

**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

13-09-2017

To, Bombay Stock Exchange Limited Corporate Services Floor 25, P.J Towers, Dalal Street, Mumbai, Pin: 400001 Security Code :532740 Fax no. 022 -2272 2039/2037	To, National Stock Exchange of India Limited Listing Department Plot no. C/1, G Block ,Exchange Plaza, Bandra Kurla Complex, Bandra (E), Mumbai – 400 051 Company Code: LOKESHMACH
--	---

Dear Sir,

Sub: Outcome of Board Meeting

This is to inform you that the meeting of the Board of Directors of the Company In their just concluded meeting have considered and approved the following:

1. The Statement of Un-audited Financial Results for the quarter ended June 30, 2017 was approved. A copy of the Results is enclosed along with the Limited Review Report.

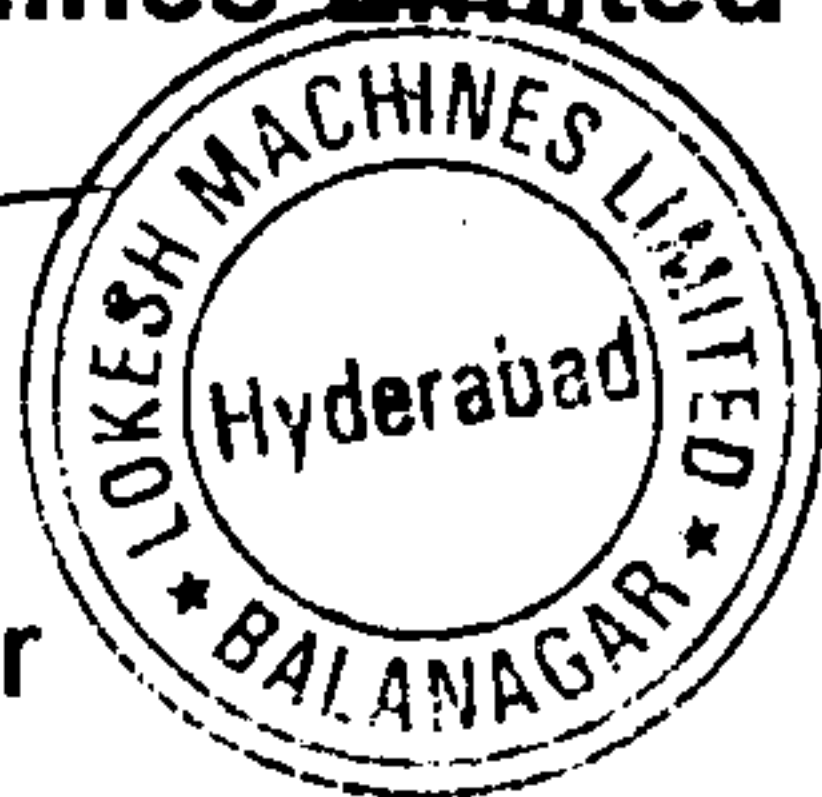
You are requested to take the same on record.

Thanking you,

Yours truly,

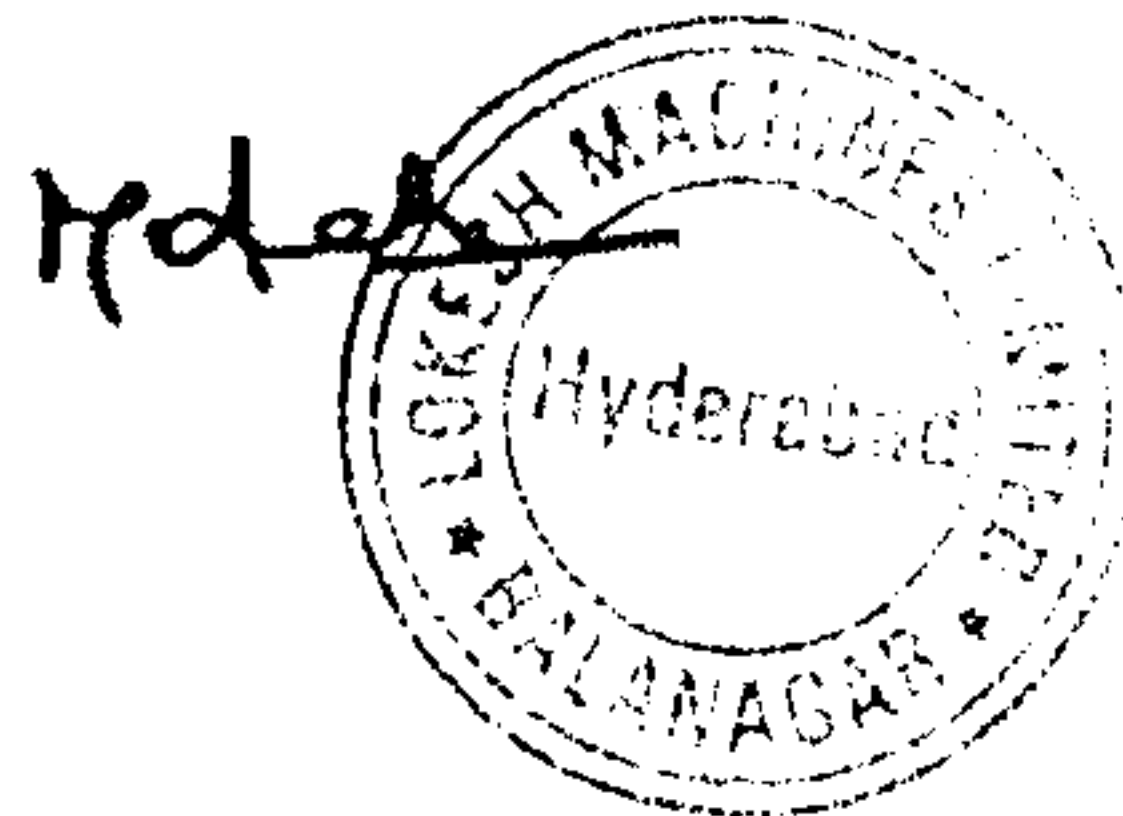
For **Lokesh Machines Limited**


M.Lokeswararao
Managing Director
Encl.: as above



Lokesh Machines Limited		
CIN No.:- L29219TG1983PLC004319		
Regd. office : B-29,EEIE,STAGE II, Balanagar, Hyderabad - 500037		
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2017		
(Amount In Lakhs.)		
Particulars	For the Quarter Ended	
	30-Jun-17	30-Jun-16
	Unaudited	Unaudited
I Revenue from operations	4,630.59	3,483.39
II Other income	4.68	3.77
III Total Revenue(I+II)	4,635.27	3,487.15
IV Expenses		
Cost of materials consumed	1,877.66	1,022.58
Purchase of stock In trade	-	-
Change in inventories of finished goods, stock in trade and work in progress	2.97	4.91
Employee benefit Expenses	721.54	629.14
Finance costs	382.64	431.16
Depreciation and amortisation expenses	198.09	200.07
Excise Duty	782.00	712.44
Other expenses	628.35	464.97
Total Expenses(IV)	4,593.25	3,465.26
V Profit before tax	42.02	21.89
VI Tax expense:		
Current tax	12.97	8.16
Deferred tax		
VII Profit for the period (VII-VIII)	29.05	13.74
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	29.05	13.74
IX Earnings per Equity share-Basic and diluted (Not Annualised)		
- Basic	0.17	0.09
- Diluted	0.16	0.08
Weighted average number of equity shares (In no's)	17,032,800	15,865,734

Notes:



1. 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 (Interim financial reporting).
2. Reconciliation of Net profit between the financial results as previously reported (referred to as "Previous GAAP") and Ind AS for the Quarter

Nature of Adjustments	Note No.	Amount
<u>AS per the Previous GAAP</u>		15.15
Adjustment for upfront fees paid on term loans	a	(0.6)
Depreciation	a	0.1
Amortisation of lease rental on land	b	(0.9)
<u>AS per Ind AS</u>		13.74

- a. Upfront fee paid on loan and depreciation

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 initially adjusted with the loan amount and subsequently 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 June 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.

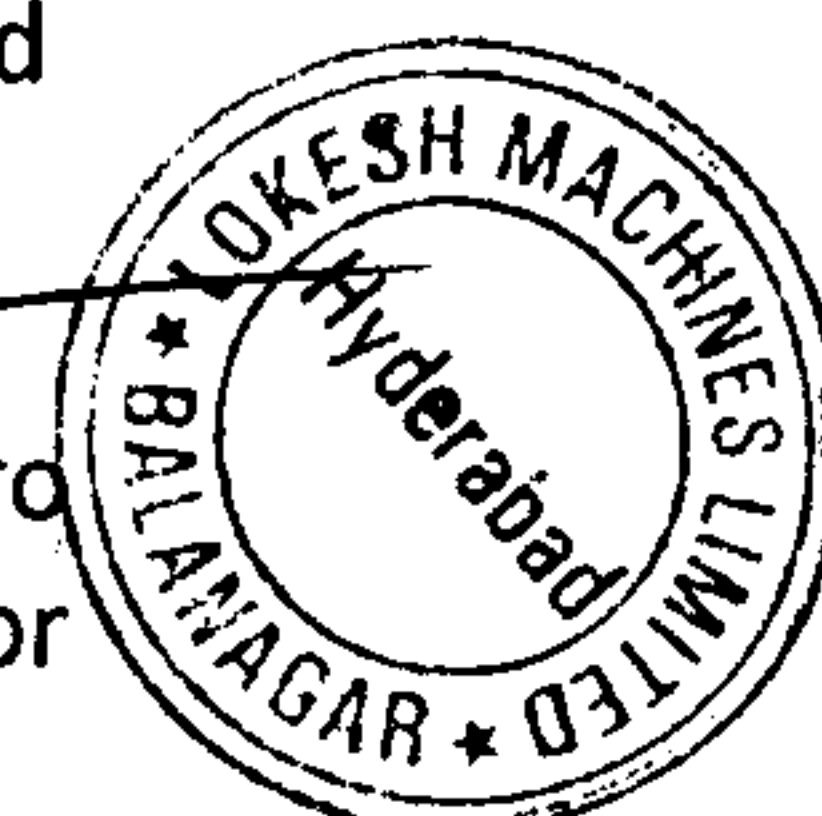
3. The above mentioned income from operations are disclosed at gross Value inclusive of excise duty.
4. '4. The above unaudited financial results have been reviewed by the audit committee and approved by the board at their meeting held on 13-09-2017 The statutory auditors of the company have carried out limited review of the results for the current quarter only. The results and other financials information for the quarter ended June 30, 2016 have not been subjected to limited review / audit. However, the management has exercised necessary due diligence to ensure that the standalone financial results provide a true and fair view of its affairs.

Place : Hyderabad

Date:13-09-2017

For Lokesh Machines Ltd

M. Lokeswararo
Managing Director



UNAUDITED SEGMENT-WISE REVENUE, RESULTS, ASSETS AND LIABILITIES

FOR THE QUARTER ENDED JUNE 30, 2017

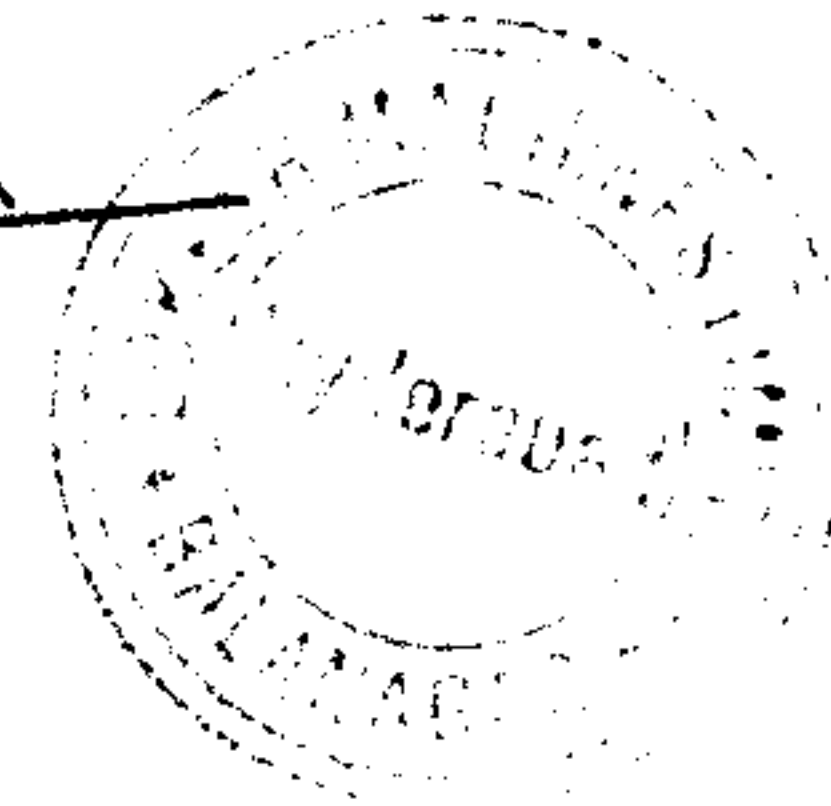
Sl. No	Particulars	Quarter ended	
		30.06.2017	30.06.2016
		Unaudited	Unaudited
1	Segment Revenue (Inclusive of excise duty from each segment)		
	a) Machine	2,657.39	1693.30
	b) Component	1,973.19	1790.08
	c) Unallocated	-	0.00
	Total	4,630.58	3,483.38
	Less: Inter Segment Revenue	-	-
	Net Sales/Income from Operations	4,630.58	3,483.38
2	Segment Results (Profit)(+)/Loss (-) before and Finance charges from each segment)		
	a) Machine	360.34	351.18
	b) Component	204.82	219.25
	c) Unallocated		
	Total	565.16	570.43
	Less: i) Finance charges	382.64	431.15
	ii) Other Un-allocable Expenditure net off	140.50	117.39
	Add: Un-allocable income	-	-
	Total Profit before Tax	42.02	21.89
3	Segment Assets		
	a) Machine	19,943.40	19591.31
	b) Component	9,376.69	10029.02
	c) Unallocated		
	Total	29,320.09	29,620.32
4	Segment Liabilities		
	a) Machine	10,890.13	10886.82
	b) Component	5,115.07	6105.02
	c) Unallocated		
	Total	16,005.19	16,991.84
5	Capital Employed		
	a) Machine	9053.27	8704.49
	b) Component	4261.63	3924.00
	c) Unallocated	0.00	0.00
	Total	13314.89	12,628.48

Statement of Assets & Liabilities

Rs. In lakhs.

	30.06.17 Un Audited	31.03.17 Audited
A Equity and Liabilities		
1 Shareholders' Funds		
(a) Share Capital	1,703.28	1,703.28
(b) Reserves and Surplus	11,397.38	11,367.11
(c) Money received against share warrants	275.92	275.92
2 Share application Money pending allotment		0.00
	1,819.48	
3 Non-Current liabilities	863.31	
(a) Long-term borrowings	519.47	1,879.33
(b) Deferred tax liabilities (Net)	267.12	863.31
(c) Other Long term liabilities		440.15
(d) Long term provisions		283.62
4 Current liabilities		
(a) Short-term borrowings	6,561.51	6,560.12
(b) Trade payables	2,560.88	2,920.02
(c) Other current liabilities	3,031.27	3,273.98
(d) Short term provisions	384.68	429.60
TOTAL	29,384.30	29,996.44
B Assets		
1 Non Current Assets		
(a) Fixed Assets		
Tangible assets	8,681.55	8,920.10
Intangible assets	15.73	16.62
Capital Work-in-Progress	4,111.24	4,108.13
(b) Non Current Investments	600.00	600.00
(c) Long term loans and advances	782.56	856.72
(d) Other non-current assets	990.12	913.43
2 Current Assets		
(a) Inventories	9,561.57	9,564.61
(b) Trade Receivables	2,555.71	2,651.03
(c) Cash and cash equivalents	293.36	228.59
(d) Short term loans and advances	1,188.79	1,341.15
(e) Other current assets	603.66	796.06
	29,384.30	29,996.44

Handwritten signature





Brahmayya & Co.,

CHARTERED ACCOUNTANTS

VIJAYAWADA, HYDERABAD, VISAKHAPATNAM, GUNTUR, KAKINADA, TANUKU, ALSO AT CHENNAI, BANGALORE AND ADONI.

LIMITED REVIEW REPORT

To,
The Board of Directors
Lokesh Machines Limited,
Hyderabad.

We have reviewed the accompanying statement of unaudited financial results of **LOKESH MACHINES LIMITED** ("the Company") for the quarter ended June 30, 2017, ("the statement") being submitted by the company pursuant to the requirement 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. This statement is the responsibility of the Company's 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 thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statement based on our review.

We conducted our review of the statement in accordance with the 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 from material misstatements. 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of Un-audited financial results prepared in accordance with applicable Indian Accounting Standards (Ind AS) and other recognized accounting practices and policies and 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.





Brahmayya & Co.,

CHARTERED ACCOUNTANTS

VIJAYAWADA, HYDERABAD, VISAKHAPATNAM, GUNTUR, KAKINADA, TANUKU, ALSO AT CHENNAI, BANGALORE AND ADONI.

We have not reviewed the financial results and other information for the period ended 30th June, 2016 which have been prepared solely based on financial information compiled by the Management.

Place : Hyderabad
Date : 13.09.2017

for **BRAHMAYYA & CO.**
Chartered Accountants
Firm's Regn No. 000513S



K. Shrawan
(K.SHRAVAN)

Partner
Membership No. 215798