



LARSEN & TOUBRO LIMITED

SECRETARIAL DEPARTMENT

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Website : www.larsentoubro.com

E-Mail :

Ref.: SEC/PAM/Annual/2011

May 19, 2011

National Stock Exchange Of India Limited
Exchange Plaza, 5th Floor
Plot No.C/1, G Block
Bandra-Kurla Complex
Bandra (E), Mumbai - 400 051

STOCK CODE: LT

Dear Sir,

Sub.: Submission of Audited Results for the year ended **31st March 2011**,
pursuant to clause 41 of the Listing Agreement.

At the Meeting of Board of Directors held today, the Directors have approved the Audited Accounts for the year ended March 31, 2011.

The particulars required to be furnished under the listing agreement, are given in the enclosed statement.

The Directors have recommended a Dividend of ₹ **14.50/-** per share (previous year ₹ 12.50/- per share) and the Company will arrange to pay the same on **30th August 2011**, if approved by the members in Annual General Meeting scheduled to be held on 26th August 2011.

The book closure for the above will be intimated later.

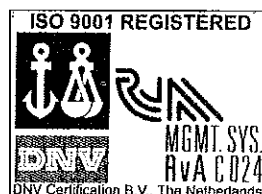
Please inform your members accordingly and display this on your Notice Boards.

Thanking you,

Yours faithfully,
for **LARSEN & TOUBRO LIMITED**


N. HARIHARAN
COMPANY SECRETARY

Encl : as above





L&T Press Release

Issued by Corporate Communications Department

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Ballard Estate, Mumbai 400 001
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Growth momentum continues

Mumbai, May 19, 2011: Larsen & Toubro reported Gross Sales of ₹ 15213 crore, for the quarter ended March 31, 2011, registering a growth of 13% over the corresponding quarter of the previous year. Gross Sales for the full year at ₹ 43886 crore grew by 19 % y-o-y.

An impressive growth of 27% in Order Inflow achieved during the quarter ended March 31, 2011, helped the Company record an Order Book of ₹130217 crore as at March 31, 2011. In spite of deferment of some infrastructure and power project orders, the Company could achieve an increase of 15% in Order Inflow for the year 2010-11.

Profit after Tax (PAT) for the year ended March 31, 2011 excluding exceptional and extraordinary items, at ₹ 3676 crore, grew by 15% over the previous year.

The Board of Directors has recommended a dividend of ₹ 14.50 per equity share.

Engineering & Construction Segment

The Segment achieved Customer Sales of ₹ 37550 crore for the year ended March 31, 2011, registering a growth of 19% over the previous year. Execution of multiple projects progressed well during the year, as scheduled. Execution of Power project orders, in particular, accelerated during the year, contributing significantly to the segment revenue. Customer Sales for the quarter ended March 31, 2011 at ₹ 13317 crore grew by 13% y-o-y.

Order Inflow peaked at ₹ 28526 crore in the quarter ended March 31, 2011, registering a growth of 29 % over the corresponding quarter of the previous year. Major orders during the quarter came from Minerals & Metals and Building & Factories sectors. Order Inflow of the Segment for the year at ₹ 73013 crore grew by 14%.

Order Book of the segment stood at ₹ 128000 crore as on March 31, 2011.

With an Operating Margin of 13.7% achieved during the year, the Segment was able to sustain a record of healthy Operating Margins seen in the recent years, aided by appropriate risk mitigation strategies, superior execution of projects and astute management of costs.

Electrical & Electronics Segment

The Segment Customer Sales at ₹ 2987 crore during the year ended March 31, 2011, recorded a modest growth of 5%. Stiff competition in the

domestic electrical sector coupled with sluggish international demand witnessed by the Electrical Systems & Equipment and Control & Automation businesses, impacted Segment sales during the year. The segment achieved an Operating Margin of 16.8% for the year ended March 31, 2011.

Machinery & Industrial Products Segment

Aided by higher demand from construction, mining and industrial sectors, the Segment registered a good growth of 26% in Customer Sales at ₹ 2699 crore for the year ended March 31, 2011. Segment Operating Margin was at 21.2% for the year, mainly contributed by the Construction and Mining Businesses.

Consolidated Group Financials

The Consolidated Group Total Income at ₹ 52089 crore for the year grew by 18% vis-à-vis ₹ 43970 crore for the previous year. The Consolidated Group Profit After Tax excluding extraordinary and exceptional items, stood at ₹ 4238 crore.

Growth Initiatives

With continued thrust on capacity ramp-up, the Company invested ₹ 1673 crore during the year on capital expenditure programmes.

The Company strengthened its position as a major EPC player in Hydrocarbon upstream sector with the commissioning of the modular fabrication yard at Kattupalli, Tamil Nadu and successful launch of the state-of-the-art heavy-lift-cum-pipe lay vessel during 2010-11. The integrated facilities for the manufacture of Super Critical Boiler and Turbine Generators at Hazira, Gujarat were also commissioned during the year. The Company's other major expansion projects such as shipyard-cum-container port at Kattupalli, manufacturing facilities for Power Auxiliaries and Heavy Forging at Hazira, are well on track and expected to yield returns in the long term.

Outlook

While completion of the several expansion projects underway will strengthen the Company's position of pre-eminence in its various businesses, intense competition and spiraling input costs may exert some pressure on the operating margin going forward.

Despite the continuing threat of rising inflation and hardening interest rates, the growth story of a resilient Indian economy remains encouraging. The Company is well positioned to sustain the revenue growth momentum in the medium term, given its excellent execution capabilities, presence in diverse sectors of the economy, a healthy Order Book and the leadership position it commands in most of the sectors where it operates.



Registered Office: L&T House, Ballard Estate, Mumbai 400 001

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2011

* DSCR = [Profit before interest and exceptional & extraordinary items ÷ (Interest expense + principal repayments of long-term debt during the year)]

** ISCR = [Profit before interest and exceptional & extraordinary items ÷ Interest expense]

Notes :

- (i) Exceptional items for the quarter ended March 31, 2011 in the standalone financials represent gains on sale of investment in an associate company and partial sale of a strategic investment. Exceptional items in the consolidated financials additionally include gains on divestment of stakes in subsidiary / joint venture companies.
- (ii) The Company, during the quarter ended March 31, 2011, has allotted 10,47,117 equity shares of ₹ 2 each, fully paid up, on exercise of stock options by employees, in accordance with the Company's stock option schemes.
- (iii) The Board of Directors has recommended a dividend of ₹ 14.50 per equity share of face value of ₹ 2 each.
- (iv) Figures for the previous periods have been regrouped / reclassified to conform to the figures for the current periods.
- (v) There were no pending investor complaints as on January 1, 2011. During the quarter ended March 31, 2011, 25 complaints were received and resolved.
- (vi) The promoter and promoter group shareholding is 'nil' and accordingly the information on shares pledged / encumbered is not applicable.
- (vii) The above results have been reviewed by the Audit Committee, and approved by the Board of Directors at its meeting held on May 19, 2011.

for LARSEN & TOUBRO LIMITED

A.M.NAIK
Chairman & Managing Director

Mumbai
May 19, 2011

Segment-wise Revenue, Result and Capital Employed in terms of clause 41 of the listing agreement:

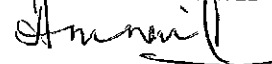
₹ Lakh

Particulars	Standalone Financials				Consolidated Financials	
	3 months ended March 31,		Year ended March 31,		Year ended March 31	
	2011	2010	2011	2010	2011	2010
Gross segment revenue						
1 Engineering & Construction	1366431	1210758	3821871	3231577	4116239	3484802
2 Electrical & Electronics	100139	98830	321392	298654	398855	380169
3 Machinery & Industrial Products	86606	68192	279311	221953	328213	256590
4 Financial Services					214383	145628
5 Developmental Projects					112258	73355
6 Others	21051	10047	66042	36456	299590	225466
Total	1574227	1387827	4488616	3788640	5469538	4566010
Less: Inter-segment revenue	22371	18039	59101	53082	217980	134964
Net segment revenue	1551856	1369788	4429515	3735558	5251558	4431046
Segment result (Profit before interest and tax)						
1 Engineering & Construction	199062	184656	477217	409501	463339	415583
2 Electrical & Electronics	15208	13287	39943	39419	46256	49134
3 Machinery & Industrial Products	17331	14312	53047	45190	53966	46470
4 Financial Services					53616	40677
5 Developmental Projects					29106	18925
6 Others	4588	204	11801	4434	44615	33801
Total	236189	212459	582008	498544	690898	604590
Less: Segment margins on internal capitalisation	50	2431	1239	5835	20998	15167
Less: Interest expenses	13617	13556	64737	50531	83086	69192
Add: Unallocable corporate income net of expenditure	34029	19162	67259	145889	86407	214304
Profit before tax	256551	215634	583291	588067	673221	734535
Capital employed (Segment assets less segment liabilities)						
1 Engineering & Construction			754648	629067	1392878	913420
2 Electrical & Electronics			118618	113176	186777	169609
3 Machinery & Industrial Products			47022	22400	87363	45100
4 Financial Services					217135	209076
5 Developmental Projects					1170674	962655
6 Others			54250	38143	196471	135730
Total capital employed in segments			974538	802786	3251298	2435590
Unallocable corporate assets less corporate liabilities			1952546	1716200	1078611	1075152
Total capital employed			2927084	2518986	4329909	3510742

Notes:

- (i) Segments have been identified in accordance with Accounting Standard (AS) 17 on Segment Reporting, considering the risk/return profiles of the businesses, their organisational structure and the internal reporting systems.
- (ii) **Segment Composition :** **Engineering & Construction** comprises execution of engineering and construction projects to provide solutions in civil, mechanical, electrical and instrumentation engineering (on turnkey basis or otherwise) to core/infrastructure sectors including railways, shipbuilding and supply of complex plant and equipment to core sectors. **Electrical & Electronics** include manufacture and/or sale of low and medium voltage switchgear components, custom built switchboards, custom built low and medium voltage switchboards, electronic energy meters/protection (relays) systems, control & automation products, petroleum dispensing pumps and systems (up to the date of sale in previous year) and medical equipment. **Machinery & Industrial Products in standalone financials** comprise manufacture and sale of industrial machinery & equipment, manufacture and marketing of industrial valves, construction equipment and welding/industrial products. **Machinery & Industrial Products in consolidated financials** also include manufacture and sale of undercarriage assemblies, manufacture and sale of welding and cutting equipments. **Financial Services** comprise corporate finance, equipment finance, infrastructure finance, general insurance, asset management of mutual fund schemes and related advisory services. **Developmental Projects** comprise development, operation and maintenance of basic infrastructure projects, toll collection, development of urban infrastructure, power development, development and operation of port facilities and providing related advisory services. **Others in stand-alone financials** include property development and integrated engineering services. **Others in consolidated financials** also include information technology services, ready-mix concrete, mining and aviation but do not include property development, which is classified under Developmental Projects.
- (iii) Segment revenue comprises sales & operational income allocable specifically to a segment. Unallocable expenditure mainly includes expenses incurred on common services provided to segments and other corporate expenses. Unallocable income primarily includes interest income, dividends and profit on sale of investments. Corporate assets mainly comprise investments.

for LARSEN & TOUBRO LIMITED



A. M. NAIK
Chairman & Managing Director

Mumbai
May 19, 2011