



L.G. BALAKRISHNAN & BROS LIMITED

National Stock Exchange of India Limited
"Exchange Plaza"
Bandra Kurla Complex
Bandra (E)
Mumbai - 400 051

Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

LGB/SEC/STK-BM-2019

31.07.2019

Dear Sirs,

Sub: Standalone & Consolidated Audited Financial Results for the quarter / three months ended 30th June, 2019.

Ref: Compliance of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015


Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are forwarding herewith the Standalone & Consolidated audited financial results for the quarter / three months ended 30th June, 2019 along with Auditors Report which was reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held today i.e. the 31st July, 2019.

This is to inform that the Board meeting commenced at 03.30 P.M and concluded at 5.30 P.M.

Kindly take the same on record

Thanking You,

Yours faithfully,
For L.G.Balakrishnan & Bros Limited


M.Lakshmi Kanth Joshi
General Manager (Legal) and Company Secretary

STATEMENT OF STANDALONE/CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30-06-2019

(Rs. in Lakhs)

Sl. No.	Particulars	Quarter ended			Year ended	Quarter ended			Year ended
		30.06.2019	31.03.2019	30.06.2018	31.03.2019	30.06.2019	31.03.2019	30.06.2018	31.03.2019
		Standalone				Consolidated			
1	Revenue from operations	33,960.61	38,172.00	36,400.17	158,210.43	36,783.32	40,866.67	39,146.83	168,799.87
2	Other Income	81.97	66.48	91.57	281.87	81.97	66.48	91.57	281.87
3	Total Revenue (1) + (2)	34,042.58	38,238.48	36,491.74	158,492.30	36,865.29	40,933.15	39,238.40	169,081.74
4	Expenses								
	(a) Cost of materials consumed	14,660.64	15,552.17	17,149.97	75,099.91	16,594.61	17,084.06	18,697.02	81,356.34
	(b) Purchases of stock-in-trade	-	-	-	-	-	-	-	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	1,209.33	2,168.62	(1,558.79)	(4,048.08)	779.03	2,168.62	(1,558.79)	(4,340.05)
	(d) Employee benefits expense	5,528.36	5,851.12	5,447.62	24,023.75	6,178.25	6,407.88	5,946.51	26,054.73
	(e) Finance costs	401.54	333.07	228.49	1,041.73	428.31	356.25	246.96	1,125.61
	(f) Depreciation and amortisation expense	1,714.21	1,707.94	1,432.78	6,397.44	1,821.83	1,817.73	1,526.82	6,805.39
	(g) Other expenses	8,605.73	10,496.89	10,545.29	42,918.27	9,231.95	11,100.61	11,036.41	45,022.65
	(h) Total expenses (a) to (h)	32,119.81	36,109.81	33,245.36	145,433.02	35,033.98	38,935.15	35,894.93	156,024.66
5	Profit before exceptional and extraordinary items and tax (3 - 4)	1,922.77	2,128.67	3,246.38	13,059.28	1,831.31	1,998.00	3,343.47	13,057.08
6	Exceptional Items (Refer Note.4)	229.75	407.53	-	1,204.97	229.75	407.53	-	1,204.97
7	Profit before extraordinary items and tax (5 + 6)	2,152.52	2,536.20	3,246.38	14,264.25	2,061.06	2,405.53	3,343.47	14,262.04
8	Extraordinary Items	-	-	-	-	-	-	-	-
9	Profit before tax (7 + 8)	2,152.52	2,536.20	3,246.38	14,264.25	2,061.06	2,405.53	3,343.47	14,262.04
10	Tax expense								
	(a) Current tax	747.08	514.85	1,122.20	4,252.49	747.08	514.85	1,122.20	4,252.49
	(b) Deferred tax	(38.25)	237.91	(34.31)	346.58	(38.25)	237.91	(34.31)	346.58
11	Net Profit for the period (9 - 10)	1,443.69	1,783.44	2,158.49	9,665.18	1,352.23	1,652.77	2,255.58	9,662.97
12	Share of profit of associate					60.08	64.43	35.16	293.44
13	Net Profit after taxes and share of profit of associate (11 + 12)	1,443.69	1,783.44	2,158.49	9,665.18	1,412.31	1,717.20	2,290.74	9,956.41
	Net profit attributable to:								
	(a) Owners	-	-	-	-	1,434.74	1,749.25	2,266.92	9,956.95
	(b) Non Controlling interest	-	-	-	-	(22.43)	(32.05)	23.82	(0.54)
14	Other comprehensive Income, net of Income-tax								
	(a) Items that will not be reclassified to Profit or Loss	612.86	(659.26)	595.32	(211.26)	612.86	(659.26)	595.32	(211.26)
	(b) Items that will be reclassified to Profit or Loss	-	-	-	-	-	-	-	-
	Total other comprehensive income, net of income-tax	612.86	(659.26)	595.32	(211.26)	612.86	(659.26)	595.32	(211.26)
15	Total comprehensive income for the period (11 + 14)	2,056.55	1,124.18	2,753.81	9,453.92	2,025.17	1,057.94	2,886.06	9,745.15



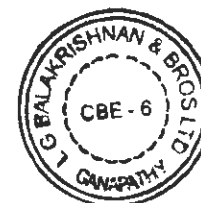
(Rs. in Lakhs)

Sl. No.	Particulars	Quarter ended			Year ended	Quarter ended			Year ended
		30.06.2019	31.03.2019	30.06.2018	31.03.2019	30.06.2019	31.03.2019	30.06.2018	31.03.2019
		Standalone				Consolidated			
	Total comprehensive income attributable to:								
	(a) Owners	-	-	-	-	2,047.60	1,089.99	2,862.24	9,745.70
	(b) Non Controlling interest	-	-	-	-	(22.43)	(32.05)	23.82	(0.54)
16	Paid up Equity Share Capital [Face Value Rs.10/-]	3,139.24	3,139.24	3,139.24	3,139.24	3,139.24	3,139.24	3,139.24	3,139.24
17	Reserves (excluding Revaluation Reserves as shown in the Audited Balance Sheet of the previous year)	-	-	-	60,437.20	-	-	-	66,597.82
18	Earnings per equity share (Rs.)								
	(i) Basic	4.60*	5.68*	6.88*	30.79	4.57*	5.57*	7.22*	31.72
	(ii) Diluted	4.60*	5.68*	6.88*	30.79	4.57*	5.57*	7.22*	31.72
	* not annualised								
	See accompanying notes to the Financial Results								

SEGMENTWISE REVENUE, RESULTS, ASSETS AND LIABILITIES UNDER REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS,2015

(Rs. in Lakhs)

Sl. No.	Particulars	Quarter ended			Year ended	Quarter ended			Year ended
		30.06.2019	31.03.2019	30.06.2018	31.03.2019	30.06.2019	31.03.2019	30.06.2018	31.03.2019
		Standalone				Consolidated			
1	Segment Revenue (Net Sale/Income from operations)								
	a) Transmission	26,729.66	30,104.61	28,922.83	124,693.15	26,729.66	30,104.61	28,922.83	124,693.15
	b) Metal Forming	7,230.95	8,067.39	7,477.34	33,517.28	10,053.66	10,762.06	10,224.00	44,106.72
	Total	33,960.61	38,172.00	36,400.17	158,210.43	36,783.32	40,866.67	39,146.83	168,799.87
	Less: Inter segment revenue	-	-	-	-	-	-	-	-
	Net Sales/Income from operations	33,960.61	38,172.00	36,400.17	158,210.43	36,783.32	40,866.67	39,146.83	168,799.87
2	Segment Results (Profit/(Loss) before tax and interest)								
	a) Transmission	1,727.47	1,783.20	2,939.72	10,730.86	1,727.47	1,783.20	2,939.72	10,730.86
	b) Metal Forming	701.28	897.19	654.16	4,017.34	636.59	766.52	751.25	4,099.01
	Total	2,428.75	2,680.39	3,593.88	14,748.20	2,364.06	2,549.72	3,690.97	14,829.87
	Less: (i) Interest	401.54	333.07	228.49	1,041.73	428.31	333.07	228.49	1,125.61
	(ii) Other unallocable (income) / expenditure (net)	(125.31)	(188.88)	119.01	(557.78)	(125.31)	(188.88)	119.01	(557.78)
	Total Profit Before Tax	2,152.52	2,536.20	3,246.38	14,264.25	2,061.06	2,405.53	3,343.47	14,262.04



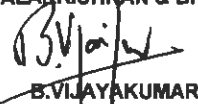
(Rs. in Lakhs)

Sl. No.	Particulars	Quarter ended			Year ended	Quarter ended			Year ended
		30.06.2019	31.03.2019	30.06.2018	31.03.2019	30.06.2019	31.03.2019	30.06.2018	31.03.2019
		Standalone				Consolidated			
3	Segment Assets								
a)	Transmission	65,056.13	66,618.33	63,409.80	66,618.33	65,056.13	66,618.33	63,409.80	66,618.33
b)	Metal Forming	31,526.20	32,588.31	26,883.95	32,588.31	40,396.92	41,279.82	35,158.71	41,279.82
c)	Unallocated	15,337.54	15,065.86	10,305.08	15,065.86	14,489.74	14,224.52	10,466.40	14,224.52
	Total	111,919.87	114,272.50	100,598.83	114,272.50	119,942.79	122,122.67	109,034.91	122,122.67
4	Segment Liabilities								
a)	Transmission	19,601.69	20,840.99	20,273.33	20,840.99	19,601.69	20,840.99	20,273.33	20,840.99
b)	Metal Forming	6,009.17	7,796.53	8,562.58	7,796.53	8,050.86	9,912.93	9,666.53	9,912.93
c)	Unallocated	20,676.00	22,058.54	13,183.55	22,058.54	23,645.59	24,770.93	17,800.29	24,770.93
	Total	46,286.86	50,696.06	42,019.46	50,696.06	51,298.14	55,524.85	47,740.15	55,524.85
5	Capital Employed								
a)	Transmission	45,454.44	45,777.34	43,136.46	45,777.34	45,454.44	45,777.34	43,136.47	45,777.34
b)	Metal Forming	25,517.03	24,791.78	18,321.38	24,791.78	32,346.06	31,366.89	25,492.18	31,366.89
c)	Unallocated	(5,338.46)	(6,992.68)	(2,878.47)	(6,992.68)	(9,155.85)	(10,546.41)	(7,333.89)	(10,546.41)
	Total	65,633.01	63,576.44	58,579.37	63,576.44	68,644.65	66,597.82	61,294.76	66,597.82

Notes:

- 1 The consolidated / standalone financial results of the Company for the quarter ended 30th June, 2019 have been reviewed by the Audit Committee at their meeting held on 31st July, 2019 and have been approved by the Board of Directors at its meeting held on 31st July, 2019.
- 2 The above financial results of the Company for the quarter ended 30th June, 2019 have been audited by the Statutory Auditors.
- 3 The Consolidated Financial Results includes the financial results of the subsidiaries namely, LGB-USA, INC & GFM Acquisition, LLC and Associate namely Renold Chain India Private Limited.
- 4 Exceptional item represents Profit on sale of Land.
- 5 The Company has adopted Ind AS 116 "Leases" with effect from 1st April, 2019. The Company has measured Right-of-use Asset and Lease Liability for Rs.1614.97 Lakhs based on the remaining lease period and payments discounted using the incremental borrowing rate as of the date of initial application. Resulting impact in the financial results of the current period is an increase of Rs.64.58 Lakhs and Rs.34.32 Lakhs in Depreciation for Right-of-use asset and finance costs on Lease Liability respectively and a decrease in lease rent cost of Rs.73.77 Lakhs.
- 6 Previous period figures have been regrouped/reclassified to make them comparable with those of current period.

By order of the Board
For L.G.BALAKRISHNAN & BROS LIMITED


B.VIJAYAKUMAR

CHAIRMAN AND MANAGING DIRECTOR

COIMBATORE
31.07.2019

SURI & CO.,

CHARTERED ACCOUNTANTS,

OFFICES :

**CHENNAI, THIRUVANANTHAPURAM, MADURAI,
COIMBATORE, COONOR, BENGALURU & KOCHI**

**Phone : 2433627, 2440720
II FLOOR, A.M.M. Buildings,
354, Mettupalayam Road,
COIMBATORE - 641 043.**

INDEPENDENT AUDITOR'S REPORT ON AUDIT OF INTERIM STANDALONE FINANCIAL RESULTS

TO

**THE BOARD OF DIRECTORS OF
L.G.BALAKRISHNAN & BROS LIMITED
COIMBATORE**

1. We have audited the accompanying statement of standalone financial results of **L.G.Balakrishnan & Bros. Limited ("the Company")** for the quarter ended 30th June, 2019, and Balance Sheet as at 30th June, 2019 ("the statement") attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

This statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related audited interim condensed standalone financial statements which 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 u/s.133 of the Companies Act,2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit.



2. We conducted our audit in accordance with the auditing standards specified under Section 143(10) of the companies Act, 2013. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free of material misstatements.
3. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the statement. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentation of the statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the company's internal financial control with reference to the statement. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the significant accounting estimates made by the management, as well as evaluating the overall presentation of the statement.
4. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
5. In our opinion and to the best of our information and according to the explanations given to us, the statement:
 - i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ; and



- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards and other Accounting principles generally accepted in India of the profit and total comprehensive income and other financial information of the company for the quarter ended 30th June, 2019.



For Suri & Co.,
Chartered Accountants
Firm Regn.No.004283S

A handwritten signature in black ink, appearing to read "R. Krishnamoorthy".

(R. Krishnamoorthy)
Partner
M.No.020695

UDIN: 19020695AAAAAG1893

Place: Coimbatore

Date: 31.07.2019

SURI & CO.,

CHARTERED ACCOUNTANTS,

OFFICES :

CHENNAI THIRUVANANTHAPURAM, MADURAI,
COIMBATORE, COONOR, BENGALURU & KOCHI

Phone : 2433627, 2440720
II FLOOR, A.M.M. Buildings,
354, Mettupalayam Road,
COIMBATORE - 641 043.

INDEPENDENT AUDITOR'S REPORT ON THE CONSOLIDATED FINANCIAL RESULTS

TO
THE BOARD OF DIRECTORS OF
L.G. BALAKRISHNAN & BROS LIMITED.
COIMBATORE

1. We have audited the accompanying Statement of Consolidated Financial Results of **L.G. BALAKRISHNAN & BROS LIMITED** ("the Company") and its subsidiaries (the Company and its subsidiaries together referred to as "the Group"), and its share of the profit of its associate for the quarter ended June 30, 2019 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

This statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been compiled on the basis of the related interim consolidated financial statements in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("IND AS 34"), prescribed u/s.133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit.

2. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that



are appropriate in the circumstances, but not for the purpose of expressing an opinion on the Company's internal financial control with reference to the statement. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the significant accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, the statement :

a) includes the results of the following entities:

- (i) LGB-USA, INC. (Subsidiary);
- (ii) GFM Acquisition LLC (Subsidiary);
- (iii) GFM LLC (Subsidiary);
- (iv) Renold Chain India Private Limited (Associate);

b) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended: and

c) gives a true and fair view in conformity with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the Consolidated profit, total comprehensive income and other financial information of the Group for the quarter ended June, 30th, 2019.

4. We did not audit the interim financial results \ financial information of three subsidiaries, whose interim financial results reflect total assets of Rs. 8,980.31 lakhs as at 31 March, 2019, total revenue of Rs. 2,822.71 lakhs for the quarter ended 31, March, 2019, and total loss of Rs. 91.45 lakhs for the quarter ended 31 March, 2019, as considered in the consolidated financial results. The consolidated financial results also includes the Group's share of profit after tax of Rs. 60.08 lakhs for the quarter ended 30 June, 2019, as considered in the consolidated financial results, in respect of one associate, whose financial information has not been audited by us. These interim financial results are unaudited and have been furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associate, is based solely on such unaudited financial information. In our opinion and according to the information and explanations given to us by the Management, these financial information are not material to the Group. *W*



Our opinion on the Statement is not modified in respect of the above matter.

For Suri & Co,
Chartered Accountants.
Firm Registration No.: 004283S



A handwritten signature in black ink, appearing to read "R. Krishnamoorthy".

R. KRISHNAMOORTHY

Partner

(Membership No.:020695)

UDIN: 19020695AAAAAG1893

Place: Coimbatore

Date: 31.07.2019