

**Lokesh
Machines Limited**



Regd. Office :
**B-29, EEIE Stage II, Balanagar,
Hyderabad - 500 037. T.S. INDIA.**
Phones : +91-40-23079310, 11, 12, 13
Fax : +91-40-23078274
e-mail : info@lokeshmachines.com
URL : www.lokeshmachines.com
CIN : L29219TG1983PLC004319

December 13, 2017

TO

National Stock Exchange of India Ltd. Exchange Plaza, C-1, Block G, Bandra- Kurla Complex, Bandra (E), Mumbai- 400051	Bombay Stock Exchange Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400001
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Sub: Outcome of Board meeting held on December 13, 2017 and submission of Un-audited financial results for the quarter and Half-year ended 30th September, 2017

Dear Sir/Madam,

With reference to the Board Meeting held on today i.e. on December 13, 2017 we hereby inform you that the Board of Directors of the Company has transacted the following business:

Considered and approved the Un-audited financial results of the Company for the 2nd quarter and Half-year ended 30th September, 2017 along with Limited Review Report thereon.

Appointment of Mr. Matru Prasad Mishra as Whole time Company Secretary and Compliance Officer under the Companies Act, 2013 and the SEBI (LODR), 2013 with effect from 14th December, 2017

The meeting commenced at 11.30 A.M and concluded at 04.10 P.M

Thanking You,

Yours Faithfully

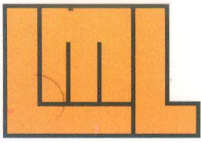
For Lokesh Machines Limited

M. Lokeswara Rao



M. Lokeswara Rao

Managing Director



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Dated: 13th December, 2017

**To
The Asst. Gen. Manager
The Department of Corporate Services – CRD
The Stock Exchange, Mumbai
1st Floor, Rotunda Building,
B.S Marg, Fort, P.J. Tower
Dalal Street, Mumbai- 400001**

**To
General Manager
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
Bandra – Kurla Complex, Bandra(E)
Mumbai- 400051**

Sub: Appointment of Company Secretary cum Compliance Officer of the Company as per Regulation 6(1) of the SEBI (LODR) Regulations, 2015

Dear Sir/Madam,

With reference to the above subject cited above and letter under reference in terms of the provision under Regulation 6(1) of the SEBI(LODR), 2015, We would like to inform you that the Company has appointed Mr. Matru Prasad Mishra as the Company Secretary cum Compliance officer with effect from 14th December, 2017.

We hereby submit necessary details of the new Compliance officer as under:

Name : Mr. Matru Prasad Mishra
Designation : Company Secretary cum Compliance Officer
Registered Office Address : B-29, EEIE STAGE II, Balanagar, Hyderabad- 500037
Phone : 040- 23079310
Email : Cosecy@lokeshmachines.com

You are requested to please take on record the above said information.

Thanking You,

For Lokesh Machines Limited


M. Lokeswara Rao
Managing Director





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Brief Profile of Company Secretary and Compliance Officer

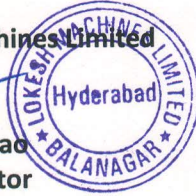
Pursuant to the recommendation of the Nomination and Remuneration Committee Mr. Matru Prasad Mishra , a qualified Company Secretary, has been appointed as the Company Secretary, with effect from 14th Dcember, 2017 as informed in the outcome of Board Meeting dated 13th December, 2017

Mr. Matru Prasad Mishra, will also be the Compliance Officer for the purpose of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and under the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015

For Lokesh Machines Limited

M. Lokeswara Rao

M. Lokeswara Rao
Managing Director





Review Report

To the Board of Directors of Lokesh Machines Limited,

1. We have reviewed the accompanying statement of unaudited financial results of Lokesh Machines Limited., ("the Company") for the Quarter ended 30th September,2017 (the "statement") being submitted by the Company pursuant to the requirements of regulation 33 of SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015 read SEBI Circular No. CIR /CFD/FAC/62/2016 dated July 5, 2016.

This statement is the responsibility of companies Management and has been approved by the Board of Directors, has 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 issue a report on these financial statements based on our review.

2. We conducted our review in accordance with Standard on Review Engagement (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 financial statements are free of material misstatements. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. The figures for the quarter ended 30th June 2017 and quarter and half year ended 30th September 2016 included in this statement under report were reviewed/audited by another firm of chartered accountants, who were the immediate preceding statutory auditors, who expressed an unmodified conclusion/opinion thereon.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited standalone financial results prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards (Ind AS') specified under section 133 of the Companies Act,2013 read with relevant rules issued thereunder and other recognised accounting principles 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 Circulars No. CIR/CFD/FAC/62/2016 dated 5th July 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For K.S.RAO & CO.,
Chartered Accountants
Firm's Regn. No. 003109S



N. Prasad
(Naga Prasad Muvva)
Partner

Membership No. 231388

Place : Hyderabad
Date : 13.12.2017

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2017

(Amount In Lakhs.)

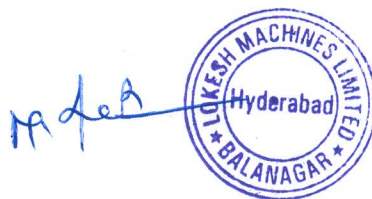
Particulars	For the Quarter Ended			For Half year ended	
	30-Sep-17	30-Jun-17	30-Sep-16	30-Sep-17	30-Sep-16
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
I Revenue from operations *	3,934.57	4,630.59	4,141.89	8,565.15	7,625.27
II Other income	20.61	4.68	6.50	25.29	10.27
III Total Revenue(I+II)	3,955.18	4,635.27	4,148.39	8,590.45	7,635.54
IV Expenses					
Cost of materials consumed	2,040.91	1,877.66	1,601.98	3,918.57	2,624.56
Purchase of stock in trade	-	-	-	-	-
Change in inventories of finished goods, stock in trade and work in progress	0.15	2.97	(3.26)	3.12	1.65
Employee benefit Expenses	719.99	721.54	631.52	1,441.53	1,260.66
Finance costs	341.43	382.64	413.28	724.07	844.44
Depreciation and amortisation expenses	195.57	198.09	202.11	393.66	402.18
Other expenses *	512.69	1,410.35	1,226.85	1,923.04	2,404.26
Total Expenses(IV)	3,810.74	4,593.25	4,072.48	8,403.99	7,537.74
V Profit before tax	144.44	42.02	75.91	186.46	97.80
VI Tax expense:					
Current tax	49.37	12.97	25.04	62.35	33.20
Deferred tax	-	-	-	-	-
VII Profit for the period (VII-VIII)	95.07	29.05	50.86	124.11	64.60
VIII OTHER COMPREHENSIVE INCOME					
A-(i) Items that will be reclassified to the profit or loss	-	-	-	-	-
(ii) Income tax on items that will be reclassified to the profit or loss	-	-	-	-	-
B-(i) Items that will not be reclassified to the profit or loss					
a) Remeasurement of Defined employee benefit plans	-	-	-	-	-
(ii) Income tax on items that will not be reclassified to the profit or loss	-	-	-	-	-
Total Other Comprehensive Income (net of taxes)	-	-	-	-	-
Total Comprehensive Income for The Period	95.07	29.05	50.86	124.11	64.60
IX Earnings per Equity share-Basic and diluted (Not Annualised)	0.56	0.17	0.31	0.73	0.39
Weighted average number of equity shares (In no's)	17,032,800	17,032,800	16,636,078	17,032,800	16,636,078

Notes:

*1. For the quarter ended September 30, 2017, income from operations are disclosed net of Goods and Service Tax amounting to Rs. 782.00 lacs. In case of remaining periods, income from operations are disclosed inclusive of excise duty and the same has included in other expenses also. Revenue from the operations (net), for the current quarter/half year are not comparable with previous periods to this extent.

2.The company has presented for the first time, its financial results under Indian accounting standards ("Ind AS") from April 1, 2017 and accordingly these 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. Financial results for the comparative period have also been presented in accordance with the recognition and measurement principles of Ind AS-34

3. Reconciliation of Net profit between the financial results as previously reported (referred to as "Previous GAAP") and Ind AS for the period ended 30th September, 2016 are as under:



(Amount In Lakhs.)

Nature of Adjustments	Note no	For the Quarter ended 30.09.2016	For the half year ended 30.09.2016
<u>AS per the Previous GAAP</u>		52.26	67.40
Adjustment for upfront fees paid on term loans	a	(0.53)	(1.09)
Depreciation	a	0.10	0.19
Amortisation of lease rental on land	b	(0.97)	(1.90)
<u>AS per Ind AS</u>		50.86	64.60

a. Upfront fee paid on loan

Under previous GAAP, some of the upfront fees paid for availing long term loans were charged as expense and some were capitalised.

Under Ind AS, upfront fees paid on long term loans are adjusted with the loan amount and measured at amortised cost using effective interest rate. Some of the upfront fees which were capitalised were reversed from Property, Plant and Equipment and thereby the depreciation charged on upfront fees is also reversed back during the quarter ending September 30, 2016.

b. Amortisation of lease rental on land



Under Previous GAAP leasehold lands were recognised as assets under PPE.

As per Ind AS 17, the company has treated leasehold lands as operating leases and premium paid is considered as pre-paid lease rentals.

4. The above unaudited financial results have been reviewed by the audit committee and approved by the board at their meeting held on 13th December 2017. The statutory auditors of the company have carried out limited review of the results for the quarter ended September 30, 2017.

Place : Hyderabad

Date : 13.12.2017

For and on behalf of Board of Directors

M. LOKESWARA RAO
Managing Director


Lokesh Machines Limited
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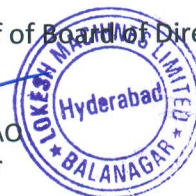
Statement of Assets and Liabilities

Particulars	Amount in Lakhs
	As at September 30,
ASSETS	
Non-current assets	
(a) Property, Plant and Equipment	8,208.82
(b) Capital work-in-progress	4,116.52
(c) Intangible Assets	17.24
(d) Financial Assets	-
(i) Investments	567.50
(ii) Trade receivables	694.69
(ii) Other financial assets	201.57
(e) Other Non-Current Assets	1,021.63
	14,828.00
Current assets	
(a) Inventories	9,560.73
(b) Financial Assets	-
(i) Trade receivables	2,628.79
(ii) Cash and cash equivalents	311.57
(iii) Bank balances other than (ii)	-
(iv) Others financial assets	28.56
(d) Current tax assets (net)	-
(e) Other current assets	1,782.02
	14,312.00
Total Assets	29,140.00
EQUITY AND LIABILITIES	
Equity	
(a) Equity Share capital	1,703.28
(b) Other Equity	11,426.63
	13,130.00
Money received against share warrants	375.92
Liabilities	-
Non - current liabilities	-
(a) Financial liabilities	-
(i) Borrowings	1,671.84
(b) Deferred tax liabilities	863.31
(c) Other Non-current liabilities	398.84
(d) Provisions	266.73
	3,200.72
Current liabilities	
(a) Financial Liabilities	
(i) Borrowings	6,549.59
(ii) Trade payables	2,654.83
(iii) Other financial liabilities	1,130.72
(b) Other current liabilities	2,097.96
(d) Provisions	-
	12,433.00
Contingent Liabilities and Commitments	
Total Equity and Liabilities	29,140.00

NOTES TO THE FINANCIAL STATEMENTS

For and on behalf of Board of Directors

M. Lokeshwar Rao
 Managing Director



Place : Secunderabad
 Date : 13.12.2017

Lokesh Machines Limited

CIN No.:- L29219TG1983PLC004319

Regd. office : B-29 EEIE STAGE, 2, BALANAGAR HYDERABAD TG - 500037

**SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER AND HALF YEAR END
SEPTEMBER 2017**

(Amount In Lakhs.)

Particulars	For the Quarter Ended			For Half year ended	
	30-Sep-17	30-Jun-17	30-Sep-16	30-Sep-17	30-Sep-16
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1 Segment Revenue					
a) Machinery Division	2,566.74	2,657.40	2,640.78	5,252.76	4,334.08
b) Components Division	1,367.83	1,973.19	1,501.11	3,312.39	3,291.19
c) Unallocated					
TOTAL	3,934.57	4,630.59	4,141.89	8,565.15	7,625.27
Less : Inter Segment Revenue	-	-	-	-	-
Net Revenue from Operations	3,934.57	4,630.59	4,141.89	8,565.15	7,625.27
2 Segment Results:					
Profit before Interest & Tax					
a) Machinery Division	537.60	360.34	599.70	897.50	959.77
b) Components Division	139.67	204.82	13.31	344.93	233.95
c) Unallocated	-	-	-	-	-
TOTAL	677.27	565.16	613.01	1,242.43	1,193.72
Less: Interest	341.43	382.64	413.28	724.07	844.44
Other unallocable Expenses net of Inc	191.40	140.50	123.82	331.90	251.48
TOTAL PROFIT BEFORE TAX	144.44	42.02	75.91	186.46	97.80
3 Segment Assets					
a) Machinery Division	19,970.47	20,147.62	19,362.34	19,970.47	19,362.34
b) Components Division	9,169.53	9,472.71	10,077.59	9,169.53	10,077.59
c) Unallocated	-	-	-	-	-
TOTAL	29,140.00	29,620.33	29,439.93	29,140.00	29,439.93
4 Segment Liabilities					
a) Machinery Division	10,742.03	11,561.45	10,332.99	10,742.03	10,332.99
b) Components Division	4,891.97	5,430.39	6,156.08	4,891.97	6,156.08
c) Unallocated	-	-	-	-	-
TOTAL	15,634.00	16,991.84	16,489.07	15,634.00	16,489.07
5 Capital Employed					
a) Machinery Division	9,228.44	8,586.17	9,029.36	9,228.44	9,029.36
b) Components Division	4,277.56	4,042.32	3,921.51	4,277.56	3,921.51
c) Unallocated					
TOTAL	13,506.00	12,628.49	12,950.87	13,506.00	12,950.87

