

SEC/PAM/RPT-SEP19/2019

November 21, 2019

BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400001

National Stock Exchange of India Limited
Exchange Plaza,
Plot No. C/1, G-Block
Bandra-Kurla Complex, Bandra (East)
Mumbai – 400051

Stock Code – 500510

Stock Code – LT

Dear Sirs,

Re: Compliance under Regulation 23(9) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), 2015 (“LODR Regulations”)

In terms of Regulation 23(9) of the LODR Regulations, we enclose herewith disclosure of Related Party Transactions on a consolidated basis, in the format specified in the relevant accounting standards for the half year ended September 30, 2019.

Kindly note that the Company has published its standalone and consolidated financial results for the half year ended September 30, 2019 on October 23, 2019.

We request you to take the same on record.

Thanking you,

Yours faithfully,
For LARSEN & TOUBRO LIMITED



N.HARIHARAN
EXECUTIVE VICE-PRESIDENT &
COMPANY SECRETARY
(M.NO – A3471)

Encl: a/a

Compliance under Regulation 23(9) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Disclosure of Related Party Transactions on a consolidated basis, in the format specified in the accounting standards for the period ended September 30, 2019 with comparatives figures for the period ended September 30, 2018

(a) List of related parties:

(i) Name of associates with whom transactions were carried out during the period :

Associate Companies:			
1	L&T-Chiyoda Limited	2	Magtorq Private Limited
3	L&T Camp Facilities LLC	4	Larsen & Toubro Qatar & HBK Contracting Co. WLL

(ii) Name of joint ventures with whom transactions were carried out during the period :

Joint Venture Companies:			
1	L&T Interstate Road Corridor Limited	2	L&T-Sargent & Lundy Limited
3	Ahmedabad - Maliya Tollway Limited	4	L&T Halol-Shamlaji Tollway Limited
5	L&T Chennai-Tada Tollway Limited	6	Krishnagiri Walajahpet Tollway Limited*
7	L&T BPP Tollway Limited*	8	Devihalli Hassan Tollway Limited*
9	L&T Rajkot-Vadinar Tollway Limited	10	L&T Howden Private Limited
11	L&T Deccan Tollways Limited	12	L&T Sapura Shipping Private Limited
13	L&T Samakhiali Gandhidham Tollway Limited	14	L&T Sapura Offshore Private Limited
15	Kudgi Transmission Limited	16	L&T-Gulf Private Limited
17	L&T Sambalpur- Rourkela Tollway limited	18	L&T-MHPS Boilers Private Limited
19	L&T Infrastructure Development Projects Limited	20	L&T-MHPS Turbine Generators Private Limited
21	Panipat Elevated Corridor Limited	22	Raykal Aluminium Company Private Limited
23	Krishnagiri Thopur Toll Road Limited*	24	L&T Special Steels and Heavy Forgings Private Limited
25	Western Andhra Tollways Limited*	26	PNG Tollway Limited
27	Vadodara Bharuch Tollway Limited	28	L&T Kobelco Machinery Private Limited **
29	L&T Transportation Infrastructure Limited	30	L&T MBDA Missile Systems Limited
31	L&T Hydrocarbon Caspian LLC		

* The Group has sold its stake on May 4, 2018

** The Group has sold its stake on April 17, 2019

(iii) Name of post-employment benefit plans with whom transactions were carried out during the period :

Provident Fund Trusts:	
1	Larsen & Toubro Officers & Supervisory Staff Provident Fund
2	Larsen & Toubro Limited Provident Fund of 1952
3	Larsen & Toubro Limited Provident Fund
4	L&T Kansbahal Officers & Supervisory Provident Fund
5	L&T Kansbahal Staff & Workmen Provident Fund
6	L&T Construction Equipment Provident Fund Trust
7	L&T Valves Employees Provident Fund

Gratuity Trusts:

1	Larsen & Toubro Officers & Supervisors Gratuity Fund
2	Larsen & Toubro Gratuity Fund
3	L&T Technology Services Limited Employee Group Gratuity Scheme
4	L&T Shipbuilding Limited Employees Group Assurance Scheme
5	Nabha Power Limited Employees' Group Gratuity Assurance Scheme
6	L&T Hydrocarbon Engineering Ltd Group Gratuity Scheme
7	Mindtree Limited Employees Gratuity Fund Trust *

* w.e.f. July 2, 2019

Superannuation Trust

1	Larsen & Toubro Limited Senior Officers' Superannuation Scheme
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Disclosure of Related Party Transactions on a consolidated basis, in the format specified in the accounting standards for the period ended September 30, 2019 with comparatives figures for the period ended September 30, 2018 (contd.)

(iv) Name of Key Management Personnel (of the parent company) and their relatives with whom transactions were carried out during the period:

(A) Executive Directors:			
1	Mr. S. N. Subrahmanyam (Chief Executive Officer and Managing Director)	2	Mr. R. Shankar Raman (Whole- time Director and Chief Financial Officer)
3	Mr. Shailendra Roy (Whole- time Director)	4	Mr. D. K. Sen (Whole- time Director)
5	Mr. M. V. Satish (Whole- time Director)	6	Mr. J.D. Patil (Whole-time Director)

(B) Independent/Non-executive Directors:			
1	Mr. A.M. Naik (Group Chairman)	2	Mr. M. M. Chitale
3	Mr. Subodh Bhargava	4	Mr. M. Damodaran
5	Mr. Vikram Singh Mehta	6	Mr. Adil Zainulbhai
7	Mr. Akhilesh Krishna Gupta *	8	Mrs. Sunita Sharma
9	Mr. Thomas Mathew T	10	Mr. Ajay Shankar
11	Mr. Subramanian Sarma	12	Mrs. Naina Lal Kidwai
13	Mr. Sanjeev Aga	14	Mr. Narayanan Kumar
15	Mr. Arvind Gupta	16	Mr.Sushobhan Sarkar #
17	Mr.Hemant Bhargava @		

* ceased w.e.f. September 8, 2019

ceased w.e.f. May 2, 2018

@ Appointed w.e.f. May 28, 2018

(b) Disclosure of related party transactions:

₹ crore

Sr. no.	Nature of transaction/relationship/major parties	Apr'19-Sept'19		Apr'18-Sept'18	
		Amount	Amounts for major parties	Amount	Amounts for major parties
(i)	Purchase of goods & services (including commission paid)				
	Joint ventures, including:	217.80		581.87	
	L&T-MHPS Boilers Private Limited		178.82		378.64
	L&T-MHPS Turbine Generators Private Limited		12.08		130.73
	Associates, including:	138.19		103.50	
	L&T-Chiyoda Limited		132.83		101.71
	Total	355.99		685.37	
(ii)	(A) Sale of goods/contract revenue & services				
	Joint ventures, including:	53.53		85.54	
	L&T-MHPS Boilers Private Limited		47.82		81.04
	Associate:	-		0.13	
	L&T-Chiyoda Limited		-		0.13
	Total	53.53		85.67	
	(B) Reversal of sale of goods/contract revenue & services				
	Joint ventures:	0.01		1.00	
	L&T Deccan Tollways Limited		-		0.34
	L&T Samakhiali Gandhidham Tollway Limited		-		0.12
	L&T Infrastructure Development Projects Limited		-		0.54
	L&T-Sargent & Lundy Limited		0.01		-
	Total	0.01		1.00	
(iii)	Purchase/lease of property, plant and equipment				
	Joint ventures:	0.05		-	
	L&T-MHPS Boilers Private Limited		0.05		-
	L&T-Sargent & Lundy Limited		-		-
	Total	0.05		-	
(iv)	Sale of property, plant and equipment				
	Key management personnel:	-		6.25	
	Mr. Shailendra Roy		-		6.25
	Total	-		6.25	
(v)	Investments including subscription to equity shares and preference shares (equity portion) and other equity transactions				
	Joint ventures:	0.33		0.84	
	L&T - MHPS Turbine Generators Private Limited		0.33		0.36
	L&T MBDA Missile Systems Limited		-		0.48
	Total	0.33		0.84	
(vi)	Sale /Redemption of investments				
	Joint venture:	22.42		-	
	L&T Infrastructure Development Projects Limited		22.42		-
	Total	22.42			
(vii)	Inter corporate deposits given/(repaid) - net				
	Joint ventures:	36.11		56.47	
	L&T Special Steels and Heavy Forgings Private Limited		53.80		69.48
	L&T Sapura Shipping Private Limited		(17.69)		(13.01)
	Total	36.11		56.47	

(b) Disclosure of related party transactions: (contd.)

₹ crore

Sr. no.	Nature of transaction/relationship/major parties	Apr'19-Sept'19		Apr'18-Sept'18	
		Amount	Amounts for major parties	Amount	Amounts for major parties
(viii)	Net inter corporate borrowing taken/(repaid)				
	Joint ventures:	202.50		-	
	L&T-MHPS Turbine Generators Private Limited		150.00		
	L&T MBDA Missile Systems Limited		52.50		-
	Total	202.50		-	
(ix)	Charges paid for miscellaneous services				
	Joint ventures , including:	3.32		2.97	
	L&T-Sargent & Lundy Limited		2.49		1.55
	L&T Sapura Shipping Private Limited		-		1.08
	L&T Special Steels and Heavy Forgings Private Limited		-		0.33
	L&T- MHPS Boilers Private Limited		0.80		0.01
	Associate:	4.79		0.50	
	L&T-Chiyoda Limited		4.79		0.50
	Total	8.11		3.47	
(x)	Rent paid, including lease rentals under leasing arrangements				
	Joint ventures , including:	2.56		-	
	L&T Special Steels and Heavy Forgings Private Limited		2.40		-
	Total	2.56		-	
(xi)	Rent received, overheads recovered and miscellaneous income				
	Joint ventures , including:	34.35		37.00	
	L&T-MHPS Boilers Private Limited		14.18		16.77
	L&T-Sargent & Lundy Limited		5.04		5.71
	L&T-MHPS Turbine Generators Private Limited		3.59		3.66
	Associate:	6.24		8.38	
	L&T-Chiyoda Limited		6.24		8.38
	Key management personnel:	-		0.03	
	Mr. D. K. Sen		-		0.03
	Total	40.59		45.41	
(xii)	(A) Charges incurred for deputation of employees from related parties				
	Joint venture:	-		0.34	
	L&T Infrastructure Development Projects Limited		-		0.34
	Total	-		0.34	
	(B) Charges recovered for deputation of employees to related parties				
	Joint ventures, including:	3.01		5.79	
	L&T Infrastructure Development Projects Limited		0.48		1.62
	L&T Special Steels and Heavy Forgings Private Limited		0.55		1.16
	L&T Sapura Shipping Private Limited		1.98		2.63
	Associate:	3.67		7.24	
	L&T-Chiyoda Limited		3.67		7.24
	Total	6.68		13.03	
(xiii)	Dividend received				
	Joint ventures:	12.53		19.44	
	L&T-MHPS Boilers Private Limited		11.94		11.94
	L&T Kobelco Machinery Private Limited		0.59		-
	L&T-Sargent & Lundy Limited		-		7.50
	Total	12.53		19.44	

(b) Disclosure of related party transactions: (contd.)

₹ crore

Sr. no.	Nature of transaction/relationship/major parties	Apr'19-Sept'19		Apr'18-Sept'18	
		Amount	Amounts for major parties	Amount	Amounts for major parties
(xiv)	Commission received, including those under agency arrangements				
	Joint venture:	-		0.90	
	L&T Kobelco Machinery Private Limited		-		0.90
	Total	-		0.90	
(xv)	Guarantee charges recovered from				
	Joint ventures, including:	0.28		0.25	
	L&T-MHPS Turbine Generators Private Limited		0.28		0.24
	Total	0.28		0.25	
(xvi)	Interest paid to				
	Joint ventures:	1.69		-	
	L&T MBDA Missile Systems Limited		0.55		-
	L&T-MHPS Turbine Generators Private Limited		1.14		-
	Total	1.69		-	
(xvii)	Interest received from				
	Joint ventures, including:	52.90		60.38	
	L&T Special Steels and Heavy Forgings Private Limited		50.52		57.86
	Associate:	0.13		0.13	
	L&T Camp Facilities LLC		0.13		0.13
	Total	53.03		60.51	
(xviii)	Amount recognised/(reversed) in P&L as provision towards bad and doubtful debts (including expected credit loss on account of delay)				
	Joint ventures:	(0.45)		1.13	
	L&T Special Steels and Heavy Forgings Private Limited		0.01		0.21
	L&T Howden Private Limited		(0.13)		0.34
	L&T-MHPS Boilers Private Limited		(0.36)		0.58
	L&T - MHPS Turbine Generators Private Limited		0.03		-
	Total	(0.45)		1.13	
(xix)	Rent deposit returned:				
	Key management personnel:	-		0.08	
	Mr. D.K. Sen		-		0.08
	Total	-		0.08	
(xx)	Contribution to post employment benefit plan				
(A)	Towards Employer's contribution to provident fund trusts, including:	104.90		90.35	
	Larsen & Toubro Officers & Supervisory Staff Provident Fund		95.73		84.35
	Total	104.90		90.35	
(B)	Towards Employer's contribution to gratuity fund trusts, including:	99.61		58.18	
	Larsen & Toubro Officers & Supervisors Gratuity Fund		55.65		43.35
	L&T Technology Services Limited Employee Group Gratuity Scheme		8.69		12.27
	Mindtree Limited Employees Gratuity Fund Trust		21.06		-
	Total	99.61		58.18	
(C)	Towards Employer's contribution to superannuation trust:	7.99		6.74	
	Larsen & Toubro Limited Senior Officers' Superannuation Scheme		7.99		6.74
	Total	7.99		6.74	

"Major parties" denote entities accounting for 10% or more of the aggregate for that category of transaction during respective periods.

(b) Disclosure of related party transactions: (contd.)

(xxi) Compensation to Key Management Personnel (KMP):

₹ crore

Key Management Personnel	Apr'19-Sept'19				Apr'18-Sept'18			
	Short-term employee benefits	Post-employment benefits	Other Long term benefit	Total	Short-term employee benefits	Post-employment benefits	Other long term benefit	Total
Executive Directors:								
(i) Remuneration excluding commission								
(a) Mr. S.N.Subrahmanyam	1.43	0.35	-	1.78	1.34	0.32	-	1.66
(b) Mr. R. Shankar Raman	1.01	0.25	-	1.26	0.95	0.23	-	1.18
(c) Mr. Shailendra Roy	0.95	0.23	-	1.18	1.22	0.21	-	1.43
(d) Mr. D. K. Sen	0.77	0.18	-	0.95	0.68	0.17	-	0.85
(e) Mr. M. V. Satish	0.79	0.18	-	0.97	0.72	0.17	-	0.89
(f) Mr. J.D. Patil	0.66	0.15	-	0.81	0.62	0.14	-	0.76
(ii) Provision for commission	28.40	7.67	-	36.07	22.26	6.01	-	28.27
Independent/Non Executive Directors:								
(i) Remuneration								
(a) Mr. A.M. Naik (Group Chairman)	4.47	1.50#	-	5.97	2.59	1.50#	-	4.09
(b) Mr. Subramanian Sarma	8.81	-	-	8.81	7.69	-	-	7.69
(c) Other Independent/Non-Executive Directors	0.48	-	-	0.48	0.70	-	-	0.70
(ii) Provision for commission	3.41		-	3.41	3.66			3.66
Total	51.18	10.51	-	61.69	42.43	8.75	-	51.18

Represents pension

(c) Amount due to/from related parties (including commitments):

₹ crore

Sr. no.	Category of balance/relationship/major parties	As at 30-9-2019		As at 30-9-2018	
		Amount	Amounts for major parties	Amount	Amounts for major parties
(i)	Accounts receivable				
	Joint ventures, including:	119.72		302.21	
	L&T-MHPS Boilers Private Limited		89.68		82.55
	L&T Infrastructure Development Projects Limited		9.36		99.49
	L&T Deccan Tollways Limited		13.33		46.50
	Associate:	0.01		0.04	
	L&T-Chiyoda Limited		0.01		0.04
	Total	119.73		302.25	
(ii)	Accounts payable including other payable				
	Joint ventures, including:	981.78		1012.47	
	L&T-MHPS Boilers Private Limited		509.97		333.76
	L&T-MHPS Turbine Generators Private Limited		442.00		601.93
	Associates, including:	87.29		38.43	
	L&T-Chiyoda Limited		73.93		37.53
	L&T Camp Facilities LLC		12.06		-
	Total	1069.07		1050.90	
(iii)	Investment in debt securities [including preference shares (debt portion)]				
	Joint ventures:	485.07		659.33	
	L&T Special Steels and Heavy Forgings Private Limited		213.17		213.17
	L&T Infrastructure Development Projects Limited		271.90		255.73
	Kudgi Transmission Limited		-		190.43
	Total	485.07		659.33	
(iv)	Loans & advances recoverable				
	Joint ventures, including:	2010.25		1846.17	
	L&T Special Steels and Heavy Forgings Private Limited		1587.23		1487.94
	L&T Sapura Shipping Private Limited		155.14		194.98
	Associates, including:	22.46		25.65	
	L&T Camp Facilities LLC		17.73		20.56
	L&T-Chiyoda Limited		2.65		4.69
	Total	2032.71		1871.83	
(v)	Unsecured loans taken				
	Joint ventures:	203.64		-	
	L&T-MHPS Turbine Generators Private Limited		150.58		-
	L&T MBDA Missile Systems Limited		53.05		-
	Total	203.64		-	

(c) Amount due to/from related parties (including commitments): (contd.)

₹ crore

Sr. no.	Category of balance/relationship/major parties	As at 30-9-2019		As at 30-9-2018	
		Amount	Amounts for major parties	Amount	Amounts for major parties
(vi)	Advances received in the capacity of supplier of goods/ services classified as "advances from customers" in the Balance Sheet				
	Joint venture:	5.18		13.46	
	L&T-MHPS Boilers Private Limited		5.18		13.46
	Total	5.18		13.46	
(vii)	Provision towards commission and variable remuneration payable to directors (on an estimated basis)		35.13		28.67
(viii)	Post-employment benefit plans				
(A)	Due to provident fund trusts, including:	41.52		21.35	
	Larsen & Toubro Officers & Supervisory Staff Provident Fund		37.40		19.23
	Total	41.52		21.35	
(B)	Provision towards contribution to gratuity trusts:	65.37		24.80	
	Larsen & Toubro Officers & Supervisors Gratuity Fund		24.87		17.42
	L&T Technology Services Limited Employee Group Gratuity Scheme		16.56		0.72
	L&T Hydrocarbon Engineering Ltd Group Gratuity Scheme		2.98		3.41
	Mindtree Limited Employees Gratuity Fund Trust		16.62		-
	Total	65.37		24.80	
(C)	Provision towards contribution to superannuation fund:	5.77		4.90	
	Larsen & Toubro Limited Senior Officers' Superannuation Scheme		5.77		4.90
	Total	5.77		4.90	
(ix)	Capital commitment given				
	Joint ventures:	0.10		0.07	
	L&T Special Steels and Heavy Forgings Private Limited		-		0.05
	L&T - MHPS Turbine Generators Private Limited		0.10		0.02
	Total	0.10		0.07	

(c) Amount due to/from related parties (including commitments): (contd.)

₹ crore

Sr. no.	Category of balance/relationship/major parties	As at 30-9-2019		As at 30-9-2018	
		Amount	Amounts for major parties	Amount	Amounts for major parties
(x)	Revenue commitment given				
	Joint ventures , including:	242.08		738.16	
	L&T-MHPS Boilers Private Limited		78.65		439.49
	L&T-MHPS Turbine Generators Private Limited		4.82		181.61
	L&T Special Steels and Heavy Forgings Private Limited		53.92		88.58
	L&T Howden Private Limited		103.60		-
	Associates, including:	9.94		17.36	
	Magtorq Private Limited		9.57		16.33
	Total	252.02		755.52	
(xi)	Revenue commitment received				
	Joint ventures , including:	82.68		124.93	
	L&T Infrastructure Development Projects Limited		-		15.39
	L&T-MHPS Boilers Private Limited		18.77		7.23
	L&T Samakhiali Gandhidham Tollway Limited		-		13.20
	L&T Deccan Tollways Limited		-		15.58
	L&T MBDA Missile Systems Limited		63.61		69.19
	Total	82.68		124.93	
(xii)	Provision for doubtful debts on outstanding balances in respect of				
	Joint ventures , including:	23.10		49.26	
	L&T-MHPS Boilers Private Limited		23.01		22.44
	PNG Tollway Limited		-		25.10
	Total	23.10		49.26	
(xiii)	Guarantees given on behalf of				
	Joint ventures:	402.93		510.36	
	L&T-MHPS Boilers Private Limited		29.07		62.83
	L&T-MHPS Turbine Generators Private Limited		373.86		447.53
	Total	402.93		510.36	

“Major parties” denote entities accounting for 10% or more of the aggregate for that category of balance during respective periods.

Note: 1. All related party contracts / arrangements have been entered on arms' length basis.

2. The amount of outstanding balances as shown above are unsecured and will be settled/recovered in cash.