



## L.G. BALAKRISHNAN & BROS LIMITED

National Stock Exchange of India Limited  
"Exchange Plaza"  
Bandra Kurla Complex  
Bandra (E)  
Mumbai – 400 051

Bombay Stock Exchange Limited  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai - 400 001

LGB/SEC/STK-BM-2019

31.01.2019

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 Thursday, 31<sup>st</sup> January, 2019, had inter-alia considered and approved the following:

1. Pursuant to Regulation 33 of the SEBI (LODR) 2015, we are enclosing herewith Audited Standalone financial results for the third quarter ended December 31, 2018 along with Auditors Report which was reviewed by the Audit Committee and approved by the Board of Directors of the Company.
2. Sri.P.Balasubramanian (Din:00018197) Independent Director of the Company tendered his resignation vide letter dated 14.01.2019, from the Board due to age factor (83 years) which restricts him to attend the Board Meetings as well to spend time for the Company. The Board considered and approved the same. The reason for his resignation is enclosed as **Annexure – A**
3. The Board of Directors has appointed Smt. Kanchana Manavalan Din: (07497403) as an Additional and Independent Director with effect from today ie. January 31, 2019 for a tenure of 5 years. A brief details of the appointment enclosed as **Annexure - B**

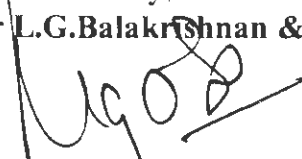
This is to inform that the Board meeting commenced at 10.45 A.M and concluded at 12.55 P.M.

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

Reason for change viz. appointment, resignation, removal, death or otherwise	Sri.P.Balasubramanian (Din:00018197) Independent Director of the Company was resigned from the Board due to age factor (83 years) which restricts him to attend the Board Meetings as well to spend time for the Company. He has been associated as an Independent Director of the Company since February 16, 1983.
Date of appointment / cessation (as applicable) & term of appointment	<b><u>Date of cessation:</u></b> January 31, 2019.
Brief Profile (in case of appointment)	Not Applicable
Disclosure of relationships between directors (in case of appointment of a director)	Not Applicable

For L.G. BALAKRISHNAN & BROS LTD.

  
M. LAKSHMI KANTH JOSHI  
General Manager (Legal) and Company Secretary  
MEM No. 14273



## L.G. BALAKRISHNAN & BROS LIMITED

### Annexure – B

Information about appointment of new Director

Reason for change viz. appointment, resignation, removal, death or otherwise	Smt.Kanchana Manavalan is appointed as an Additional Director - Non – Executive & Independent category on the Board w.e.f January 31, 2019.
Date of appointment / cessation (as applicable) & term of appointment	<b><u>Date of appointment</u></b> of Smt.Kanchana Manavalan January 31, 2019, subject to approval of Shareholders at the upcoming Annual General Meeting.
Brief Profile (in case of appointment)	<p>Smt.Kanchana Manavalan brings in years of industry experience, working with prominent players who have made an impression in their respective sectors. After a stint of over four years with Hatari TV, India Meters, Sterling Electronics and MSSW, she moved onto working with the India Trade Promotion Organization (ITPO), a Government of India enterprise that promotes India's external trade through domestic and international exhibitions. Not only did she spearhead many projects, Kanchana was also part of the team which helped make the Chennai Trade Centre a reality.</p> <p>During her 24-year tenure at ITPO, which included her rise to Regional Manager (Tamil Nadu, Andhra Pradesh and Pondicherry), she organized India International Leather Fairs (IILF) in Chennai. Kanchana also helped setup 'India Pavilions' in Frankfurt, Paris, Las Vegas, Hong Kong and Shanghai. Has co-ordinated all the logistics/appointments- Industry specific for delegations coming into Chennai. Has handled delegations for Auto components , arranging Buyer meets and Factory visits. Is networked with all Government Departments , industry associations, chambers of commerce, etc.</p> <p>Interface8 Services of which she is Proprietor, started in January 2013. It takes on various B2B tasks/ assignments for firms across the world.</p>

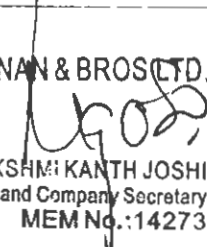




## L.G. BALAKRISHNAN & BROS LIMITED

	<p>Post a Voluntary Retirement from ITPO, she has consulted with Water Today, Bakery Technology Show, International Seafood Show (MPEDA) and part of the team for Global Investor Meet (Govt. of Tamil Nadu.), India Quilt Show and an Event for Southern India chamber of Commerce. Interface8 has set up conference participation with Smart Bear USA for their Launch in India.</p> <p>Currently is consulting at Tamil Nadu Infrastructure Fund Mgmt. Corporation for a Project on Tourism.</p>
Disclosure of relationships between directors (in case of appointment of a director)	None of the Directors are related to each other personally, financially or otherwise

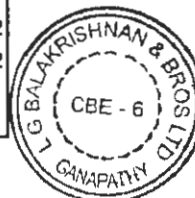
For L.G. BALAKRISHNAN & BROS LTD.

  
M. LAKSHMI KANTH JOSHI  
General Manager (Legal) and Company Secretary  
MEM No.: 14273

STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER/NINE MONTHS ENDED 31-12-2018

(Rs. in Lakhs)

Sl. No.	Particulars	Quarter Ended			Nine months ended		Year ended
		31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
1	Revenue from operations (Including Excise duty) (Refer Note.3)	40,941.57	42,696.69	33,700.11	120,038.43	100,569.18	135,143.86
2	Other Income	45.10	78.72	131.62	215.39	234.31	411.17
3	<b>Total Revenue (1) + (2)</b>	<b>40,986.67</b>	<b>42,775.41</b>	<b>33,831.73</b>	<b>120,253.82</b>	<b>100,803.49</b>	<b>135,555.03</b>
4	<b>Expenses</b>						
(a)	Cost of materials consumed	21,351.46	21,046.31	15,562.72	59,547.74	41,464.65	58,004.01
(b)	Purchases of stock-in-trade	-	-	42.15	-	1,743.29	1,744.14
(c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(3,107.94)	(1,549.97)	(1,074.33)	(6,216.70)	818.89	(694.35)
(d)	Excise duty	-	-	-	-	3,603.03	3,603.03
(e)	Employee benefits expense	6,497.40	6,227.61	4,759.70	18,172.63	13,801.10	18,929.55
(f)	Finance costs	234.36	245.81	214.55	708.66	754.57	978.13
(g)	Depreciation and amortisation expense	1,677.21	1,579.51	1,388.35	4,689.50	4,016.63	5,412.75
(h)	Other expenses	11,017.38	10,858.72	9,489.10	32,421.39	25,872.64	35,301.77
(i)	<b>Total expenses (a) to (h)</b>	<b>37,669.87</b>	<b>38,407.99</b>	<b>30,382.24</b>	<b>109,323.22</b>	<b>92,074.80</b>	<b>123,279.03</b>
5	<b>Profit before exceptional and extraordinary items and tax (3 - 4)</b>	<b>3,316.80</b>	<b>4,367.42</b>	<b>3,449.49</b>	<b>10,930.60</b>	<b>8,728.69</b>	<b>12,276.00</b>
6	Exceptional Items (Refer Note.4)	797.44	-	-	797.44	-	-
7	<b>Profit before extraordinary items and tax (5 + 6)</b>	<b>4,114.24</b>	<b>4,367.42</b>	<b>3,449.49</b>	<b>11,728.04</b>	<b>8,728.69</b>	<b>12,276.00</b>
8	Extraordinary Items	-	-	-	-	-	-
9	<b>Profit before tax (7 + 8)</b>	<b>4,114.24</b>	<b>4,367.42</b>	<b>3,449.49</b>	<b>11,728.04</b>	<b>8,728.69</b>	<b>12,276.00</b>
10	<b>Tax expense</b>						
(a)	Current tax	1,122.48	1,492.96	1,187.14	3,737.64	2,970.02	4,119.98
(b)	Deferred tax	68.65	74.33	13.86	108.67	41.86	146.08
11	<b>Net Profit for the period (9 - 10)</b>	<b>2,923.11</b>	<b>2,800.13</b>	<b>2,248.49</b>	<b>7,881.73</b>	<b>5,716.81</b>	<b>8,009.94</b>
12	<b>Other comprehensive Income, net of Income-tax</b>						
(a)	Items that will not be reclassified to Profit or Loss	(381.99)	234.69	1,337.35	448.02	678.59	(498.36)
(b)	Items that will be reclassified to Profit or Loss	-	-	-	-	-	-
	<b>Total other comprehensive income, net of income-tax</b>	<b>(381.99)</b>	<b>234.69</b>	<b>1,337.35</b>	<b>448.02</b>	<b>678.59</b>	<b>(498.36)</b>
13	<b>Total comprehensive income for the period (11 + 12)</b>	<b>2,541.12</b>	<b>3,034.82</b>	<b>3,585.84</b>	<b>8,329.75</b>	<b>6,395.40</b>	<b>7,511.58</b>
14	Paid up Equity Share Capital [ Face Value Rs.10/-]	3,139.24	3,139.24	1,569.62	3,139.24	1,569.62	1,569.62
15	Reserves (excluding Revaluation Reserves as shown in the Audited Balance Sheet of the previous year)	-	-	-	-	-	54,255.95
16	<b>Earnings per equity share (Rs.)</b>						
(i)	Basic	9.31*	8.92*	7.16*	25.11*	18.21*	25.52
(ii)	Diluted	9.31*	8.92*	7.16*	25.11*	18.21*	25.52
	* 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**

Sl. No.	Particulars	Quarter Ended			Nine months ended		Year ended 31.03.2018
		31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	
<b>1</b>	<b>Segment Revenue</b> (Net Sale/Income from operations)						
	a) Transmission	31,903.38	33,762.33	26,837.35	94,588.54	78,425.17	105,259.14
	b) Metal Forming	9,038.19	8,934.36	6,571.59	25,449.89	19,225.92	26,854.21
	c) Others	-	-	291.17	-	2,918.09	3,030.51
	<b>Total</b>	<b>40,941.57</b>	<b>42,696.69</b>	<b>33,700.11</b>	<b>120,038.43</b>	<b>100,569.18</b>	<b>135,143.86</b>
	Less: Inter segment revenue	-	-	-	-	-	-
	<b>Net Sales/Income from operations</b>	<b>40,941.57</b>	<b>42,696.69</b>	<b>33,700.11</b>	<b>120,038.43</b>	<b>100,569.18</b>	<b>135,143.86</b>
<b>2</b>	<b>Segment Results</b> (Profit/(Loss) before tax and interest)						
	a) Transmission	2,661.08	3,346.86	3,065.53	8,947.66	8,063.18	10,397.80
	b) Metal Forming	1,034.60	1,431.37	888.17	3,120.14	1,752.98	3,361.00
	c) Others	-	-	(173.01)	-	(23.21)	(5.94)
	<b>Total</b>	<b>3,695.68</b>	<b>4,778.23</b>	<b>3,780.69</b>	<b>12,067.80</b>	<b>9,792.95</b>	<b>13,752.86</b>
	Less: (i) Interest	234.36	245.81	214.55	708.66	754.57	978.13
	(ii) Other unallocable (income) / expenditure (net)	(652.92)	165.00	116.65	(368.90)	309.69	498.73
	<b>Total Profit Before Tax</b>	<b>4,114.24</b>	<b>4,367.42</b>	<b>3,449.49</b>	<b>11,728.04</b>	<b>8,728.69</b>	<b>12,276.00</b>

Sl. No.	Particulars	Quarter Ended			Nine months ended		Year ended 31.03.2018
		31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	
<b>3</b>	<b>Segment Assets</b>						
	a) Transmission	71,556.17	69,607.63	48,665.73	71,556.17	48,665.73	55,359.17
	b) Metal Forming	30,386.79	30,596.21	24,666.93	30,386.79	24,666.93	25,724.63
	c) Others	-	-	7,376.95	-	7,376.95	6,578.50
	d) Unallocated	10,567.45	10,590.81	10,631.88	10,567.45	10,631.88	6,742.20
	<b>Total</b>	<b>112,510.41</b>	<b>110,794.65</b>	<b>91,341.49</b>	<b>112,510.41</b>	<b>91,341.49</b>	<b>94,404.50</b>
<b>4</b>	<b>Segment Liabilities</b>						
	a) Transmission	23,787.47	24,956.08	16,671.15	23,787.47	16,671.15	18,752.63
	b) Metal Forming	8,210.98	9,868.63	8,030.04	8,210.98	8,030.04	7,775.19
	c) Others	-	-	1,151.70	-	1,151.70	1,347.06
	d) Unallocated	18,059.68	16,058.78	10,765.07	18,059.68	10,765.07	10,704.05
	<b>Total</b>	<b>50,058.13</b>	<b>50,883.49</b>	<b>36,617.97</b>	<b>50,058.13</b>	<b>36,617.97</b>	<b>38,578.93</b>

*WS*



**Notes:**

- 1 The standalone financial results of the Company for the quarter/nine months ended 31st December, 2018 have been reviewed by the Audit Committee at their meeting held on 30th January, 2019 and have been approved by the Board of Directors at its meeting held on 31st January, 2019.
- 2 The standalone financial results of the Company for the quarter/nine months ended 31st December, 2018 have been audited by the Statutory Auditors.
- 3 Revenue for the nine months ended 31st December, 2017 and year ended 31st March, 2018 are inclusive of Excise duty. In accordance with the requirements to Ind AS, revenue for the quarter/nine months ended 30th September, 2018, 31st December, 2017 and 31st December, 2018 does not include Goods and Services Tax (GST).
- 4 Exceptional item represents Profit on sale of Land including compulsory acquisition by the Department of Highways.
- 5 Previous period figures have been regrouped/reclassified to make them comparable with those of current period.

**COIMBATORE  
31.01.2019**

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

  
B. V. LAKSHMI KUMAR  
CHAIRMAN AND MANAGING DIRECTOR



# **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 INTERIM FINANCIAL RESULTS**

**TO**

**THE BOARD OF DIRECTORS OF**

**L.G.BALAKRISHNAN & BROS LIMITED**

**COIMBATORE**

1. We have audited the accompanying statement of financial results of **L.G.Balakrishnan & Bros. Limited ("the Company")** for the quarter and nine months ended 31<sup>st</sup> December, 2018, and Balance Sheet as at 31<sup>st</sup> December, 2018 ("the statement") attached herewith, 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 5<sup>th</sup> July, 2016.

This statement has been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 - Interim Financial Reporting, prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the statement.

2. We conducted our audit in accordance with the auditing standards generally accepted in 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.






3. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosure in statement. The procedures selected depend on the auditor's judgement, including the assessment of 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 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 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.
4. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
5. In our opinion and to the best of our information and according to the explanations given to us these quarterly standalone financial results as well as the year to date results:
- 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 5<sup>th</sup>July, 2016; and
  - give a true and fair view of the net profit and total comprehensive income and other financial information for the quarter and nine months ended 31<sup>st</sup> December, 2018.



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

  
(M. Sivaram)  
Partner  
M.No.211916

Place: Coimbatore  
Date: 31-01-2019