

INDEPENDENT AUDITORS' REVIEW REPORT

To the Board of Directors of
Ashok Leyland Limited

1. We have reviewed the accompanying Statement of Standalone Unaudited financial results of **Ashok Leyland Limited** ("the Company") for the quarter ended June 30, 2015 ("the Statement") being submitted by the Company pursuant to Clause 41 of the Listing Agreements with the stock exchanges, except for the disclosures in Part II of the Statement referred to in Paragraph 4 below. 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.
2. We conducted our review of the Statement in accordance with 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. A review of interim financial information consists of making inquiries, primarily of persons 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 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.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. Further, we also report that we have traced the number of shares as well as the percentages of shareholdings in respect of aggregate amount of Public shareholding and the number of shares as well as the percentages of shares pledged/ encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements and the particulars relating to the investor complaints disclosed in part II of the Statement from the details furnished by the Company/ Registrars.

For M.S. KRISHNASWAMI & RAJAN
Chartered Accountants
Registration No. 01554S



M. S. Murali
Partner
Membership No. 26453



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



A. Siddharth
Partner
Membership No. 31467



Chennai
August 12, 2015

ASHOK LEYLAND LIMITED
 Regd. Office :1 Sardar Patel Road, Guindy, Chennai -600 032; CIN : L34101TN1948PLC000105 ; Email id: reachus@ashokleyland.com
STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30-06-2015

Rs. Lakhs

		Three months ended			YEAR ENDED
		30.06.2015	31.03.2015	30.06.2014	31.03.2015
		Unaudited			Audited
Part - I					
1.	Income from Operations				
	a. Net Sales / Income from operations (Net of excise duty)	377,529.61	443,553.31	243,461.99	1,331,114.48
	b. Other Operating Income	6,592.03	7,017.14	4,318.37	25,103.88
	Total Income from Operations (net)	384,121.64	450,570.45	247,780.36	1,356,218.36
2.	Expenses				
	a. Cost of materials consumed	255,919.24	281,795.99	171,483.71	862,663.52
	b. Purchases of stock-in-trade	35,493.88	45,182.51	27,313.75	139,118.72
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	(24,696.27)	816.23	(17,209.16)	(5,261.26)
	d. Employee benefits expense	33,041.42	33,233.03	28,313.66	118,400.38
	e. Depreciation and amortisation expenses	10,431.70	11,008.09	10,331.51	41,633.67
	f. Other expenses	45,493.50	43,833.08	27,828.03	138,633.63
	Total Expenses	355,683.47	415,868.93	248,061.50	1,295,188.66
3.	Profit / (Loss) from operations before other income, finance costs and exceptional items (1 - 2)	28,438.17	34,701.52	(281.14)	61,029.70
4.	Other income	2,709.50	3,724.58	3,869.96	12,447.13
5.	Profit from ordinary activities before finance costs and exceptional items (3 + 4)	31,147.67	38,426.10	3,588.82	73,476.83
6.	Finance costs	7,656.89	8,820.63	10,633.98	39,350.75
7.	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	23,490.78	29,605.47	(7,045.16)	34,126.08
8.	Exceptional items (Refer Note - 5)	-	(803.69)	-	10,093.59
9.	Profit / (Loss) from ordinary activities before tax (7 + 8)	23,490.78	28,801.78	(7,045.16)	44,219.67
10.	Tax expense - Income Tax (Refer Note - 6)	7,558.89	5,804.37	(2,250.00)	10,739.07
11.	Net Profit / (Loss) from ordinary activities after tax (9 - 10)	15,931.89	22,997.41	(4,795.16)	33,480.60
12.	Extraordinary item (net of tax)	-	-	-	-
13.	Net Profit / (Loss) for the period (11 - 12)	15,931.89	22,997.41	(4,795.16)	33,480.60
14.	Paid-up equity share capital (Face value per share Re.1)	28,458.80	28,458.80	26,606.80	28,458.80
15.	Reserves excluding Revaluation Reserve				381,229.68
16.	Earnings Per Share (EPS) (Basic and Diluted) (Rs.) (of Re.1 each - Not annualised)	0.56	0.81	(0.18)	1.20
Part - II					
A.	Particulars of Shareholding				
1.	Public shareholding				
	- Number of shares	1,412,029,595	1,412,029,595	1,226,829,595	1,412,029,595
	- Percentage of shareholding	49.62	49.62	46.11	49.62
2.	Promoters and Promoter group Shareholding				
a.	Pledged / Encumbered				
	- Number of shares	140,200,140	140,200,140	474,104,204	140,200,140
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	9.78	9.78	33.07	9.78
	- Percentage of shares (as a % of the total share capital of the company)	4.92	4.92	17.82	4.92
b.	Non-encumbered				
	- Number of shares	1,293,646,899	1,293,646,899	959,742,835	1,293,646,899
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	90.22	90.22	66.93	90.22
	- Percentage of shares (as a % of the total share capital of the company)	45.46	45.46	36.07	45.46

	Particulars	THREE MONTHS ENDED 30-06-2015
B.	Investor Complaints	
1.	Pending at the beginning of the quarter	0
2.	Received during the quarter	130
3.	Disposed during the quarter	125
4.	Remaining unresolved at the end of the quarter	5



Notes:

- (1) The above standalone financial results were reviewed by the Audit Committee and then approved by the Board of Directors at its meeting held on August 12, 2015.
- (2) The statutory auditors have conducted a limited review of the above standalone financial results.
- (3) Exchange difference on translation or settlement of long term foreign currency monetary items at rates different from those at which they were initially recorded or as at April 1, 2007, in so far as it relates to acquisition of depreciable assets are adjusted to the cost of the assets. In other cases, such exchange differences, arising effective April 1, 2011, are accumulated in "Foreign currency monetary item translation difference account" and amortized by recognition as income or expense in each year over the balance term till settlement occurs but not beyond March 31, 2020. This is in line with Notification No. G.S.R 913 (E) dated December 29, 2011 issued by the Ministry of Corporate Affairs, Government of India, amending the Companies (Accounting Standards) Rules, 2006.

Accordingly,

- a) Foreign exchange (Gain)/Loss relating to acquisition of depreciable assets, capitalized during the quarter ended June 30, 2015 aggregated Rs. 2,791.69 Lakhs [quarter ended March 31, 2015 Rs. (1,304.41) Lakhs; quarter ended June 30, 2014 Rs. 1,216.45 Lakhs; year ended March 31, 2015 Rs. 7,078.66 Lakhs] and
- b) The un-amortized net exchange difference in respect of long term monetary items relating to other than acquisition of depreciable assets, is a Loss of Rs. 1,444.95 Lakhs as at June 30, 2015 [June 30, 2014: Loss of Rs.518.41 Lakhs; March 31, 2015: Loss of Rs.1,424.85 Lakhs]. These amounts are reflected as part of the "Reserves and Surplus" in line with the guidelines issued by the Institute of Chartered Accountants of India.
- (4) The Company's primary segment is identified as business segment based on nature of products, risks, returns and the internal business reporting system and secondary segment is identified based on the geographical location of the customers as per Accounting Standard 17. The Company is principally engaged in a single business segment viz., commercial vehicles and related components.
- (5) Exceptional items consist of:

Rs in Lakhs

Description	Three months ended			Year ended
	30.06.2015	31.03.2015	30.06.2014	31.03.2015
Profit (net) from divestment of windmill business	-	1,653.14	-	1,653.14
Net Profit on sale of Current Investments	-	27.55	-	27.55
Profit on sale of Immovable Properties	-	19,935.09	-	30,832.37
Diminution in the value of investments	-	(22,419.47)	-	(22,419.47)
Total	-	(803.69)	-	10,093.59

- (6) Tax expense comprises Current Tax, where applicable in respective periods, and Deferred Tax. Current Tax is after considering Minimum Alternate Tax (MAT) credit entitlement under Section 115JAA (1A) of the Income Tax Act, 1961. Deferred tax asset has been recognized mainly on unabsorbed depreciation.
- (7) The Company had adopted the principles of Accounting Standard 30 – Financial instruments: Recognition and measurement, issued by the Institute of Chartered Accountants of India, with effect from April 1, 2008, in respect of forward contracts for firm commitments and highly probable forecast transactions meeting necessary criteria for designation as "Cash flow hedges". The gains and losses on effective Cash flow hedges are recognized in Hedge Reserve Account till the underlying forecast transaction occurs.

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- (8) The Company would be consolidating and presenting its Consolidated Financial Statements at the end of the year i.e. March 31, 2016.
- (9) The figures set out above for the three months ended March 31, 2015 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2015 and the published unaudited year to date figures (as regrouped) upto December 31, 2014.
- (10) The figures for the previous periods have been reclassified / regrouped wherever necessary. *Dr.*

For and on behalf of the Board

VINOD K DASARI
Managing Director

Place: Chennai
Date: August 12, 2015

Dr.



Ashok Leyland reports revenue growth of 55% and EBITDA grows by 287%

Results at a Glance

- Revenue for the Quarter ended June 30, 2015: **Rs.3,841 crores**
- EBITDA: **Rs.389 crores (10.1%)**
- Net Profit: **Rs.159 crores**
- Volume Growth, over same period last year: **45%**

Chennai, August 12, 2015: Ashok Leyland, flagship of the Hinduja Group, reported revenue of Rs.3,841 Crores, against Rs. 2,477.80 Crores same period last year. EBITDA for Q1 is at Rs.388.69 crores, against Rs.100.50 Crores same period last year, while Profit Before Tax (PBT) is Rs.234.90 Crores, against a loss of Rs.(70.45) Crores same period last year.

Net profit is at Rs.159.32 Crores, against a net loss of Rs.(47.95) Crores for same period last year.

While industry volume grew 23%, Ashok Leyland outperformed the industry with a growth of 45% in Medium and Heavy Commercial vehicles. In Q1 Ashok Leyland sold 14706 nos. trucks and 3894 nos. buses.

Speaking on the occasion, Mr. Vinod K. Dasari, Managing Director, Ashok Leyland Limited said, "The growth in market share is a reflection of our focus on profitability of our customers, and our channel partners. Further, our investments in many new products and continued strict discipline on costs have helped boost results. Overall buoyancy in the economy and strong prospect of market recovery bode well for the industry, and we seem well placed to capitalize on this growth."

