

SEC/PAM/JUNE-22/2022

July 26, 2022

BSE Limited Phiroze Jeebhoy Towers, Dalal Street, MUMBAI - 400 001 STOCK CODE: 500510	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
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Dear Sirs,

Sub.: **Standalone Unaudited Financial Results for the Quarter ended 30th June 2022.**

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 2022**, which has been approved at the Meeting of the Board of Directors held today. The Board Meeting commenced at 2.30 p.m. and concluded at 5.10 p.m.

We also enclose a copy of the "**Limited Review Report for the Quarter ended 30th June 2022**" issued by our Statutory Auditors, **M/s. Deloitte Haskins & Sells LLP**, Chartered Accountants, Mumbai.

Thanking you,

Yours faithfully,
for **LARSEN & TOUBRO LIMITED**



SIVARAM NAIR A.
COMPANY SECRETARY
(FCS 3939)

Encl : as above


LARSEN & TOUBRO LIMITED

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

CIN : L99999MH1946PLC004768

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2022

₹ Crore

Particulars	Quarter ended			Year ended
	June 30, 2022 [Reviewed]	March 31, 2022 [Reviewed] [Note iii]	June 30, 2021 [Reviewed]	March 31, 2022 [Audited]
1 Income:				
a) Revenue from operations	20211.69	37439.22	16607.86	101000.41
b) Other income(net)	567.85	702.80	705.50	3612.65
Total Income	20779.54	38142.02	17313.36	104613.06
2 Expenses:				
a) Manufacturing, construction and operating expenses:				
i) Cost of raw materials and components consumed	2988.15	3628.46	2597.04	12590.86
ii) Stores, spares and tools consumed	913.35	1061.18	409.16	2718.52
iii) Sub-contracting charges	3474.79	10018.82	3840.08	25166.38
iv) Construction materials consumed	7196.66	12632.85	3846.51	31445.49
v) Purchases of stock-in-trade	195.80	259.64	239.46	1070.62
vi) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(1443.16)	197.47	(444.79)	(1944.37)
vii) Other manufacturing, construction and operating expenses	2772.83	3029.16	2273.71	10517.85
b) Employee benefits expense	1926.50	1915.03	1789.88	7396.88
c) Sales, administration and other expenses	640.71	827.04	672.71	2982.68
d) Finance costs	504.50	440.76	474.65	1754.24
e) Depreciation, amortisation, impairment and obsolescence	342.07	307.89	288.13	1172.50
Total Expenses	19512.20	34318.30	15986.54	94871.65
3 Profit before exceptional items and tax (1-2)	1267.34	3823.72	1326.82	9741.41
4 Exceptional items (net of tax)	-	-	-	267.29
5 Profit before tax (3+4)	1267.34	3823.72	1326.82	10008.70
6 Tax expense:				
a) Current tax	390.77	1115.18	311.67	2405.17
b) Deferred tax	(34.65)	(192.61)	5.67	(275.92)
Total tax expense	356.12	922.57	317.34	2129.25
7 Net profit after tax (5-6)	911.22	2901.15	1009.48	7879.45
8 Other comprehensive income/(loss) [net of tax]	(398.27)	(40.95)	144.50	(36.21)
9 Total comprehensive income (7+8)	512.95	2860.20	1153.98	7843.24
10 Paid-up equity share capital (face value of share: ₹ 2 each)	281.03	281.01	280.92	281.01
11 Other equity				66833.04
12 Earnings per equity share (EPS) (not annualised):				
(a) Basic EPS (₹)	6.49	20.65	7.19	56.09
(b) Diluted EPS (₹)	6.48	20.63	7.18	56.03

Notes:

- (i) During the quarter, the Company has allotted 1,16,098 equity shares of ₹ 2 each fully paid-up, on exercise of stock options by employees in accordance with the Company's stock option schemes.
- (ii) The Company will assess the impact of Code on Wages, 2019 and the Code on Social Security, 2020 and give effect in the financial statements when the date of implementation of these codes and the Rules/Schemes thereunder are notified.
- (iii) Figures for the quarter ended March 31, 2022 represent the difference between audited figures for the financial year and the limited reviewed figures for the nine months period ended December 31, 2021.

(iv) Additional disclosures as per Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:

Sr. No.	Particulars	Quarter ended			Year ended
		June 30, 2022	March 31, 2022	June 30, 2021	March 31, 2022
1	Debt equity ratio	0.34	0.30	0.38	0.30
2	Debt service coverage ratio (DSCR)	0.38	9.68	3.75	6.49
3	Interest service coverage ratio (ISCR)	3.51	9.68	3.80	6.55
4	Current ratio	1.32	1.39	1.39	1.39
5	Long term debt to working capital ratio	0.39	0.46	0.48	0.46
6	Bad debts to accounts receivable ratio	0.00	0.00	0.00	0.00
7	Current liability ratio	0.91	0.86	0.85	0.86
8	Total debt to total assets ratio	0.14	0.12	0.15	0.12
9	Debtors turnover ratio	2.83	2.65	3.15	2.65
10	Operating margin (%)	7.65%	10.34%	8.33%	8.97%
11	Net profit margin (%)	4.51%	7.75%	6.08%	7.80%
12	Inventory turnover ratio (refer note below)	NA	NA	NA	NA
13	Capital Redemption Reserve/Debenture Redemption Reserve [₹ Crore]	280.42	398.65	398.65	398.65
14	Net worth [₹ Crore] (As per section 2(57) of Companies Act, 2013)	67637.67	66698.35	62256.74	66698.35
15	The Company has not issued any secured listed non-convertible debt securities.				

Note:


Formulae for computation of ratios are as follows:

Sr. No.	Particulars	Formulae
1	Debt equity ratio	$\frac{\text{Total borrowings}}{\text{Total equity}}$
2	Debt service coverage ratio (DSCR)	$\frac{\text{Profit before interest, tax and exceptional items}}{\text{Interest expense + Principal repayments made during the period for long term borrowings + Cash flow on settlement of derivatives contracts related to borrowings}}$
3	Interest service coverage ratio (ISCR)	$\frac{\text{Profit before interest, tax and exceptional items}}{\text{Interest expense}}$
4	Current ratio	$\frac{\text{Current assets}}{\text{Current liabilities}}$
5	Long term debt to working capital ratio	$\frac{\text{Long term borrowings (including current maturities of long term borrowings)}}{\text{Current assets (-) Current liabilities [excluding current maturities of long term borrowings]}}$
6	Bad debts to accounts receivable ratio	$\frac{\text{Bad debts}}{\text{Average gross trade receivables}}$
7	Current liability ratio	$\frac{\text{Current liabilities}}{\text{Total liabilities}}$
8	Total debt to total assets ratio	$\frac{\text{Total borrowings}}{\text{Total assets}}$
9	Debtors turnover ratio	$\frac{\text{Revenue from operations for trailing 12 months}}{\text{Average gross trade receivables}}$
10	Operating margin (%)	$\frac{\text{Profit before depreciation, interest, tax and exceptional items (-) Other income}}{\text{Revenue from operations}}$
11	Net profit margin (%)	$\frac{\text{Net profit after tax}}{\text{Revenue from operations}}$
12	Inventory turnover ratio	Not material considering the size and the nature of operations of the Company

(v) Figures for the previous periods have been regrouped/reclassified to conform to the classification 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 26, 2022. The same have also been subjected to Limited Review by the Statutory Auditors.

for LARSEN & TOUBRO LIMITED



S. N. SUBRAHMANYAN
Chief Executive Officer & Managing Director

Mumbai
July 26, 2022

Standalone unaudited Segment-wise Revenue, Result, Total Assets and Total Liabilities:

₹ Crore

Particulars	Quarter ended			Year ended
	June 30, 2022 [Reviewed]	March 31, 2022 [Reviewed] [Note V]	June 30, 2021 [Reviewed]	March 31, 2022 [Audited]
Gross segment revenue				
1 Infrastructure Projects	13467.78	28563.07	9782.00	69585.33
2 Energy Projects	4417.64	5945.50	4731.51	21811.69
3 Hi-Tech Manufacturing	1388.07	1863.21	1319.81	6264.19
4 Others	1171.19	1332.24	957.30	4154.03
Total	20444.68	37704.02	16790.62	101815.24
Less: Inter-segment revenue	232.99	264.80	182.76	814.83
Net segment revenue	20211.69	37439.22	16607.86	101000.41
Segment results				
1 Infrastructure Projects	678.57	2422.68	516.70	4956.38
2 Energy Projects	291.83	622.93	342.02	1690.76
3 Hi-Tech Manufacturing	150.31	380.41	197.41	1003.59
4 Others	187.97	213.03	119.43	552.46
Total	1308.68	3639.05	1175.56	8203.19
Less: Finance costs	504.50	440.76	474.65	1754.24
Add: Unallocable corporate income net of expenditure	463.16	625.43	625.91	3292.46
Profit before tax (before exceptional items)	1267.34	3823.72	1326.82	9741.41
Add/(Less): Exceptional items(net of tax)	-	-	-	267.29
Profit before tax	1267.34	3823.72	1326.82	10008.70
Segment assets				
1 Infrastructure Projects	77301.98		69813.97	78516.42
2 Energy Projects	17892.64		14934.38	17453.74
3 Hi-Tech Manufacturing	8278.63		8927.37	7700.68
4 Others	7224.70		6812.65	7225.62
Total segment assets	110697.95		100488.37	110896.46
Less: Inter-segment assets	961.70		1058.31	1004.30
Add: Unallocable corporate assets	58708.75		57409.55	58610.12
Total assets	168445.00		156839.61	168502.28
Segment liabilities				
1 Infrastructure Projects	53149.57		45141.86	56504.01
2 Energy Projects	14188.32		15008.32	13947.73
3 Hi-Tech Manufacturing	5014.49		4862.14	5046.58
4 Others	3771.54		3793.43	3989.02
Total segment liabilities	76123.92		68805.75	79487.34
Less: Inter-segment liabilities	961.70		1058.31	1004.30
Add: Unallocable corporate liabilities	25649.82		26188.04	22905.19
Total liabilities	100812.04		93935.48	101388.23

Notes:

- (I) The Company has reported segment information as per Ind AS 108 "Operating Segments". The identification of operating segments is consistent with performance assessment and resource allocation by the management.
- (II) Effective from April 1, 2022, the operating segments have been reorganised by the Company's Corporate Executive Management to reflect business portfolio as per the Strategic Plan – Lakshya 2026 where the Company will focus on Projects and Hi-Tech Manufacturing businesses.

The changes in segment composition are summarised as follows:

- a) Hydrocarbon and Power business primarily involved in EPC/turnkey solutions in Energy sector reorganised as "Energy Projects" segment to reflect the Company's entry into Green Energy space and integrated pursuit of opportunities in a rapidly transforming Energy sector.
- b) Heavy Engineering and Defence Engineering business, engaged in manufacturing of complex equipment reorganised as "Hi-Tech Manufacturing" segment to leverage the extensive engineering, manufacturing and fabrication expertise across the various customer segments.

Revised segment composition: **Infrastructure Projects segment** comprises engineering and construction of (a) building and factories, (b) transportation infrastructure, (c) heavy civil infrastructure, (d) power transmission & distribution, (e) water & effluent treatment and (f) minerals and metals. **Energy Projects segment** comprises EPC/turnkey solutions in (a) Hydrocarbon business covering Oil & Gas industry from front-end design through detailed engineering, modular fabrication, procurement, project management, construction, installation and commissioning and (b) Power business covering Coal-based and Gas-based thermal power plants including power generation equipment with associated systems and/or balance-of-plant packages and (c) EPC solutions in Green Energy space. **Hi-Tech Manufacturing segment** comprises (a) design, manufacture and supply of (i) custom designed, engineered critical equipment & systems to core sector industries like Fertiliser, Refinery, Petrochemical, Chemical, Oil & Gas and Thermal & Nuclear Power (ii) equipment, systems and platforms for Defence and Aerospace sectors and (b) design, construction and repair/refit of defence vessels. **Others segment** includes (a) realty, (b) smart world & communication projects (including military communications), (c) marketing and servicing of construction equipment & mining machinery and parts thereof, (d) manufacture and sale of rubber processing machinery and (e) E-commerce/digital platforms & data centres.

- (III) Unallocable corporate income primarily includes interest income, dividends and investment related gains. Unallocable expenditure mainly includes corporate expenses not allocated to segments. Unallocable corporate assets mainly comprise investments. Corporate liabilities mainly comprise borrowings.
- (IV) In respect of most of the segments of the Company, revenue and margins do not accrue uniformly during the year.
- (V) Figures for the quarter ended March 31, 2022 represent the difference between audited figures for the financial year and the limited reviewed figures for the nine months period ended December 31, 2021.
- (VI) Figures for the previous periods have been regrouped/reclassified to conform to the classification of the current period.

for LARSEN & TOUBRO LIMITED



 S. N. SUBRAHMANYAN
 Chief Executive Officer & Managing Director

 Mumbai
 July 26, 2022

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM
STANDALONE 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"), which includes 31 joint operations consolidated on a proportionate basis for the quarter ended June 30, 2022 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's 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 and in compliance with Regulation 33, Regulation 52 and Regulation 54 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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 ("ICAI"). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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We have also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the interim financial information of the joint operations listed in Attachment A.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors as referred in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33, Regulation 52 and Regulation 54 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We did not review the interim financial information of 7 joint operations included in the Statement whose financial information reflects total revenues of ₹673.80 crore, total loss after tax (net) of ₹24.51 crore, and total comprehensive loss (net) of ₹24.51 crore for the quarter ended June 30, 2022, as considered in this Statement. The interim financial information of joint operations has been reviewed by the other auditors whose reports have been furnished to us by the Management of the Company, and our conclusion 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 other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

7. We did not review the interim financial information of 23 joint operations included in the Statement whose financial information reflects total revenues of ₹117.41 crore, total profit after tax (net) of ₹2.07 crore and total comprehensive income (net) of ₹2.07 crore for the quarter ended June 30, 2022, as considered in this Statement. The interim financial information of these joint operations has not been reviewed by their auditors whose financial information have been furnished to us by the Management of the Company, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these joint operations, is based solely on

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such interim financial information certified by the Management of the Company. According to the information and explanations given to us by the Management, the interim financial information of these entities is not material to the Company.

Our conclusion on the Statement is not modified in respect of our reliance on the interim financial information certified by the Management.

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



Sanjiv V. Pilgaonkar
(Partner)
(Membership No. 039826)
UDIN: 22039826ANPSEF1456

Place: Mumbai
Date: July 26, 2022

Attachment A: List of Joint Operations

Sr. No.	Name of Joint Operations
1	Desbuild L&T Joint Venture
2	Larsen and Toubro Limited-Shapoorji Pallonji & Co. Ltd. Joint Venture
3	Al Balagh Trading & Contracting Co W.L.L- L&T Joint Venture
4	L&T - AM Tapovan Joint Venture
5	HCC - L&T Purulia Joint Venture
6	International Metro Civil Contractors Joint Venture
7	Metro Tunneling Group
8	L&T - Hochtief Seabird Joint Venture
9	Metro Tunneling Chennai-L&T Shanghai Urban Construction (Group) Corporation Joint Venture
10	Metro Tunneling Delhi- L&T Shanghai Urban Construction (Group) Corporation Joint Venture
11	L&T-Shanghai Urban Construction (Group) Corporation Joint Venture CC27 Delhi
12	Aktor- Larsen & Toubro-Yapi Merkezi-STFA-Al Jaber Engineering Joint Venture
13	Civil Works Joint Venture
14	L&T-Shanghai Urban Construction (Group) Corporation Joint Venture
15	DAEWOO and L&T Joint Venture
16	L&T – STEC JV MUMBAI
17	L&T-AL-Sraiya LRDP 6 Joint Venture
18	Larsen & Toubro Limited & NCC Limited Joint Venture
19	Besix - Larsen & Toubro Joint Venture
20	Larsen and Toubro Limited-Scomi Engineering BHD Consortium-Residual Joint Works Joint Venture
21	Larsen and Toubro Limited-Scomi Engineering BHD Consortium-O&M Joint Venture
22	L&T-Delma Mafraq Joint Venture
23	Larsen & Toubro Ltd - Passavant Energy & Environment JV
24	L&T-Shriram EPC Tanzania UJV
25	L&T- ISDPL (JV)
26	L&T-IHI Consortium
27	L&T- Inabensa Consortium
28	LTH Milcom Private Limited
29	L&T-Tecton JV
30	L&T-Power China JV
31	L&T-PCIPL JV

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