as per the Multipartite Agreement, under which at the end of the Agreement period, the net effect will be Nil.
- Investors' Complaints received and disposed off during the quarter ended 31.12.2011:

-Complaints pending at the beginning of the quarter (Nos)	Nil
-Complaints received during the quarter (Nos)	Nil
-Complaints disposed off during the quarter (Nos)	Nil
-Complaints lying unresolved at the end of the quarter (Nos)	Nil
- Previous period figures have been regrouped wherever necessary to make them comparable.
- These results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 11th February, 2012 and the Limited Review of the same has been carried out by the Statutory Auditors of the Company.

For and on behalf of the Board

(Deepak Singhania)
Chairman & Managing Director

Place: Gurgaon
Date: 11.02.2012

LIMITED REVIEW REPORT

To
The Board of Directors
LML Limited

1. We have reviewed the accompanying statement of unaudited financial results of M/s LML Limited (the Company) for the quarter ended 31st December, 2011 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 Board of Directors. 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 sundry debtors, creditors, lenders and loans and advances being 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 in the Companies (Accounting Standards) Rules, 2006. 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 31st December, 2011 has not been determined, we are unable to express any opinion as to the effect thereof on the accounts for the quarter under review.



- 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. 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) Interest is provided on Term Loans from banks / Financial Institutions (Lenders) @ 10.00% per annum for the quarter under review, as per the terms of Multi-partite Agreement (MPA) executed by the Company with the Lenders. MPA provides different rates of interest for different periods as per schedule given therein with Yield to maturity (YTM) @ 6.5% per annum, as compared to YTM there is an excess provision of Rs. 20.92 lakhs for the quarter.
- e) 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, nothing has come to our notice that causes us to believe that the accompanying statements of unaudited financial results prepared in accordance with Accounting Standards 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 **KHANDELWAL JAIN & CO.**
Chartered Accountants
FRN 105049W

(Akash Shinghal)
Partner
M. No. 103490

Place: Gurgaon
Date: 11.02.2012

For **PARIKH & JAIN**
Chartered Accountants
FRN 001105C

(A. K. Jain)
Partner
M. No. 071253

ANNEXURE 'A'

**"LML UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED
31st DECEMBER, 2011"**

Format for Electronic Upload – Corporate Actions		
	Fields	Format Checks
	Symbol	X(10) As allotted by the Exchange
	From Date	01.10.2011
	To Date	31.12.2011
	Result Type	U To indicate Audited, Unaudited or Project status
	Period Type	Q3 To indicate whether the results are AN (AnnL), Q1 (1 st Qtr.), Q2 (2 nd Qtr.), Q3 (3 rd Qtr.) Q4 (4 th Qtr.), OT (Others), H1 (1 st Half), H2 (2 nd Half)
	Cumulative / Non Cumulative	N To indicate whether the results are cumulative/non-cumulative i.e. Q3 – N will be results for 3 months and not for 9 months
		Rs. in Lakhs
1	Net Sales / Income from Operations	8342.05
2	Other Operating Income	380.51
3	Expenditure	
	a) (Increase)/Decrease in Stock in Trade	415.98
	b) Consumption of Raw Materials & Components	5553.15
	c) Employees Costs	758.49
	d) Depreciation	353.27
	e) Other Expenditure	1725.00
	Total :	8805.89
4	Profit/(Loss) from operations before other income, Interest & exceptional item (1+2-3)	(83.33)
5	Other income	15.57
6	Profit/(Loss) before Interest and exceptional item (4+5)	(67.76)
7	Interest	858.18
8	Profit /(Loss) after interest but before Exceptional Items (6-7)	(925.94)
9	Exceptional Items	-
10	Profit / (Loss) from Ordinary activities before Tax (8-9)	(925.94)
11	Tax Expense	-
12	Net Profit / (Loss) from Ordinary activities after Tax (10-11)	(925.94)
13	Extra-ordinary Item (net of tax expense)	-
14	Net Profit / (Loss) for the year (12-13)	(925.94)
15	Paid-up Share Capital	
	(a) Equity Share Capital (Face Value of Rs. 10/- each)	8198.43
	(b) Preference Share Capital (Face value of Rs. 100 each)	11842.52
16	Reserves excluding Revaluation reserves	-
17	Basic / Diluted Earning Per Share for the period (Rs.) (before & after Extra-Ordinary Item)	(1.13)