



LANCO INDUSTRIES LIMITED

Regd. Office & Works: Rachagunneri-517641, Srikalahasthi Mandal,
Chittoor District, A.P., Ph.:08578 287650 to 55; Fax: 287657/88



LIL/SECY/SE/2013-14

27th January, 2014

The Manager-Dept. of Corporate Services

Bombay Stock Exchange Limited

Regd. Off: Floor 25, P.J.Towers

Dalal Street

Mumbai – 400 001

Fax: 022- 22723121/ 2272 2037

The Manager-Dept. of Corporate Services

National Stock Exchange of India Ltd.

Exchange Plaza, Bandra Kurla Complex, Bandra (E)

Mumbai – 400 051

Fax: 022- 26598120/ 26598237/38

Dear Sir,

Sub: Board Meeting of the Company held on 27th January, 2014.

The Board in its meeting held today has taken on record the Un-audited financial results for the quarter ended 31st December, 2013, which are enclosed herewith along with Limited Review Report of the Auditors, for your information and records.

Thanking you,

Yours faithfully,

For LANCO INDUSTRIES LTD

ATOSH R SURANA

**Sr.General Manager - Finance
& Company Secretary**



LIMITED REVIEW REPORT

To
The Board of Directors
LANCO INDUSTRIES LIMITED

We have reviewed the accompanying statement of unaudited financial results of **Lanco Industries Limited** ("the Company") for the Quarter ended December 31, 2013 ("the Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding', which are as per the disclosures made by the management and have not been reviewed by us. This statement is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. 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) - 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 of interim financial information 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 recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting" notified pursuant to the Companies (Accounting Standards) Rules, 2006 (as amended) and other recognised 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.

Place : Chennai
Date : January 27, 2014



K. R. BAPUJI
Partner
Membership No. 021169
For and on behalf of
K. R. BAPUJI & CO.
Chartered Accountants
Firm Registration No.000395S

LANCO INDUSTRIES LIMITED

Regd. Office & Works: Rachagunneri-517641, Srikalahasthi Mandal, Chittoor District, Andhra Pradesh

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31st December, 2013

PART I		All amounts in Indian Rupees Lakhs Except Share Data					
Sl No.	Particulars	Quarter Ended		Nine Months Ended		Previous year	
		31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	a. Net Sales/Income from operations (Net of excise duty)	25,676.40	26,404.94	20,812.93	73,962.89	62,459.66	85,744.23
	b. Other Operating Income	-	-	218.20	217.89	638.23	644.70
	Total income from operations (Net)	25,676.40	26,404.94	21,031.13	74,180.78	63,097.89	86,388.93
2	Expenses:						
	(a) Cost of materials consumed	14,806.62	15,243.56	14,392.87	39,054.76	45,804.47	56,871.04
	(b) Purchases of traded goods	-	2,488.75	-	5,499.09	1,038.37	1,038.37
	(c) Changes in inventories of finished goods and work-in-progress	(170.72)	(2,188.92)	375.63	(782.81)	(2,281.30)	866.53
	(d) Employee benefits expense	1,162.37	1,107.25	969.79	3,292.11	2,856.56	3,798.94
	(e) Depreciation and amortisation expense	679.94	692.29	568.62	2,065.82	1,612.92	2,218.42
	(f) Other expenses	6,605.21	6,780.28	4,478.70	18,437.72	13,303.40	18,688.91
	Total Expenses	23,083.42	24,123.20	20,785.61	67,566.68	62,334.41	83,482.21
3	Profit / (Loss) from operations before other income and finance costs (1-2)	2,592.98	2,281.74	245.52	6,614.09	763.48	2,906.72
4	Other income	158.17	142.01	115.58	506.83	501.44	1,002.43
5	Profit from ordinary activities before finance costs (3 + 4)	2,751.15	2,423.75	361.10	7,120.92	1,264.92	3,909.15
6	Finance costs	1,741.14	1,421.92	1,623.37	4,605.33	4,791.61	6,041.80
7	Profit / (Loss) from ordinary activities after finance costs but before tax expense (5-6)	1,010.01	1,001.83	(1,262.27)	2,515.60	(3,526.69)	(2,132.65)
8	Tax expense	127.42	25.87	(351.63)	306.79	(804.51)	(823.03)
9	Net Profit / (Loss) from ordinary activities after tax (7 - 8)	882.59	975.96	(910.64)	2,208.81	(2,722.18)	(1,309.62)
10	Paid-up equity share capital (Face Value Rs.10/- per Share)	3,976.36	3,976.36	3,976.36	3,976.36	3,976.36	3,976.36
11	Reserves Excluding Revaluation Reserves						15,400.51
12	Basic & Diluted Earnings Per Share (in Rupees)	2.22	2.45	(2.29)	5.55	(6.85)	(3.29)

PART II

A	PARTICULARS OF SHAREHOLDING					
1	Public Shareholding					
	- No. of shares	19570417	19570417	19570417	19570417	19570417
	- Percentage of shareholding	49.22	49.22	49.22	49.22	49.22
2	Promoters and promoter group Shareholding					
	a) Pledged/Encumbered					
	- Number of shares	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL	NIL
	b) Non-encumbered					
	- Number of Shares	20193178	20193178	20193178	20193178	20193178
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the company)	50.78	50.78	50.78	50.78	50.78
B	Investors Complaints					
	Quarter ended 31.12.2013	Beginning	Received	Disposed off	Remaining unresolved	
		Nil	0	0	Nil	

Notes:-

- The above results were reviewed by the Audit Committee and taken on record by the Board of Directors in their meeting held on 27th January 2014.
- The Company has only "Pipes" as a significant reportable segment.
- Finance cost includes loss of Rs 79.17 Lakhs on account of foreign exchange fluctuations for the quarter ended 31.12.2013 (Rs.121.97 lakhs loss during the quarter ended 30.09.2013 and Rs 185.73 Lakhs loss during the quarter ended 31.12.2012)
- The Auditors of the Company have carried out a Limited Review of the aforesaid financial results for the quarter ended 31st December, 2013 in terms of Clause 41 of the Listing Agreement with Stock Exchanges.
- Figures of the previous period are re-arranged wherever necessary to conform to the figures of current period.

For Lanco Industries Limited

S.Y.Rajagopalan
Director

Place : Chennai

Date : 27th January, 2014

Vide our Limited Review Report dated 27/01/2014



27/01/2014