



L.G. BALAKRISHNAN & BROS LIMITED

LGB/SEC/STK-BM-2019

29.04.2019

BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001 Scrip Code: 500250	National Stock Exchange of India Limited "Exchange Plaza" Bandra Kurla Complex Bandra (E), Mumbai - 400 051 Scrip Code: LGBBROSLTD
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Dear Sirs,

Sub: Outcome of Board Meeting.

Ref: Intimation under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations)

The Board of Directors of the Company at its meeting held on Monday, April, 29, 2019, had inter-alia considered and approved the following:

1. Pursuant to Regulation 33 of the Listing Regulations we are enclosing herewith Audited financial results for the quarter and year ended March 31, 2019 along with Auditors Report. Further note that the statutory auditors of the Company have expressed an unqualified audit opinion in this regard.
2. Pursuant to Regulation 30 of the Listing Regulations, the board of directors have recommended a dividend of Rs.5/- per Share of Rs.10/- each (50% on the face value of Rs.10/- each) for the financial year ended March 31, 2019, subject to the approval of shareholders in the upcoming Annual General Meeting.
3. The Board of Directors on recommendation of Nomination and Remuneration Committee and by the Audit Committee approved for re-appointment of Sri.B.Vijayakumar (DIN:00015583) as Chairman and Managing Director for a further period of 5 years effective from January 01, 2020, subject to the approval of the shareholders at the ensuing Annual General Meeting. Sri.B.Vijayakumar is not debarred from holding the office of director by virtue of any order of SEBI or any other authority. The disclosure pursuant to Regulation 30(6) of Listing Regulations is enclosed as **Annexure - A**

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L.G. BALAKRISHNAN & BROS LIMITED

(2)

4. The Board of Directors on recommendation of Nomination and Remuneration Committee for appointment of Sri.G.D.Rajkumar Din: (00197696) as an Additional and Independent Director with effect from today ie. April 29, 2019 for a tenure of 5 years. Sri.G.D.Rajkumar is not debarred from holding the office of director by virtue of any order of SEBI or any other authority. A brief detail of the appointment enclosed as **Annexure - B**

5. Based on the recommendations of the Nomination and Remuneration Committee and subject to the approval of Shareholders at the ensuing Annual General Meeting, the Board has approved the re-appointment:

Sri.V.Govindarajulu (holding DIN:00016108), Sri.P.Shanmugasundaram (holding DIN: 00119411) & Sri.R.Vidhya Shankar (holding DIN:00002498), were appointed as Independent Directors at the Annual General Meeting held on July 9, 2014 for a period of 5 years with effect from September 1, 2014. Their term of office as Independent Directors expires at the close of business hours on August 31, 2019. The Board has recommended the re-appointment of Sri.V.Govindarajulu, Sri.P.Shanmugasundaram & Sri.R.Vidhya Shankar as Independent Directors to the Shareholders for a further term of five years commencing from September 01, 2019. Sri.V.Govindarajulu, Sri.P.Shanmugasundaram & Sri.R.Vidhya Shankar are not debarred from holding the office of director(s) by virtue of any order of SEBI or any other authority. The disclosure pursuant to Regulation 30(6) of Listing Regulations is enclosed as **Annexure - C**.

This is to inform that the Board meeting commenced at 3.30 P.M and concluded at 7.00 P.M.

Kindly take the same on record

Thanking You,
Yours faithfully,

For **L.G.Balakrishnan & Bros Limited**

M.Lakshmi Kanth Joshi
General Manager (Legal) and Company Secretary





L.G. BALAKRISHNAN & BROS LIMITED

Annexure – A

Information about re-appointment of Chairman and Managing Director

Reason for change	Re-appointment
Date of & term of appointment	Sri.B.Vijayakumar (DIN:00015583) has been reappointed as Chairman and Managing Director for a further period of 5 years effective from January 01, 2020, subject to the approval of the shareholders at the ensuing Annual General Meeting.
Brief Profile (in case of appointment)	Mr. B. Vijayakumar is a Science graduate by education and Automobile Engineer by profession. He has been the Managing Director of L.G.Balakrishnan & Bros Limited since 1986. He was one of the promoter and main contributor to the growth and development of the Company and has more than 35 years of rich industrial experience and managerial experience. Under his stellar leadership the Company has grown rapidly with manufacturing facilities spread across India and Overseas. He is currently heading the entire business activities of the organization as Chairman and Managing Director.
Disclosure of relationships between directors (in case of appointment of a director)	Sri. B. Vijayakumar, Father of Smt. V. Rajsri and Sri.V. Rajvirdhan, Directors of the Company





L.G. BALAKRISHNAN & BROS LIMITED

Annexure – B

Information about appointment of new Director

Reason for change viz. appointment, resignation, removal, death or otherwise	Sri.G.D.Rajkumar is appointed as an Additional Director - Non – Executive & Independent category on the Board w.e.f April 29, 2019.
Date of appointment & term of appointment	<u>Date of appointment</u> of Sri.G.D.Rajkumar April 29, 2019, subject to approval of Shareholders at the upcoming Annual General Meeting.
Brief Profile (in case of appointment)	Sri.G.D.Rajkumar aged 50 years is an engineering graduate REFA Industrial Engineering Germany. He is having around 28 years of experience in the manufacturing industries.
Disclosure of relationships between directors (in case of appointment of a director)	None of the Directors is related to each other personally, financially or otherwise





L.G. BALAKRISHNAN & BROS LIMITED

Annexure – C

Information about re-appointment of Independent Directors (Second Term)

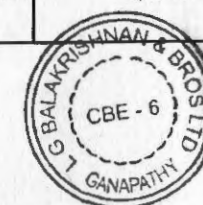
	Sri.V.Govindarajulu	Sri.P.Shanmugasundaram	Sri.R.Vidhya Shankar
Reason for change	Re-appointment	Re-appointment	Re-appointment
Date of appointment / cessation & term of appointment	Sri.V.Govindarajulu The board has recommended the re-appointment as an Independent Director to the shareholders for a further term of five years commencing from September 01, 2019	Sri.P.Shanmugasundaram The Board has recommended the re-appointment as an Independent Director to the shareholders for a further term of five years commencing from September 01, 2019	Sri.R.Vidhya Shankar The Board has recommended the re-appointment as an Independent Director to the shareholders for a further term of five years commencing from September 01, 2019
Brief Profile (in case of appointment)	Sri.V.Govindarajulu is an engineering graduate and has more than 32 years experience in sourcing and General administration and he is a Non – Executive Independent Director	Sri.P. Shanmugasundaram, is Chartered Accountant by profession and a law graduate. He has over 30 years of experience in the field of Accounts and Finance. He was Independent Chartered Accountant practicing since 1974 and classified as 'Non-Executive and Independent Director'.	Sri.Vidhya Shankar is a Corporate Lawyer with more than 25 years of active practice specializing in legislations like the Companies Act, Taxation and Labour Laws and he is a Non – Executive Independent Director.
Disclosure of relationships between directors (in case of appointment of a director)	Sri.V.Govindarajulu is not related to any of the Directors of the Company	Sri.P. Shanmugasundaram is not related to any of the Directors of the Company	Sri.Vidhya Shankar is not related to any of the Directors of the Company



STATEMENT OF STANDALONE/CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31-03-2019

(Rs. in Lakhs)

Sl. No.	Particulars	Quarter ended			Year ended			
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018	31.03.2019	31.03.2018
		Standalone			Standalone		Consolidated	
1	Revenue from operations (Including Excise duty) (Refer Note.3)	38,172.00	40,941.57	34,374.10	158,210.43	135,143.86	168,799.87	145,403.00
2	Other Income	66.48	45.10	142.84	281.87	411.17	281.87	530.92
3	Total Revenue (1) + (2)	38,238.48	40,986.67	34,516.94	158,492.30	135,555.03	169,081.74	145,933.92
4	Expenses							
(a)	Cost of materials consumed	15,552.17	21,351.46	16,536.11	75,099.91	58,004.01	81,356.34	63,465.70
(b)	Purchases of stock-in-trade	-	-	0.85	-	1,744.14	0.00	1,744.14
(c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	2,168.62	(3,107.94)	(1,513.04)	(4,048.08)	(694.35)	(4,340.05)	(732.21)
(d)	Excise duty	-	-	-	-	3,603.03	0.00	3,603.03
(e)	Employee benefits expense	5,851.12	6,497.40	5,128.45	24,023.75	18,929.55	26,054.73	20,825.04
(f)	Finance costs	333.07	234.36	223.56	1,041.73	978.13	1,125.61	1,057.14
(g)	Depreciation and amortisation expense	1,707.94	1,677.21	1,396.12	6,397.44	5,412.75	6,805.39	5,779.47
(h)	Other expenses	10,496.89	11,017.38	9,197.78	42,918.27	35,301.77	45,022.65	37,073.86
(i)	Total expenses (a) to (h)	36,109.81	37,669.87	30,969.83	145,433.02	123,279.03	156,024.66	132,816.17
5	Profit before exceptional and extraordinary items and tax (3 - 4)	2,128.67	3,316.80	3,547.11	13,059.28	12,276.00	13,057.07	13,117.75
6	Exceptional Items (Refer Note.4)	407.53	797.44	-	1,204.97	-	1,204.97	-
7	Profit before extraordinary items and tax (5 + 6)	2,536.20	4,114.24	3,547.11	14,264.25	12,276.00	14,262.04	13,117.75
8	Extraordinary Items	-	-	-	-	-	-	-
9	Profit before tax (7 + 8)	2,536.20	4,114.24	3,547.11	14,264.25	12,276.00	14,262.04	13,117.75
10	Tax expense							
(a)	Current tax	514.85	1,122.48	1,149.96	4,252.49	4,119.98	4,252.49	4,119.98
(b)	Deferred tax	237.91	68.65	104.22	346.58	146.08	346.58	146.08
11	Net Profit for the period (9 - 10)	1,783.44	2,923.11	2,292.93	9,665.18	8,009.94	9,662.97	8,851.69
12	Share of profit of associate	-	-	-	-	-	293.44	96.64
13	Net Profit after taxes and share of profit of associate (11 + 12)	1,783.44	2,923.11	2,292.93	9,665.18	8,009.94	9,956.41	8,948.33
	Net profit attributable to:							
(a)	Owners	-	-	-	-	-	9,956.95	8,605.78
(b)	Non Controlling interest	-	-	-	-	-	(0.54)	342.55
14	Other comprehensive Income, net of Income-tax							
(a)	Items that will not be reclassified to Profit or Loss	(659.27)	(381.99)	(1,176.95)	(211.26)	(498.36)	(211.26)	(498.36)
(b)	Items that will be reclassified to Profit or Loss	-	-	-	-	-	-	-
	Total other comprehensive income, net of income-tax	(659.27)	(381.99)	(1,176.95)	(211.26)	(498.36)	(211.26)	(498.36)
15	Total comprehensive income for the period (11 + 14)	1,124.17	2,541.12	1,115.98	9,453.92	7,511.59	9,745.15	8,449.97



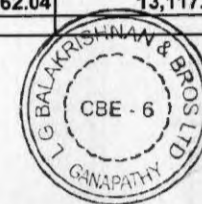
(Rs. in Lakhs)

Sl. No.	Particulars	Quarter ended			Year ended			
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018	31.03.2019	31.03.2018
		Standalone			Standalone		Consolidated	
	Total comprehensive income attributable to:							
	(a) Owners						9,745.70	8,107.41
	(b) Non Controlling interest						(0.54)	342.55
16	Paid up Equity Share Capital [Face Value Rs.10/-]	3,139.24	3,139.24	1,569.62	3,139.24	1,569.62	3,139.24	1,569.62
17	Reserves (excluding Revaluation Reserves as shown in the Audited Balance Sheet of the previous year)	-	-	-	60,437.20	54,255.95	66,597.82	58,540.96
18	Earnings per equity share (Rs.)							
	(i) Basic	5.68*	9.31*	7.30*	30.79	25.52	31.72	27.41
	(ii) Diluted	5.68*	9.31*	7.30*	30.79	25.52	31.72	27.41
	* not annualised							
	See accompanying notes to the Financial Results							

SEGMENTWISE REVENUE, RESULTS, ASSETS AND LIABILITIES UNDER REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

(Rs. in Lakhs)

Sl. No.	Particulars	Quarter ended			Year ended			
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018	31.03.2019	31.03.2018
		Standalone			Standalone		Consolidated	
1	Segment Revenue (Net Sale/Income from operations)							
	a) Transmission	30,104.61	31,903.38	26,833.97	124,693.15	105,259.14	124,693.15	105,259.14
	b) Metal Forming	8,067.39	9,038.19	7,427.71	33,517.28	26,854.21	44,106.72	37,113.35
	c) Others	-	-	112.42	-	3,030.51	-	3,030.51
	Total	38,172.00	40,941.57	34,374.10	158,210.43	135,143.86	168,799.87	145,403.00
	Less: Inter segment revenue	-	-	-	-	-	-	-
	Net Sales/Income from operations	38,172.00	40,941.57	34,374.10	158,210.43	135,143.86	168,799.87	145,403.00
2	Segment Results (Profit/(Loss) before tax and interest)							
	a) Transmission	1,783.20	2,661.08	2,334.62	10,730.86	10,397.80	10,730.86	10,397.80
	b) Metal Forming	897.21	1,034.60	1,607.83	4,017.34	3,361.00	4,099.01	4,281.76
	c) Others	-	-	17.27	-	(5.94)	-	(5.94)
	Total	2,680.41	3,695.68	3,959.72	14,748.20	13,752.86	14,829.87	14,673.62
	Less: (i) Interest	333.07	234.36	223.56	1,041.73	978.13	1,125.61	1,057.14
	(ii) Other unallocable (income) / expenditure (net)	(188.88)	(652.92)	189.05	(557.78)	498.73	(557.78)	498.73
	Total Profit Before Tax	2,536.22	4,114.24	3,547.11	14,264.25	12,276.00	14,262.04	13,117.75



(Rs. in Lakhs)

Sl. No.	Particulars	Quarter ended			Year ended			
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018	31.03.2019	31.03.2018
		Standalone			Standalone		Consolidated	
3	Segment Assets							
	a) Transmission	66,618.33	71,556.17	55,359.17	66,618.33	55,359.17	66,618.33	55,359.17
	b) Metal Forming	32,588.31	30,386.79	25,724.63	32,588.31	25,724.63	41,279.82	33,999.39
	c) Others	-	-	6,578.50	-	6,578.50	-	6,578.50
	d) Unallocated	15,065.86	10,567.45	6,742.20	15,065.86	6,742.20	14,224.52	5,592.62
	Total	114,272.50	112,510.41	94,404.50	114,272.50	94,404.50	122,122.67	101,529.68
4	Segment Liabilities							
	a) Transmission	20,840.99	23,787.47	18,752.63	20,840.99	18,752.63	20,840.99	18,752.63
	b) Metal Forming	7,796.53	8,210.98	7,775.19	7,796.53	7,775.19	9,912.93	8,879.14
	c) Others	-	-	1,347.06	-	1,347.06	-	1,347.06
	d) Unallocated	22,058.54	18,059.68	10,704.05	22,058.54	10,704.05	24,770.93	14,009.90
	Total	50,696.06	50,058.13	38,578.93	50,696.06	38,578.93	55,524.85	42,988.73
5	Capital Employed							
	a) Transmission	45,777.34	47,768.70	36,606.54	45,777.34	36,606.54	45,777.34	36,606.54
	b) Metal Forming	24,791.78	22,175.81	17,949.44	24,791.78	17,949.44	31,366.89	25,120.25
	c) Others	-	-	5,231.44	-	5,231.44	-	5,231.44
	d) Unallocated	(6,992.68)	(7,492.23)	(3,961.85)	(6,992.68)	(3,961.85)	(10,546.41)	(8,417.28)
	Total	63,576.44	62,452.28	55,825.57	63,576.44	55,825.57	66,597.82	58,540.96



Statement of Assets and Liabilities

(Rs. in Lakhs)

		As at		As at	
		31.03.2019	31.03.2018	31.03.2019	31.03.2018
		Standalone		Consolidated	
A	ASSETS				
1	Non-current assets				
	Property, Plant and Equipments	47,410.85	35,514.03	51,415.38	39,763.68
	Capital work-in-progress	3,605.79	2,643.43	3,670.92	2,696.95
	Investment Property	49.37	1,112.80	49.37	1,112.80
	Goodwill on amalgamation	0.00	0.00	1,448.68	1,327.04
	Intangible assets	244.02	244.55	244.02	244.55
	Financial assets				
	(i) Investments	6,564.77	6,735.83	5,547.31	5,424.93
	(ii) Other financial assets	1,182.83	1,024.59	1,182.83	1,024.59
	Other non-current assets	2,160.24	2,090.19	2,160.24	2,091.04
		61,217.87	49,365.42	65,718.75	53,685.58
2	Current assets				
	Inventories	28,954.81	24,128.07	30,671.52	25,333.15
	Financial assets				
	(i) Trade receivables	20,722.27	18,044.26	22,079.03	19,405.34
	(ii) Cash and cash equivalents	819.66	615.59	862.23	647.53
	(iii) Other bank balances	103.22	242.38	103.22	242.38
	(iv) Other financial assets	70.06	77.06	70.06	77.06
	Current tax Asset(Net)	815.25	6.38	991.36	167.70
	Other current assets	498.87	1,916.79	556.01	1,962.39
		51,984.14	45,030.53	55,333.43	47,835.55
3	Asset held for Sale	1,070.49	8.55	1,070.49	8.55
	Total Assets	114,272.50	94,404.50	122,122.67	101,529.68



(Rs. in Lakhs)

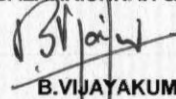
		As at		As at	
		31.03.2019	31.03.2018	31.03.2019	31.03.2018
		Standalone		Consolidated	
B	EQUITY AND LIABILITIES				
1	Equity				
	Share capital	3,139.24	1,569.62	3,139.24	1,569.62
	Other Equity	60,437.20	54,255.95	63,458.58	56,971.34
	Equity Attributable to Owners of the Company	63,576.44	55,825.57	66,597.82	58,540.96
	Non-controlling interest	-	-	1,485.41	1,477.68
	Total Equity	63,576.44	55,825.57	68,083.23	60,018.64
2	Liabilities				
	Non-current liabilities				
	Financial Liabilities				
	(i) Borrowings	8,692.01	4,009.59	9,919.00	4,878.28
	Provisions	1,088.58	1,055.90	1,088.58	1,055.89
	Deferred tax liabilities	2,017.22	1,692.22	2,017.22	1,692.22
	Total Non-current Liabilities	11,797.81	6,757.71	13,024.80	7,626.39
3	Current liabilities				
	Financial Liabilities				
	(i) Borrowings	7,869.80	629.19	7,869.80	629.19
	(ii) Trade payables	24,144.01	24,870.65	25,763.36	25,974.60
	(iii) Other financial liabilities	4,993.92	5,076.35	5,490.96	6,035.83
	Current tax Liabilities(Net)	-	-	-	-
	Provision	37.71	36.32	37.71	36.32
	Other current liabilities	1,852.81	1,208.71	1,852.81	1,208.71
	Total Current Liabilities	38,898.25	31,821.22	41,014.64	33,884.65
	Total Liabilities	114,272.50	94,404.50	122,122.67	101,529.68



Notes:

- 1 The consolidated / standalone financial results of the Company for the year ended 31st March, 2019 have been reviewed by the Audit Committee at their meeting held on 29th April, 2019 and have been approved by the Board of Directors at its meeting held on 29th April, 2019.
- 2 The above financial results of the Company for the year ended 31st March, 2019 have been audited by the Statutory Auditors.
- 3 The Consolidated Financial Results includes the financial results of the subsidiaries namely, LGB-USA, INC & GFM Acquisition, LLC and Associate namely Renold Chain India Private Limited.
- 4 Revenue for the year ended 31st March, 2018 is inclusive of Excise duty. In accordance with the requirements to Ind AS, revenue for the quarter ended 31st March, 2018, 31st December, 2018 and year ended 31st March, 2019 does not include Goods and Services Tax (GST).
- 5 The Board of Directors at its meeting held on 29th April, 2019 has declared a final dividend of Rs.5/- per equity share. As per Ind AS 10, the Company has not accounted for proposed dividend as liability.
- 6 Consequent to the issue of Bonus shares during the year, the Earnings Per Share of Rs.10/- each has been restated for all the periods presented based on the number of equity shares post bonus issue, in accordance with Indian Accounting Standard (Ind AS 33) Earnings per Share.
- 7 In respect of Standalone results, figures of the last quarter are the balancing figures between the audited figures in respect of the full financial years and the Published year-to-date figures upto the third quarter of the respective financial years.
- 8 Exceptional item represents Profit on sale of Land including compulsory acquisition by the Department of Highways.
- 9 Previous period figures have been regrouped/reclassified to make them comparable with those of current period.

By order of the Board
For L.G.BALAKRISHNAN & BROS LIMITED



B.VIJAYAKUMAR
CHAIRMAN AND MANAGING DIRECTOR



COIMBATORE
29.04.2019



L.G. BALAKRISHNAN & BROS LIMITED

Listing Department The National Stock Exchange of India Limited "Exchange Plaza" Bandra Kurla Complex, Bandra(E) Mumbai – 400 051	Listing Department BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001
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LGBFL/SEC/STK-BM-2019

29.04.2019

Sub: Declaration with respect to Auditor's Report with unmodified opinion to the Standalone and Consolidated Audited Financial Results for the Financial Year Ended March 31, 2019.

Pursuant to Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, we do hereby confirm that the Statutory Auditors of the Company M/s. Suri & Co., (Firm's Registration No. 004283S) have not expressed any modified opinion in its Standalone and Consolidated Annual Audited Financial Results of the Company, for the Financial Year ended March 31, 2019.

Thanking You.

Yours faithfully,
For L.G.Balakrishnan & Bros Limited

N.Rengaraj
Chief Financial Officer

SURI & CO.,

CHARTERED ACCOUNTANTS,

OFFICES :

CHENNAI, THIRUVANANTHAPURAM, MADURAI,
COIMBATORE, COONOR, BENGALURU & KOCHI

Phone : 2433627, 2440720
II FLOOR, A.M.M. Buildings,
354, Mettupalayam Road,
COIMBATORE - 641 043.

INDEPENDENT AUDITOR'S REPORT ON AUDIT OF QUARTERLY AND YEAR TO DATE FINANCIAL RESULTS

TO

**THE BOARD OF DIRECTORS OF
L.G.BALAKRISHNAN & BROS LIMITED
COIMBATORE**

1. We have audited the accompanying Standalone Financial results of **L.G.BALAKRISHNAN & BROS LIMITED ("the Company")** for the quarter and year ended 31st March 2019 ("the statement") attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016.

This Statement, which is the responsibility of the Company's Management and is approved by the Board of Directors has been compiled from the related standalone financial statements which has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS), 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 express an opinion on the Statement based on our audits of such standalone Ind AS financial statements.

2. We conducted our audit in accordance with the Standards on Auditing issued by The Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosure in the statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatements of the statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentation of the statement in order to design audit procedure that are appropriate in the circumstances, but not for the



purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

In our opinion and to the best of our information and according to the explanations given to us, the statement:

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016; and
 - ii. give a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit, total comprehensive income and other financial information of the company for the quarter and Year ended 31st March 2019.
3. The statements include the results of the quarter ended 31st March 2019 being the balancing figure between audited figures in respect of the full financial year and the audited year to date figures up to the third quarter of the current financial year.

For **SURI & Co,**
Chartered Accountants
Firm Registration No.:004283S



R. KRISHNAMOORTHY

Partner
(Membership No.: 020695)

Place: Coimbatore
Date: 29.04.2019

SURI & CO.,

CHARTERED ACCOUNTANTS,

OFFICES :

CHENNAI, THIRUVANANTHAPURAM, MADURAI,
COIMBATORE, COONOR, BENGALURU & KOCHI

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COIMBATORE - 641 043.

INDEPENDENT AUDITOR'S REPORT ON THE CONSOLIDATED FINANCIAL RESULTS

TO

THE BOARD OF DIRECTORS OF

L.G. BALAKRISHNAN & BROS LIMITED.

COIMBATORE

1. We have audited the accompanying Statement of Consolidated Financial Results of **L.G. BALAKRISHNAN & BROS LIMITED** ("the Parent Company") and its subsidiaries (the Parent's Company and its subsidiaries together referred to as "the Group"), and its share of the profit of its associate for the year ended March 31, 2019 ("the Statement") attached herewith, being submitted by the Parent 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 Parent Company's Management and approved by the Board of Directors, has been compiled from the related consolidated financial statements which is in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards (IND AS), 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 express an opinion on the Statement based on our audit of such consolidated Ind AS financial statements.

2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Parent Company's preparation and fair presentation of the Statement in order to design audit procedures that



are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Parent Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditor in terms of their report referred to in paragraph 4 below, is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditor on separate financial statements and the other financial information of the subsidiaries referred to in paragraph 4 below, the Statement:

a) includes the results of the following entities:

- (i) LGB-USA, INC. (Subsidiary);
- (ii) GFM Acquisition LLC (Subsidiary);
- (iii) GFM LLC (Subsidiary);
- (iv) Renold Chain India Private Limited (Associate);

b) is presented in accordance with the requirements 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; and

c) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the Consolidated profit, total comprehensive income and other financial information of the Group for the year ended March 31, 2019.

4. The consolidated financial results includes the unaudited financial information of three subsidiaries, whose financial information reflect total assets of Rs. 8867.62 lakhs as at 31 December, 2018, total revenue of 10589.44 lakhs for the year ended 31 December, 2018, and total loss of Rs.2.21 lakhs for the year ended 31 December, 2018, as considered in the consolidated financial results. The consolidated financial results also includes the Group's share of profit after tax of Rs. 293.44 lakhs for the year ended 31 March, 2019, as considered in the consolidated financial results, in respect of one associate, whose financial information has not been audited by us. These financial information are unaudited and have been furnished to us by the Management and our opinion on the



Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associate, is based solely on such unaudited financial information. In our opinion and according to the information and explanations given to us by the Management, these financial information are not material to the Group.

Our opinion on the Statement is not modified in respect of the above matter with respect to our reliance on the financial information certified by the Management.

For Suri & Co,
Chartered Accountants.
Firm Registration No.: 004283S




R. KRISHNAMOORTHY
Partner
(Membership No.:020695)

Place: Coimbatore.

Date: 29.04.2019