



**Lakshmi Precision Screws Ltd.**

Plant II, Opp. Northern Bye-Pass, Hissar Road,  
Rohtak-124001, Haryana (India)  
Tel. : +91-1262-248288-89 / 249920-21  
Fax : +91-1262-249922 / 248297  
Email : mktg@lpsindia.com / purchase@lpsindia.com  
Website : www.lpsindia.com

LPS/CSO/2016/

November 21, 2016

**Bombay Stock Exchange Limited**  
Listing Department,  
1st Floor, New Trading Ring,  
Rotunda Building,  
Phiroze JeeJeeBhoy Towers,  
Dalal Street, Fort  
Mumbai – 400 001.

**The National Stock Exchange**  
of India Limited  
Exchange Plaza,  
Bandra –Kurla Complex,  
Bandra – East  
Mumbai – 400 051

Company Code: 506079

LAKPRE

Sub. : **Outcome of the 299<sup>th</sup> (Adjourned) Board Meeting held on 21.11.2016.**

Dear Sir,

Pursuant to Regulation 30 of the SEBI (LODR) Regulations, 2015, we are pleased to inform the outcome of the adjourned Meeting of the Board of Directors of the Company held on 21st November, 2016 (originally held on 14th November, 2016), the meeting was started at 2:30 p.m. and concluded at 6:50 p.m., approved the Un-audited Financial Results for the Quarter /Half year ended on September 30, 2016 (copy enclosed).

You are requested to take the above information in your record and oblige us.

Thanking you,

Yours sincerely,  
for **Lakshmi Precision Screws Ltd.**

  
**Santosh Kumar Sharma**  
Company Secretary  
FCS-6817



## V.R. BANSAL & ASSOCIATES

Chartered Accountants

D-94, 9th Floor, Himalaya House, 23, K. G. Marg,  
New Delhi-110001 • Tel.: 23316181, 23316191  
Mob.: 9810052850, 9810186101 • Website : www.cavrb.com

### Limited Review Report

To Board of Directors of  
Lakshmi Precision Screws Limited  
46/1, Mile Stone, Hisar Road  
Rohtak-124001

1. We have reviewed the accompanying Statement of Unaudited Financial Results of Lakshmi Precision Screws Limited ('the Company') for the quarter ended September 30<sup>th</sup>, 2016 and period to date from April 01, 2016 to September 30, 2016 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report 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. 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 an analytical procedure 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.
4. (A) *We are unable to observe physical inventories of Finished Goods, Semi-Finished Goods, Stock in Trade (Traded goods) and Consumables Stores and Spares due to the size and nature of inventories and we are also unable to satisfy ourselves by alternative means concerning the inventories held at 30<sup>th</sup> Sept., 2016. The entity has not carried any physical verification in respect of Inventories comprising of Semi Finished Goods, Finished Goods, Stock- in- Trade (Traded goods), Consumables Stores and Spares. The physical verification of aforesaid, when conducted may have a material impact on the financial statements.*  
  
(B) *The Company had capitalized inventory of dies and tools having a value of Rs. 60,64,97,351/- as on 1<sup>st</sup> January, 2016. However no physical verification has been conducted in respect of dies and tools so capitalized. Adjustments, if any, are not ascertainable and will be provided after physical verification of dies and tools.*



- (C) Certain advances for materials, services and capital goods aggregating to Rs. 12,17,14,126/- were outstanding as on 30/09/2016. The confirmations from parties to whom these advances are given has not been made available. Out of such advances, provision for doubtful advances should be recognized in respect of advances, outstanding for a period of three years or more where no movement has taken place and no confirmations are available. Adjustments, if any, are not ascertainable and will be provided on identification of such parties.
- (D) Balances under Sundry Debtors and Sundry Creditors, loans and advances given by the Company and parties from whom unsecured loans have been taken are subject to confirmations and adjustments, if any, required upon such confirmations are not ascertainable and hence not provided for.
- (E) In respect of loans and advances of Rs. 1,01,96,685/- given to Lakshmi Extrusions Limited, it is observed that the said party is not making any repayment and the said loan is outstanding for more than three years. In our opinion the same should be classified as doubtful advance and provision should be recognized in accounts. To that extent, the loss for the period is understated.
- (F) The Company has capitalized Borrowing Costs amounting to Rs.1,77,65,062/- for the period ended 30<sup>th</sup> Sept., 2016 in respect of capital work in progress at IMT, Rohtak. However the same is not in compliance with Accounting Standard-16 "Accounting for Borrowing Costs". Since no substantial development activity has been carried out at IMT, Rohtak, borrowing costs of Rs. 1,77,65,062/- should be charged to the Statement of Profit and Loss and to that extent the loss for the period is understated.
- (G) A fraud of Rs. 1,60,59,342/- was reported during the Financial Year 2005-06 incurred by an ex-employee of the Company which is under litigation and pending before the Hon'ble Delhi High Court. In our opinion, provision for doubtful debt should be recognized for the same and to that extent the loss for the period is understated.
- (H) The Company is in violation of Section 73 of Companies Act, 2013 read together with Companies (Acceptance of Deposits) Rules, 2014, as it has taken advances from customers amounting to Rs. 2,28,17,106/- having balance outstanding for more than 365 days. In terms of Rule 2(1)(xii)(a) of Companies (Accounts) Rules, 2014 such advances are liable to be treated as deposits. Also, the Company had accepted deposits of Rs. 7,05,00,000/- prior to 01.04.2014 in violation of Section 76 of the Companies Act, 2013 read together with Companies (Acceptance of Deposits) Rules, 2014, and having balance of Rs. 4,40,80,002/- as on 30.09.2016. The Company has filed a petition before Hon'ble Company Law Board seeking extension of time for repayment of deposits. The Hon'ble Company Law Board vide Orders dated 16.07.2015 extended the time for repayment of public deposits. But the Company failed to comply with the said order. On a petition filed by the depositors before the Hon'ble Company Law Board, the Company Law Board passed another order dated 18.04.2016 for further extension of time for repayment of deposits, which the Company again failed to comply with as on date.



- (I) The Company has taken unsecured loans from Companies amounting to Rs.7,05,55,000/- which are outstanding as at the end of the quarter and the same has been shown under short term borrowings in the Balance Sheet. However, loan agreements in respect of these loans have not been furnished and in absence of the same, the terms of repayment, chargeability of interest and other terms are not verifiable and have not been furnished.
- (J) As per the accounting policy of the Company, the Company is valuing its inventories at lower of cost and net realizable value. As explained to us, since exact cost is not ascertainable, the same is arrived at list price less 57% in case of finished goods and at list price less 66% in case of semi-finished goods and special items have been valued at 31% less in case of semi-finished goods and 22% less in the case of finished goods of the selling price. Since proper cost records are not maintained, exact cost is not ascertainable, and therefore the impact if any, on account of valuation of inventories on basis of actual cost is not quantifiable and provided for.
- (K) The Company has not disclosed the impact of qualifications reported in our earlier years/periods reports as required under para (IV)(c) of Clause 41 of the listing agreement.
5. Based on our review conducted as above and subject to our observations in Para 4 above and consequential effect on the loss for the quarter and the period ending 30<sup>th</sup> September, 2016, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the applicable Indian Accounting Standards i.e 'Ind AS' prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI 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.

Place: Delhi  
Date: 21.11. 2016



For V. R. Bansal & Associates  
Chartered Accountants  
ICAI Firm Registration Number: 016534N

*(Signature)*  
V.P. Bansal  
Partner  
Membership No.: 008843



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**LAKSHMI PRECISION SCREWS LIMITED**  
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Email : complianceofficer@lpsindia.com, website : www.lpsindia.com  
CIN : L35999HR1968PLC004977

**Statement of Un-audited (Standalone) Financial Results  
for the Quarter/ Half Year Ended 30th September, 2016**

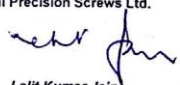
PART-I		(Rs. In Lacs.)					
S. No.	Particulars	Standalone					
		Quarter Ended		Half Year Ended		Year Ended	
		30.09.2016	30.06.2016	30.09.2015	30.09.2016		30.09.2015
Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited		
1	Income from operations						
	(a) Net sales/ income from operations (inclusive of excise duty)	6195.18	7669.18	10192.49	13864.36	18952.05	34057.15
	(b) Other operating income	14.67	12.39	17.63	27.06	35.40	63.94
	<b>Total Income from operations (net) (a+b)</b>	<b>6209.85</b>	<b>7681.57</b>	<b>10210.12</b>	<b>13891.42</b>	<b>18987.45</b>	<b>34121.09</b>
2	Expenses						
	a. Cost of materials consumed	2081.52	2330.93	2950.89	4412.45	5635.82	10543.71
	b. Purchases of stock-in-trade	0.00	347.63	1375.82	347.63	1907.16	3244.00
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	179.69	309.51	(539.48)	489.20	(596.11)	309.03
	d. Employee benefits expense	1890.71	1839.20	1734.29	3729.91	3602.12	7096.87
	e. Excise duty	575.11	906.28	891.40	1481.39	1689.35	3129.37
	f. Depreciation and amortisation expense	636.74	646.41	297.64	1283.15	574.20	1522.51
	g. Other expenses	1427.04	1508.37	2293.93	2935.41	4327.31	7976.42
	<b>Total Expenses (a+b+c+d+e+f+g)</b>	<b>6790.81</b>	<b>7888.33</b>	<b>9004.48</b>	<b>14679.14</b>	<b>17139.85</b>	<b>33821.89</b>
3	Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	(580.96)	(206.75)	1205.64	(787.72)	1847.61	299.20
4	Other income	55.92	33.57	52.35	89.49	227.35	389.50
5	Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)	(525.05)	(173.18)	1257.99	(698.23)	2074.95	688.70
6	Finance costs	1054.99	896.80	1023.20	1951.79	2056.01	3799.55
7	Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(1580.04)	(1069.98)	234.79	(2650.02)	18.94	(3110.85)
8	Exceptional items	0.00	0.00	0.00	0.00	0.00	2459.55
9	Profit/(Loss) from ordinary activities before tax (7+8)	(1580.04)	(1069.98)	234.79	(2650.02)	18.94	(651.30)
10	Prior period items	(92.61)	0.00	0.00	(92.61)	0.00	(55.45)
11	Profit/(Loss) from ordinary activities before tax (9+10)	(1672.65)	(1069.98)	234.79	(2742.63)	18.94	(706.74)
12	Tax Expense	0.00	0.00	0.00	0.00	0.00	250.00
13	Net Profit/(Loss) from ordinary activities after tax (11-12)	(1672.65)	(1069.98)	234.79	(2742.63)	18.94	(956.74)
14	Extraordinary items (net of tax expense)	0.00	0.00	0.00	0.00	0.00	0.00
15	Net Profit/(Loss) for the period (13-14)	(1672.65)	(1069.98)	234.79	(2742.63)	18.94	(956.74)
16	Paid-up equity share capital (Face value of Rs 10/- per share)	1094.17	1094.17	1094.17	1094.17	1094.17	1094.17
17	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	-	-	-	5339.47
18.i	Earnings Per Share (before extraordinary items) (not annualised) (Rs.)						
	(a) Basic	(15.29)	(9.78)	2.15	(25.07)	0.17	(8.74)
	(b) Diluted	(15.29)	(9.78)	2.15	(25.07)	0.17	(8.74)
18.ii	Earnings Per Share (after extraordinary items) (not annualised) (Rs.)						
	(a) Basic	(15.29)	(9.78)	2.15	(25.07)	0.17	(8.74)
	(b) Diluted	(15.29)	(9.78)	2.15	(25.07)	0.17	(8.74)
PART-II		Select information for the half year ended 30th September, 2016					
A		PARTICULARS OF SHAREHOLDING					
1	Public shareholding:						
	No. of shares	4030647	4030647	4030647	4030647	4030647	4030647
	Percentage of shareholding	36.84	36.84	36.84	36.84	36.84	36.84
2	Promoters and Promoter Group Shareholding						
	a) Pledged/ Encumbered						
	- Number of shares	NIL	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total share capital of the Company)	NIL	NIL	NIL	NIL	NIL	NIL
	b) Non-encumbered						
	- Number of shares	6911020	6911020	6911020	6911020	6911020	6911020
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the Company)	63.16	63.16	63.16	63.16	63.16	63.16
B		INVESTOR COMPLAINTS					
	Pending at the beginning of the quarter	3 Months ended 30th September, 2016					
	Received during the quarter	NIL					
	Disposed off during the quarter	NIL					
	Remaining unresolved at the end of the quarter	NIL					

Registered Office : 46/1 Mile Stone, Hissar Road, Rohtak-124001, Haryana (India)  
Corporate Identity Number : L35999HR1968PLC004977



### Lakshmi Precision Screws Ltd.

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Statement of Assets and Liabilities		(Rs. In Lacs.)		
		Half Year Ended		Year Ended
		30.09.2016	30.09.2015	31.03.2016
		Unaudited	Unaudited	Audited
<b>A</b>	<b>EQUITY AND LIABILITIES</b>			
1	Shareholders' Funds:			
	(a) Share Capital	1094.17	1094.17	1094.17
	(b) Reserves and Surplus	2596.84	6316.24	5339.47
	Sub-total - Shareholders' funds	3691.01	7410.41	6433.64
2	Non-current liabilities			
	(a) Long-term borrowings	6470.05	8017.70	7763.17
	(b) Other long-term liabilities	123.95	113.04	119.05
	(c) Long-term provisions	3334.42	3154.63	3071.18
	Sub-total - Non-current liabilities	9928.42	11285.37	10953.40
3	Current liabilities			
	(a) Short-term borrowings	14709.29	17247.99	14731.96
	(b) Trade payables	6016.70	7472.35	7329.82
	(c) Other current liabilities	10469.91	8262.46	8736.43
	(d) Short-term provisions	218.58	197.25	516.42
	Sub-total - Current liabilities	31414.48	33180.04	31314.63
	TOTAL - EQUITY AND LIABILITIES	45033.91	51875.82	48701.67
<b>B</b>	<b>ASSETS</b>			
1	Non-current assets			
	(a) Fixed Assets	15788.27	10931.06	16771.18
	(b) Non-current investments	173.69	427.37	192.16
	(c) Long-term loans and advances	561.29	710.14	586.21
	(d) Other non-current assets	6.64	0.00	7.97
	Sub-total - Non-current assets	16529.89	12068.56	17557.52
2	Current assets			
	(a) Inventories	19176.84	27889.14	20058.01
	(b) Trade receivables	6636.09	8504.32	7419.71
	(c) Cash and cash equivalents	436.92	1031.66	1049.00
	(d) Short-term loans and advances	1905.03	1805.74	2169.38
	(e) Other current assets	349.14	576.40	448.04
	Sub-total - Current assets	28504.02	39807.26	31144.15
	TOTAL - ASSETS	45033.91	51875.82	48701.67
<b>Notes:</b>				
1 The above results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meetings held on November 21, 2016. The Statutory Auditors of the Company have carried out a limited review of the same.				
2 The Company operates only in one segment viz. Fasteners.				
3 The Company has not recognized deferred tax assets amounting to Rs.2536.42 lacs. In respect of timing differences capable of reversal in future periods in absence of virtual certainty that sufficient taxable income will be available for set-off of deferred tax assets.				
4 Prior period items related to expenses debited to statement of accounts pertaining to earlier years.				
5 Action on earlier Audit Reports is in progress.				
6 Figures for the previous periods have been regrouped and reclassified to confirm the classification of the current period, wherever considered necessary.				
7 The figures have been rounded off to the nearest lakh of rupees upto two decimal places.				
Place: Rohtak Date : 21.11.2016		By order of the Board for Lakshmi Precision Screws Ltd.   <b>Lalit Kumar Jain</b> Chairman & Managing Director DIN:00061293		