

January 25, 2017

National Stock Exchange of India Limited
Exchange Plaza
C-1, Block G, Bandra Kurla Complex
Bandra (E), Mumbai - 400 051

BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai - 400 001

Scrip Code : ASHOKLEY

Stock Symbol : 500477

Through : NEAPS

Through: BSE Listing Centre

Dear Sirs,

Sub: Outcome of the Board meeting - Financial Results

This is to inform that at the meeting held today, the Board of Directors of the Company have approved the statement of standalone unaudited financial results for the quarter and nine months ended December 31, 2016.

A copy of the Statement of Standalone Unaudited Financial Results along with Independent Auditors' Review Report and a copy of Press Release being released in this regard are attached herewith.

The meeting commenced at 2.00 p.m. and concluded at 5:35 p.m.

The above information will be made available on the Company's website www.ashokleyland.com.

Yours faithfully,
for ASHOK LEYLAND LIMITED

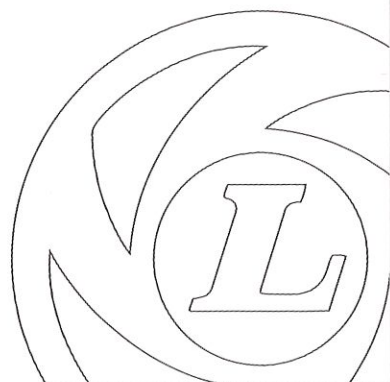


N Ramanathan
Company Secretary

Encl : a/a.

ASHOK LEYLAND LIMITED

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INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

**TO THE BOARD OF DIRECTORS OF
ASHOK LEYLAND LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **ASHOK LEYLAND LIMITED** ("the Company"), for the quarter and nine months ended December 31, 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 is the responsibility of the Company's Management and approved by the Board of Directors. It has been prepared in accordance with the recognition and measurement principles laid down in 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. Based on our review conducted as stated 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 M.S. Krishnaswami & Rajan
Chartered Accountants
Firm's Registration No. 01554S

M.S. Murali
Partner
Membership No. 26453

January 25, 2017
Chennai



For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm's Registration No. 117366W/W-100018

A. Siddharth
Partner
Membership No. 31467



ASHOK LEYLAND LIMITED

Regd. Office : 1 Sardar Patel Road, Guindy, Chennai - 600 032; CIN : L34101TN1948PLC000105 ;

Email id: secretarial@ashokleyland.com

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31-12-2016

Rs. in Lakhs

	Particulars	Three months ended			Nine months ended		Year ended
		31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015	31.03.2016
		Unaudited			Unaudited		Unaudited
1.	Income from Operations						
	a. Revenue from Operations	462,783.30	479,238.42	428,197.41	1,386,849.98	1,347,558.12	1,963,272.67
	b. Other Operating Income	9,575.26	11,924.00	8,437.81	29,803.91	28,058.03	37,653.88
	Total income from Operations	472,358.56	491,162.42	436,635.22	1,416,653.89	1,375,616.15	2,000,926.55
2.	Expenses						
	a. Cost of Materials consumed	340,938.49	256,677.31	261,265.84	869,878.82	841,510.04	1,209,265.63
	b. Purchases of stock-in-trade	38,500.37	41,115.72	51,160.26	115,309.88	131,237.32	153,122.55
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	(66,069.09)	15,574.10	(24,877.22)	(65,976.78)	(73,881.93)	(42,902.14)
	d. Excise duty	29,268.27	28,921.81	25,251.43	85,439.02	79,201.32	105,567.02
	e. Employee benefits expense	36,159.52	36,920.46	34,747.89	108,892.94	105,250.87	139,040.28
	f. Depreciation and amortisation expense	11,927.87	12,611.07	11,942.26	36,636.19	35,630.33	48,790.04
	g. Other expenses	48,132.90	58,304.32	44,161.03	155,829.95	145,186.28	211,904.11
	Total Expenses	438,858.33	450,124.79	403,651.49	1,306,010.02	1,264,134.23	1,824,787.49
3.	Profit from operations before other income, exchange gain / (loss) on swap contracts, finance costs and exceptional items (1 - 2)	33,500.23	41,037.63	32,983.73	110,643.87	111,481.92	176,139.06
4.	Other Income	2,352.00	3,161.44	2,979.41	9,365.18	9,577.77	11,762.02
5.	Exchange gain / (loss) on swap contracts (Refer Note - 4)	(6,371.00)	656.83	(171.85)	(747.09)	(2,771.31)	504.80
6.	Profit from ordinary activities before finance costs and exceptional items (3 + 4 + 5)	29,481.23	44,855.90	35,791.29	119,261.96	118,288.38	188,405.88
7.	Finance Costs	3,112.85	3,392.42	6,031.81	9,887.66	19,349.12	24,763.87
8.	Profit from ordinary activities after finance costs but before exceptional items (6 - 7)	26,368.38	41,463.48	29,759.48	109,374.30	98,939.26	163,642.01
9.	Exceptional Items (Refer Note - 6)	-	-	(500.00)	-	(16,200.00)	(81,522.35)
10.	Profit from ordinary activities before tax (8 + 9)	26,368.38	41,463.48	29,259.48	109,374.30	82,739.26	82,119.66
11.	Tax expense (Refer Note - 7)	7,780.51	12,022.48	7,889.03	32,266.99	29,698.26	45,935.00
12.	Net Profit from ordinary activities after tax (10 - 11)	18,587.87	29,441.00	21,370.45	77,107.31	53,041.00	36,184.66
13.	Extraordinary item (net of tax)	-	-	-	-	-	-
14.	Net Profit for the period (12 - 13)	18,587.87	29,441.00	21,370.45	77,107.31	53,041.00	36,184.66
15.	Other Comprehensive Income (net of tax)	(592.41)	308.27	303.72	(1,190.38)	(429.66)	62.43
16.	Total Comprehensive Income (14 + 15)	17,995.46	29,749.27	21,674.17	75,916.93	52,611.34	36,247.09
17.	Paid-up equity share capital (Face value per share Re.1)	28,458.80	28,458.80	28,458.80	28,458.80	28,458.80	28,458.80
18.	Reserves						522,652.45
19.	Earnings Per Share (Rs.) (of Re.1 each - Not annualised)						
	- Basic	0.65	1.03	0.75	2.71	1.86	1.27
	- Diluted	0.65	1.03	0.75	2.71	1.86	1.27



Notes:

- (1) The above standalone financial results were reviewed by the Audit Committee and then approved by the Board of Directors at its meeting held on January 25, 2017. The statutory auditors have conducted a limited review of the above standalone unaudited financial results for the quarter and nine months ended December 31, 2016 including corresponding periods and for the year ended March 31, 2016.
- (2) The Company adopted Indian Accounting Standards ("Ind AS") from April 1, 2016 and accordingly above standalone financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 'Interim Financial Reporting' prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.

The Ind AS compliant standalone unaudited financial results for the corresponding quarter and nine months ended December 31, 2015 and for the year ended March 31, 2016 have been stated in terms of Securities Exchange Board of India (SEBI) circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016.

Reconciliation of Net Profit as reported under previous Indian GAAP and Ind AS is as under:

Rs. in Lakhs			
Particulars	Quarter ended 31.12.2015	Nine months ended 31.12.2015	Year ended 31.03.2016
Net Profit as per previous Indian GAAP	19,862.53	64,475.42	72,177.58
Fair valuation of investments	1,094.51	(11,761.20)	(39,378.65)
Measurement of financial liabilities at amortised cost and impact of related derivative contracts	456.00	(788.25)	3,105.03
Others	328.43	1,155.29	1,473.10
Deferred Taxes	(371.02)	(40.26)	(1,192.40)
Net Profit for the period as per Ind AS	21,370.45	53,041.00	36,184.66
Other Comprehensive Income (net of tax)	303.72	(429.66)	62.43
Total Comprehensive Income as per Ind AS	21,674.17	52,611.34	36,247.09

- (3) The Company has elected the option under Ind AS 101 'First-time Adoption of Indian Accounting Standards' and has continued the policy adopted for accounting of exchange differences arising from translation of long term foreign currency monetary items recognised in the financial statements upto March 31, 2016. Accordingly, exchange difference on translation or settlement of long term foreign currency monetary items at rates different from those at which they were initially recorded or as at April 1, 2007, in so far as it relates to acquisition of depreciable assets are adjusted to the cost of the assets. In other cases, such exchange differences, arising effective April 1, 2011, are accumulated in "Foreign currency monetary item translation difference account" and amortized by recognition as income or expense in each year over the balance term till settlement occurs but not beyond March 31, 2020.



Therefore,

- a) Foreign exchange (gain)/loss relating to acquisition of depreciable assets, capitalised during the nine months ended December 31, 2016 aggregated Rs. 2,771.09 lakhs [quarter ended December 31, 2016 Rs (3,939.00) lakhs; quarter ended September 30, 2016 Rs (578.84) lakhs; quarter ended December 31, 2015 Rs 856.06 lakhs; nine months ended December 31, 2015 Rs 6,229.79 lakhs; year ended March 31, 2016 Rs 10,489.95 lakhs];
 - b) Amortised net exchange difference in respect of long term foreign currency monetary items relating to other than acquisition of depreciable assets, charged to the results for nine months ended December 31, 2016 is Rs. 1,623.30 lakhs [quarter ended December 31, 2016 Rs 759.82 Lakhs; quarter ended September 30, 2016 Rs 518.36 lakhs; quarter ended December 31, 2015 Rs 172.28 lakhs; nine months ended December 31, 2015 Rs 273.38 lakhs; year ended March 31, 2016 Rs 776.87 lakhs]; and
 - c) The un-amortised net exchange difference in respect of long term monetary items relating to other than acquisition of depreciable assets, is a loss of Rs.3,496.92 lakhs as at December 31, 2016 [as at December 31, 2015: loss of Rs.2,310.39 lakhs, as at March 31, 2016: loss of Rs.2,428.53 lakhs].
- (4) The Company has currency and interest rate swap contracts in respect of certain foreign currency long term borrowings. Net exchange differences on settlement and period end fair valuation (mark-to -market) have been charged/ credited to profit and loss for the period and disclosed separately for better comparability and understanding of the results.
 - (5) The Company is principally engaged in a single business segment viz., commercial vehicles and related components based on nature of products, risks, returns and the internal business reporting system.
 - (6) Exceptional items consist of:

Description	Three Months ended			Nine Months ended		Year Ended
	Unaudited			Unaudited		Unaudited
	31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015	31.03.2016
Loss on sale of investments in a Joint Venture	-	-	-	-	-	(23,228.56)
Impairment loss in respect of investments in Joint Ventures and Subsidiaries	-	-	(500.00)	-	(16,200.00)	(58,293.79)
Total	-	-	(500.00)	-	(16,200.00)	(81,552.35)

- (7) Tax expense comprises Current Tax and Deferred Tax.
- (8) The scheme of amalgamation for the merger of Hinduja Foundries Limited with Ashok Leyland Limited was approved by the Board of Ashok Leyland Limited in its meeting held on September 14, 2016 with an appointed date of October 1, 2016. This scheme has been approved by Securities Exchange Board of India and the Competition Commission of India and is subject to approval of the High Court of Judicature at Madras/ National Company Law Tribunal and various regulatory bodies / institutions.
- (9) In terms of the Settlement Agreement with Joint Venture Partner Nissan Motor Company Limited (Nissan), the Company acquired Nissan's stake in three Joint Venture Companies viz. Ashok Leyland Nissan Vehicles Limited, Nissan Ashok Leyland Powertrain Limited and Nissan Ashok Leyland Technologies Limited in November 2016. Consequently, these three companies have become wholly owned subsidiaries of the Company.

X



[Signature]



[Signature]

- (10) The Company would be consolidating and presenting its Consolidated Financial Statements at the end of the year i.e. March 31, 2017.
- (11) The figures for the previous period have been reclassified/ regrouped wherever necessary.

For and on behalf of the Board



VINOD K DASARI
CEO and Managing Director

Place: Chennai
Date: January 25, 2017



ASHOK LEYLAND LIMITED

Regd. Office : 1 Sardar Patel Road, Guindy, Chennai - 600 032;
Ph: +91 44 2220 6000, Fax: +91 44 2220 6001 CIN : L34101TN1948PLC000105 ;
Website: www.ashokleyland.com; Email id: secretarial@ashokleyland.com

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31-12-2016

Rs. in Lakhs

SI No	Particulars	Quarter ended		Nine months ended		Year Ended
		31.12.2016	31.12.2015	31.12.2016	31.12.2015	31.03.2016
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1.	Total Income from Operations	472,358.56	436,635.22	1,416,653.89	1,375,616.15	2,000,926.55
2.	Net Profit / (Loss) for the period (before tax, exceptional and extraordinary items)	26,368.38	29,759.48	109,374.30	98,939.26	163,642.01
3.	Net Profit / (Loss) for the period before tax (after exceptional and extraordinary items)	26,368.38	29,259.48	109,374.30	82,739.26	82,119.66
4.	Net Profit / (Loss) for the period after tax (after exceptional and extraordinary items)	18,587.87	21,370.45	77,107.31	53,041.00	36,184.66
5.	Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	17,995.46	21,674.17	75,916.93	52,611.34	36,247.09
6.	Paid up Equity Share Capital	28,458.80	28,458.80	28,458.80	28,458.80	28,458.80
7.	Reserves					522,652.45
8.	Earnings Per Share (of Re. 1 each - Not annualised) (for continuing and discontinued operations) (in Rs)					
	a) Basic	0.65	0.75	2.71	1.86	1.27
	b) Diluted	0.65	0.75	2.71	1.86	1.27

Notes:

(1) The above is an extract of the detailed format of quarter and nine months ended financial results filed with the Stock Exchanges under 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. The full format of the quarter and nine months ended financial results are available on the Stock Exchange Websites (www.bseindia.com and www.nseindia.com) and on Company's website (www.ashokleyland.com).

(2) The figures for the previous period have been reclassified/ regrouped wherever necessary.

For and on behalf of the Board



VINOD K DASARI
CEO and Managing Director

Place: Chennai
Date: January 25, 2017



Press Release

**Ashok Leyland posts record Q3 revenue:
Sales up 8%, Exports jump 11%**

Chennai, January 25, 2017: Ashok Leyland, flagship of the Hinduja Group, today reported the Q3 FY 2016-17 results where it clocked record revenues and volumes.

Results for Q3 FY 2016-17:

- **Revenues** increased by 8% to Rs.4723 Cr as against Rs.4366 Cr, during same period last year
- **Export volumes** increased by 11% to 2942 numbers.
- Net profit stood at Rs.185.88 Cr, (Rs.213.71 Cr) (after exceptional items).
- **EBITDA** for the quarter was 10.3% as against 10.9% in the same period last year
- **Sales volume** in Medium and Heavy Commercial Vehicles (M&HCV) stood at 25285 units (23176)

Results of the FY 2016-17 period ended 31st December 2016:

- **Revenue** increased by 3% to Rs.14166 Cr, against Rs.13756 Cr, same period last year.
- **Net profit** stood at Rs.771.07 Cr against Rs.530.41 Cr, same period last year. (after exceptional items)

Mr. Vinod K. Dasari, Managing Director and Chief Executive Officer, Ashok Leyland Limited, said "Q3 has been quite challenging, for the industry, primarily due to the steep increase in material cost. Demonetisation had an impact but the Industry is recovering from it. Despite these challenges we have maintained healthy operating margins. Pre-buy in Q4 owing to BS-IV implementation in FY 2017-18 along with our recent introductions in the ICV segment – Guru (Truck) & Sunshine (Bus) and LCV segment – Partner (Truck) and MiTR (Bus) expected to have a very positive impact on our volumes in the current quarter."

Mr. Gopal Mahadevan, Chief Financial Officer, Ashok Leyland, added, "The prevailing challenges in the market notwithstanding, we continue to be focused on profitable growth. We have maintained double-digit EBITDA despite absorbing the increased input costs. We hope to close this fiscal on a positive note."

Hinduja Foundries has turned EBITDA positive in the recent months and we are hopeful of getting all necessary approvals by this year end.

Key achievements and announcements in Q3 FY 2016-17:

- Ashok Leyland acquired **100% ownership in the three LCV JV's**
- Ashok Leyland, **Pantnagar** was conferred the 2016 **Deming Prize** for the successful implementation of Total Quality Management
- **First Electric Bus - Made in India** unveiled

For further information, please contact:

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ASHOK LEYLAND LIMITED

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HINDUJA GROUP