



**REVIEW REPORT ON THE FINANCIAL RESULTS OF LOKESH MACHINES LIMITED,
FOR THE QUARTER ENDING 31st DECEMBER, 2012 TO BE SUBMITTED TO THE
STOCK EXCHANGES.**

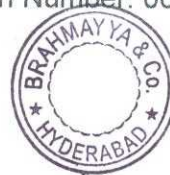
We have reviewed the accompanying statement of unaudited financial results of **LOKESH MACHINES LIMITED**, B-29, EEIE Stage-II, Balanagar, Hyderabad – 500 037, A.P., for the quarter ended 31st December, 2012 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' 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.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, engagements to Review Financial Statements 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards as notified by the Companies (Accounting Standards) Rules, 2006 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.

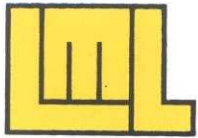
for BRAHMAYYA & CO.
Chartered Accountants
Firms' Registration Number: 000513S


(K.S. RAO)
Partner



Membership Number: 015850

Place : Hyderabad
Date : 14th February, 2013



**Lokesh
Machines Limited**



Regd. Office :

**B-29, EEIE Stage II, Balanagar,
Hyderabad - 500 037. A.P. INDIA.**

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URL : www.lokeshmachines.com

February 14, 2013

National Stock Exchange of India Limited

Exchange Plaza,

Bandra Kurla Complex,

Bandra(E), Mumbai – 400 051

Company Code: **LOKESHMACH**

Fax no 022-2659 8237/38

Dear Sir,

Sub: Outcome of Board Meeting

This is to inform you that the Board of Directors at their Meeting held on February 14, 2013 at 4.00 P.M at the registered office of the Company has inter alia approved the following:

1. The Statement of Un-audited Financial Results for the quarter ended December 31, 2012 was approved. A copy of the Results is enclosed along with the Limited Review Report.
2. Appointment of Mr. D Ragha Vendra Rao as Company Secretary and Compliance Officer of the Company w.e.f January 03, 2013.

You are requested to take the same on record

Thanking you,

Yours faithfully,

For LOKESH MACHINES LIMITED

M. LOKESWARA RAO

MANAGING DIRECTOR

Lokesh Machines Ltd

UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2012

Rs. In Lakhs

Sl. No	PARTICULARS	3 months ended	3 months ended	3 months ended	9 months ended	9 months ended	Year ended
		31.12.12	30.09.12	31.12.2011	31.12.12	31.12.11	31.03.12
		(Un Audited)	(Un Audited)	(Un Audited)	(Un Audited)	(Un Audited)	(Audited)
1	Income From operations						
	(a) Net Sales / Income from Operations (Net of excise duty)	3,295.50	4,125.82	3,335.44	10,029.01	11,590.00	16,296.57
	(b) Other Operating Income	-	-	-	-	-	-
	Total Income from operations (net)	3,295.50	4,125.82	3,335.44	10,029.01	11,590.00	16,296.57
2	Expenses						
	a. Cost of materials consumed	1,361.60	1,958.04	1,981.84	4,875.81	6,549.17	9,058.64
	b. Purchase of stock-in-trade	-	-	-	-	-	-
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	(21.97)	259.84	(659.96)	(569.63)	(809.96)	(1,230.63)
	d. Employee benefits expense	596.34	594.12	674.23	1,804.27	1,979.00	2,755.76
	e. Depreciation and amortisation expense	196.93	287.62	232.74	730.46	694.25	845.73
	f. Other expenses (Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately)	175.36	143.48	204.00	466.52	532.50	863.62
	g. Other Manufacturing Expenses	357.64	411.45	482.27	1,183.94	1,176.68	1,868.38
	h. Less Capative Consumption	-	-	(83.47)	-	(110.00)	(438.66)
	Total expenses	2,665.90	3,654.55	2,831.65	8,491.37	10,011.64	13,722.84
3	Profit from operations before other Income, finance costs & exceptional Items (1 - 2)	629.60	471.27	503.79	1,537.64	1,578.36	2,573.73
4	Other Income	48.07	46.82	47.09	120.38	163.88	185.92
5	Profit / loss from ordinary activities before finance costs and exceptional items (3+4)	677.67	518.09	550.88	1,658.02	1,742.24	2,759.65
6	Finance costs	421.88	447.76	396.29	1,321.66	1,097.59	1,512.23
7	Profit / loss from ordinary activities after finance costs but before exceptional items (5+6)	255.79	70.33	154.59	336.36	644.65	1,247.42
8	Exceptional Items	279.45	-	-	279.45	-	-
9	Profit / (Loss) from ordinary activities before Tax (7 + 8)	(23.66)	70.33	154.59	56.91	644.65	1,247.42
10	Tax Expense	(18.51)	27.39	46.38	8.88	193.40	487.59
11	Net Profit / (Loss) from ordinary activities after Tax (9 +10)	(5.15)	42.94	108.21	48.03	451.25	759.83
12	Extraordinary items (net of tax expense)	-	-	-	-	-	-
13	Net Profit / (Loss) for the period (11 + 12)	(5.15)	42.94	108.21	48.03	451.25	759.83
14	Share of profit / (loss) of associates*		-	-	-	-	-
15	Minority interest*		-	-	-	-	-
16	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13 + 14 + 15) *	(5.15)	42.94	108.21	48.03	451.25	759.83
17	Paid up equity share capital (Face value of Rs.10 each)	1,177.74	1,177.74	1,177.74	1,177.74	1,177.74	1,177.74
18	Reserves excluding Revaluation Reserves as per balance sheet of previous		-			-	-

For LOKESH MACHINES LTD.

Managing Director

19.i	Earnings Per Share (EPS) (before extraordinary items)	(0.04)	0.36	0.92	0.41	3.83	6.45
	(of Rs. 10/- each) (not annualised):						
	(a) Basic	(0.04)	0.36	0.92	0.41	3.83	6.45
	(b) Diluted	(0.04)	0.36	0.92	0.41	3.83	6.45
19.ii	Earnings Per Share (EPS) (after extraordinary items)	(0.04)	0.36	0.92	0.41	3.83	6.45
	(of Rs. 10/- each) (not annualised):						
	(a) Basic	(0.04)	0.36	0.92	0.41	3.83	6.45
	(b) Diluted	(0.04)	0.36	0.92	0.41	3.83	6.45
A	PARTICULARS OF SHAREHOLDING						
1	Public Shareholding						
	- Number of Shares	5,246,980	5,246,980	5,271,980	5,246,980	5,271,980	5,246,980
	- Percentage of shareholding	44.55	44.55	44.76	44.55	44.76	44.55
2	Promoters and Promoter Group Shareholding						
	a) Pledged / Encumbered						
	- Number of Shares	5,019,225	5,019,225	5,106,203	5,019,225	5,106,203	4,530,903
	- Percentage of shares (as a % of the total shareholding of promoter and promoter Group)	76.86	76.86	78.54	76.86	78.54	69.38
	- Percentage of shares (as a % of the total share capital of the company)	42.62	42.62	42.85	42.62	42.85	38.48
	b) Non - encumbered						
	- Number of shares	1,511,195	1,511,195	1396217.00	1,511,195	1396217.00	1999517.00
	- Percentage of shares (as a % of the total shareholding of	23.14	23.14	21.46	23.14	21.46	30.62
	- Percentage of shares (as a % of the total share capital of the company)	12.83	12.83	11.86	12.83	11.86	16.97

* The above exceptional item referred in point 8 pertains to the interest being paid for a period of 15 months for the Debentures registered with the company.

For LOKESH MACHINES LTD.


Managing Director

Segment-wise Revenue, Results and Capital employed under Clause 41 of the Listing Agreement

Rs. In Lakhs

Particulars	3 months ended	3 months ended	3 months ended	9 months ended	9 months ended	Year ended
	31.12.12	30.09.12	31.12.2011	31.12.12	31.12.11	31.03.12
	(Un Audited)	(Un Audited)	(Un Audited)	(Un Audited)	(Un Audited)	(Audited)
1 Segment Revenue						
a) Machinery Division	2,021.10	2,881.47	1,815.47	6,055.41	7,019.59	10,105.93
b) Components Division	1,274.40	1,244.35	1,519.97	3,973.60	4,570.41	6,190.64
c) Unallocated	-	-	-	-	-	-
TOTAL	3,295.50	4,125.82	3,335.44	10,029.01	11,590.00	16,296.57
Less : Inter Segment Revenue	0	-	-	-	-	-
Net Revenue from Operations	3,295.50	4,125.82	3,335.44	10,029.01	11,590.00	16,296.57
2 Segment Results:						
Profit before Interest & Tax						
a) Machinery Division	312.82	263.15	531.56	911.94	1,102.92	2,096.13
b) Components Division	493.05	358.35	199.41	1,111.44	1,094.72	1,406.35
c) Unallocated	-	-	-	-	-	-
TOTAL	805.87	621.50	730.97	2,023.38	2,197.64	3,502.48
Less: Interest	701.33	447.76	396.29	1,601.11	1,097.59	1,512.23
Other unallocable Expenses net of Income	128.20	103.41	180.09	365.36	455.40	742.83
TOTAL PROFIT BEFORE TAX	(23.66)	70.33	154.59	56.91	644.65	1,247.42
3 Capital Employed						
a) Machinery Division	5493.50	5785.54	5,702.71	5493.50	5,702.71	5791.73
b) Components Division	4391.54	4060.55	3,850.07	4391.54	3,850.07	4001.19
c) Unallocated	-	-	-	-	-	-
TOTAL	9,885.04	9,846.09	9,552.78	9,885.04	9,552.78	9,792.91

1. The Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at their Meeting held on February 14 2013 and the limited review of the unaudited financial results for the quarter ended December 31, 2012 has been carried out by the statutory auditors of the Company.

2. There have been no outstanding complaints from the Shareholders/ Investors' either at the beginning or at the end of the Quarter ended 31-12 -2012. Five complaints was received and resolved during the Quarter.

3. Previous period figures have been reclassified / regrouped to conform to the current period figures.

Hyderabad
February 14 ,2013

For and on behalf of the Board
LOKESH MACHINES LTD.


M. Lokeswara Rao
MANAGING DIRECTOR