LARSEN & TOUBRO

Larsen & Toubro Limited
Secretarial Department
L&T House, Ballard Estate
Narottam Morarjee Marg
Mumbai - 400 001, INDIA
Tel: +91 22 6752 5656
Fax: +91 22 6752 5893
www.Larsentoubro.com

SEC/PAM/2016

July 29, 2016

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.: **Standalone Unaudited Financial Results for the quarter ended 30th June, 2016.**

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose a copy of the statement containing the **Standalone Unaudited Financial Results** of the Company, **for the quarter ended 30th June, 2016,** which has been approved at the Meeting of the Board of Directors, held today. The Board Meeting was commenced at 10.30 a.m. and concluded at 3.40 p.m.

We also enclose a copy of the "**Limited Review Report** for the **three month period ended 30th June 2016**" issued by our Statutory Auditors, **M/s. Sharp & Tannan** and **M/s. Deloitte Haskins & Sells LLP**, Chartered Accounts, Mumbai.

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

Thanking you,

Yours faithfully,
for LARSEN & TOUBRO LIMITED

N. HARIHARAN
EXECUTIVE VICE PRESIDENT &
COMPANY SECRETARY
(ACS 3471)

Encl : as above

ISO 9001 REGISTERED
DNV MGMT. SYS. RvA C 024
DNV Certification B.V., The Netherlands

CIN : L99999MH1946PLC004768

LARSEN & TOUBRO LIMITED

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

CIN : L99999MH1946PLC004768

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2016

₹ Crore

	Particulars	Quarter ended	
		June 30, 2016	June 30, 2015
1	(a) Gross Sales/Revenue from operations	11972.71	11299.31
	(b) Other Operational Income	177.31	144.37
	Total Income from Operations	**12150.02**	**11443.68**
2	**Expenses:**		
a)	Manufacturing, construction and operating expenses:		
	i) Consumption of raw materials, components and stores, spares & tools	2074.89	1720.44
	ii) Sub-contracting charges	3016.59	3121.21
	iii) Construction materials consumed	2836.96	3384.35
	iv) Purchases of stock-in-trade	264.65	288.58
	v) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(313.93)	(1024.54)
	vi) Other manufacturing, construction and operating expenses	1364.89	1352.29
b)	Employee benefits expense	1289.77	1145.22
c)	Sales, administration and other expenses	652.04	604.62
d)	Depreciation, amortisation, impairment and obsolescence	279.32	268.78
	Total expenses	**11465.18**	**10860.95**
3	**Profit from operations before other income, finance costs and exceptional items (1-2)**	**684.84**	**582.73**
4	Other income	482.56	522.23
5	**Profit before finance costs and exceptional items (3+4)**	**1167.40**	**1104.96**
6	Finance costs	331.11	315.44
7	**Profit after finance costs but before exceptional items (5-6)**	**836.29**	**789.52**
8	Exceptional item [refer note (iii)]	(50.00)	-
9	**Profit before tax (7+8)**	**786.29**	**789.52**
10	Tax Expense	239.55	226.30
11	**Net profit after tax (9-10) (PAT)**	**546.74**	**563.22**
12	Other Comprehensive Income (OCI)	(46.29)	(7.54)
13	**Total Income (including other comprehensive income) [11+12]**	**500.45**	**555.68**
14	Paid-up equity share capital (face value of share: ₹ 2 each)	**186.40**	186.06
15	**Earnings per share (EPS) of ₹ 2 each (Not annualised):**		
	(a) Basic EPS (₹)	**5.87**	6.06
	(b) Diluted EPS (₹)	**5.85**	6.02

See accompanying notes to the financial results

Notes :

(i) Results for the quarter ended June 30, 2016 are in compliance with Indian Accounting Standards (IND AS) notified by the Ministry of Corporate Affairs. The results for the quarter ended June 30, 2015 have been restated as per IND AS and are comparable on like to like basis.

(ii) Statement of reconciliation of net PAT under IND AS and net PAT reported under previous Indian GAAP (IGAAP) for the quarter ended June 30, 2015

Sr. No.	Particulars	₹ Crore	₹ Crore
	Net Profit after Tax as per previous IGAAP		**700.97**
1	Provision for expected credit loss	(109.35)	
2	Provision for employee benefits based on constructive obligations	(83.79)	
3	Gain/(loss) on fair valuation of investments	(5.33)	
4	Increase in borrowing cost pursuant to application of Effective Interest rate method	(9.74)	
5	Reclassification of net actuarial gain on employee defined benefit obligations to OCI	(20.40)	
6	Impact of hedge accounting related to premium on forward contracts	20.28	
7	Others	2.45	
8	Impact of deferred and current taxes in respect of the above adjustments	68.13	(137.75)
	Net Profit after tax (before OCI) as per IND AS		**563.22**

(iii) Exceptional item represents provision for impairment of investment in a subsidiary company.

(iv) During the quarter ended June 30, 2016, the Company has allotted 5,29,148 equity shares of ₹ 2 each fully paid-up on exercise of stock options by employees, in accordance with the Company's stock option schemes.

(v) Figures for the previous period have been regrouped / re-classified to conform to the figures of the current period.

(vi) The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on July 29, 2016. The same have also been subjected to Limited Review by the Statutory Auditors.

for LARSEN & TOUBRO LIMITED

A.M.NAIK
Group Executive Chairman

Mumbai
July 29, 2016

DELOITTE HASKINS & SELLS LLP MUMBAI

CHARTERED ACCOUNTANTS MUMBAI

Standalone Segment-wise Revenue, Result, Assets and Liabilities in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:

₹ Crore

Particulars	Quarter ended	
	June 30, 2016	June 30, 2015
Segment revenue		
1 Infrastructure	8074.03	7839.44
2 Power	1722.66	1078.79
3 Heavy Engineering	674.75	600.08
4 Electrical & Automation	843.50	847.35
5 Others	1085.56	1264.33
Total	**12400.50**	**11629.99**
Less: Inter-segment revenue	250.48	186.31
Net segment revenue	**12150.02**	**11443.68**
Segment result (Profit/(Loss) before interest and tax)		
1 Infrastructure	614.14	589.41
2 Power	89.14	(8.37)
3 Heavy Engineering	70.20	34.85
4 Electrical & Automation	78.35	63.52
5 Others	(3.29)	41.92
Total	**848.54**	**721.33**
Less: Inter-segment margins on capital jobs	4.22	0.50
Less: Interest expenses	331.11	315.44
Add: Unallocable corporate income net of expenditure	273.08	384.13
Profit/(Loss) before tax	**786.29**	**789.52**
Segment assets		
1 Infrastructure	41624.04	35673.28
2 Power	7299.89	6659.13
3 Heavy Engineering	4917.70	5715.21
4 Electrical & Automation	2867.08	2906.37
5 Others	7542.51	7872.14
Total segment assets	**64251.22**	**58826.13**
Less : Inter Segment assets	610.64	498.63
Add : Unallocable corporate assets	34947.57	33307.81
Total assets	**98588.15**	**91635.31**
Segment liabilities		
1 Infrastructure	25632.52	22718.56
2 Power	7201.79	6628.70
3 Heavy Engineering	3214.46	3554.62
4 Electrical & Automation	1216.46	1220.55
5 Others	3464.17	3574.57
Total segment liabilities	**40729.40**	**37697.00**
Less : Inter Segment liabilities	610.64	498.63
Add : Unallocable corporate liabilities	15873.80	15348.12
Total liabilities	**55992.56**	**52546.49**

Notes:

I The Company has reported segment information as per Indian Accounting Standard 108 "Operating Segments" (IND AS 108). The identification of operating segments is consistent with performance assessment and resource allocation by the management.

II Segment composition: **Infrastructure segment** comprises engineering and construction of building and factories, transportation infrastructure, heavy civil infrastructure, power transmission & distribution and water & effluent treatment, smart world & communication projects. **Power segment** comprises turnkey solutions for Coal-based and Gas-based thermal power plants including power generation equipment with associated systems and/or balance-of-plant packages. **Heavy Engineering segment** comprises manufacture and supply of custom designed, engineered critical equipment & systems to core sector industries like Fertiliser, Refinery, Petrochemical, Chemical, Oil & Gas, Thermal & Nuclear Power, Aerospace and Defence. **Electrical & Automation segment** comprises manufacture and sale of low and medium voltage switchgear components, custom built low and medium voltage switchboards, electronic energy meters/protection (relays) systems and control & automation products. Based on internal organisational restructuring and the threshold for reportable segment, Metallurgical & Material Handling segment which was hitherto voluntarily reported as a separate reportable segment has been reclassified and reported under "Others" segment. Accordingly, **Others segment** includes Metallurgical & Material Handling, Realty, Shipbuilding, marketing and servicing of construction & mining machinery and parts thereof, manufacture and sale of rubber processing machinery & castings (upto the date of sale).

III Segment revenue comprises sales & operational income allocable specifically to a segment including profit on sale of stake in the subsidiary and/or joint venture companies under realty business grouped under "Others" segment. Unallocable income primarily includes interest income, dividends and profit on sale of investments. Unallocable expenditure mainly includes corporate expenses not allocated to segments. Corporate assets mainly comprise investments.

IV In respect of majority of the segments for the Company, sales and margins do not accrue uniformly during the year. Hence, the operational/financial performance of aforesaid segments can be discerned only on the basis of figures for the full year.

DELOITTE HASKINS & SELLS LLP MUMBAI

SHARP & TANNAN CHARTERED ACCOUNTANTS MUMBAI

for LARSEN & TOUBRO LIMITED

A. M. NAIK
Group Executive Chairman

Mumbai
July 29, 2016

DELOITTE HASKINS & SELLS LLP
Chartered Accountants
Indiabulls Finance Centre, Tower 3
27th – 32nd Floor, Senapati Bapat Marg
Elphinstone Road (West)
Mumbai 400013.

SHARP & TANNAN
Chartered Accountants
Ravindra Annexe
194, Churchgate Reclamation
Dinshaw Vachha Road
Mumbai 400 020.

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF
LARSEN & TOUBRO LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **Larsen & Toubro Limited** ("the Company") for the Quarter ended June 30, 2016 ("the Statement"), 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 July 5, 2016. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the 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 issue a report on the Statement based on our review.

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement is 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.

3. The Standalone financial results include the financial results of 9 joint operations whose financial results reflect the Company's share in total revenue of ₹ 1,013.64 crore, total profit (net) after tax of ₹ 127.63 crore and total comprehensive income (net) of ₹ 127.63 crore for the quarter ended June 30, 2016. The financial results of these joint operations have been reviewed by the auditors of joint operations whose reports have been furnished to us, and our report in so far as it relates to the amounts and disclosures included in respect of these joint operations, is based solely on the report of such auditors of joint operations.

4. The Standalone financial results include the financial results of 12 joint operations which have not been reviewed by their auditors, whose financial results reflect the Company's share in total revenue of ₹ 44.15 crore, total loss (net) after tax of ₹ 0.78 crore and total comprehensive loss (net) of ₹ 0.78 crore for the quarter ended June 30, 2016. These financial results/information have been furnished to us by the management and our report on the standalone financial results, in so far as it relates to the amounts and disclosures included in respect of these joint operations is based solely on such financial results/information certified by the management. In our opinion and according to the information and explanations given to us by the management, these financial results are not material to the Company. Our opinion is not modified in respect of this matter.

DELOITTE HASKINS & SELLS LLP MUMBAI

SHARP & TANNAN CHARTERED ACCOUNTANTS RAVINDRA ANNEXE, MUMBAI-20

5. Based on our review conducted as stated above and based on the consideration of the reports of the other auditors referred to in paragraph 3 above and based on the unaudited financial results/information certified by the management referred to in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm Registration No. 117366W/W-100018)

P. R. Ramesh

P. R. RAMESH
(Partner)
(Membership No. 70928)
Mumbai, July 29, 2016

DELOITTE HASKINS & SELLS LLP MUMBAI

For SHARP & TANNAN
Chartered Accountants
(Firm Registration No. 109982W)

FIRDOSH D. BUCHIA
(Partner)
(Membership No. 38332)

SHARP & TANNAN CHARTERED ACCOUNTANTS RAVINDRA ANNEXE, MUMBAI-20.