



बी ई एम एल लिमिटेड  
**BEML LIMITED**

( CIN: L35202KA1964GOI001530 )

( A Govt. of India Mini Ratna Company under Ministry of Defence )

Winner of



Golden Peacock  
Innovation Management Award

**Manufacturing Units :**

**Bangalore Complex**

Tel : 080-25242414  
e-mail : bemlcgmr@vsnl.com

**KGF Complex**

Tel : 08153-263020  
e-mail : bemiede@vsnl.net.in

**Mysore Complex**

Tel : 0821-2402422  
e-mail : bemplmys@sancharmet.in

**International Business Division**

Tel : + 91-80-2222 2730, 2223 3350  
e-mail : office@export.beml.co.in

**Technology Division**

Tel : + 91-80-2296 3100-109  
e-mail : office@ctd.beml.co.in

**Trading Division**

Tel : + 91-80-22963113  
e-mail : office@trading.beml.co.in

**Regional Offices :**

**Bilaspur**

Tel : 07752-252082  
e-mail : bilaspur@rm.beml.co.in

**Chennai**

Tel : 044-28270792  
e-mail : chennai@rm.beml.co.in

**Hyderabad**

Tel : 040-23227032  
e-mail : hyderabad@rm.beml.co.in

**Kolkata**

Tel : 033-22826314  
e-mail : kolkatta@rm.beml.co.in

**Mumbai**

Tel : 022-22049490  
e-mail : mumbai@rm.beml.co.in

**Nagpur**

Tel : 0712-2248435  
e-mail : nagpur@rm.beml.co.in

**New Delhi**

Tel : 011-23316500  
e-mail : delhi@rm.beml.co.in

**Ranchi**

Tel : 0651-2560370  
e-mail : ranchi@rm.beml.co.in

**Sambalpur**

Tel : 0663-2521604  
e-mail : sambalpur@rm.beml.co.in

**Singrauli**

Tel : 07805-268260  
e-mail : singrauli@rm.beml.co.in

**BEML Service Centres :**

**Moula Ali, Hyderabad**

Tel : 040-27240873  
e-mail : sh@Zonal.beml.co.in

Ongole - Service Activity Centre  
Mobile No. : 9440312607

Service Activity Centre  
Katni - 483501 (M. P.)  
Mobile No. : 9425156473

**Service Centre & Stores**

Kolkata - 700088  
Tel : 033-24010782  
e-mail : storeskolkotte@rm.beml.co.in

Ref: CS/SE/Q-2/063

02.11.2019

National Stock Exchange of India  
Limited  
Listing Compliance Department  
Exchange Plaza, Bandra-Kurla  
Complex Bandra (East),  
MUMBAI - 400 051

The BSE Limited  
Listing Compliance Department  
P.J. Towers, 26<sup>th</sup> Floor, Dalal  
Street, MUMBAI - 400 001

Dear Sir/Madam,

**Sub :** Un-audited Financial Results (Standalone & Consolidated) for the second quarter and six months ended 30.09.2019 - Reg.

**Ref :** Our letter ref: No. CS/SE/Q-2/062 dt.23.10.2019

Please find enclosed Un-audited financial results (Standalone & Consolidated), in the detailed format, along with Limited Review Reports, for the second quarter and six months ended 30.09.2019 in terms of Regulation 33 of the (Listing Obligations and Disclosure Requirements) Regulations, 2015. The said results have been considered and approved by the Board at its 356<sup>th</sup> Meeting held on 02.11.2019. Arrangements have also been made to publish the extract of the results in a national daily (English) and local daily (Kannada) newspapers.

Yours faithfully  
For BEML LIMITED

*S V Ravisekhar Rao*  
02/11/19

S V Ravisekhar Rao  
Company Secretary & Compliance officer

Encl : As above





**BEML Limited**

(CIN: L35202KA1964GOI001530)

(A Govt. of India Mini Ratna Company under Ministry of Defence)

Registered Office : "BEML SOUDHA", 23/1, 4th Main Road, S.R. Nagar, Bengaluru - 560 027.

Tel. & Fax: (080) 22963142, E-mail: cs@beml.co.in, Website: www.bemlindia.in

**Statement of Standalone Unaudited Results for the Quarter and Six months ended 30-09-2019**

(₹ in lakhs except EPS)

S. No	Particulars	Unaudited results for three months ended			Year to date figures for period ended		Audited results for
		30-09-2019	30-06-2019	30-09-2018	30-09-2019	30-09-2018	
I	Revenue from operations	68,774	58,107	73,405	1,26,881	1,18,873	3,48,106
II	Other income	759	903	422	1,662	887	2,312
III	<b>Total Income (I+II)</b>	<b>69,533</b>	<b>59,010</b>	<b>73,827</b>	<b>1,28,543</b>	<b>1,19,760</b>	<b>3,50,418</b>
IV	<b>Expenses:</b>						
	Cost of materials consumed	49,093	35,602	40,829	84,695	67,352	1,97,062
	Purchase of stock-in-trade	-	-	-	-	-	-
	Changes in inventories of finished goods, stock-in-trade and work-in-progress	(12,607)	1	(1,277)	(12,606)	1,449	1,423
	Employee benefits expense	20,516	20,200	19,020	40,716	38,712	80,193
	Finance costs	939	1,168	1,434	2,107	2,536	5,939
	Depreciation and amortization expense	1,783	1,798	1,780	3,581	3,479	6,958
	Other expenses	12,401	9,926	10,352	22,327	20,577	45,747
	<b>Total Expenses (IV)</b>	<b>72,125</b>	<b>68,695</b>	<b>72,138</b>	<b>1,40,820</b>	<b>1,34,105</b>	<b>3,37,322</b>
V	Profit / (Loss) before exceptional items and tax (III-IV)	(2,592)	(9,685)	1,689	(12,277)	(14,345)	13,096
VI	Add/ (Less) : Exceptional items	-	-	-	-	-	-
VII	<b>Profit / (Loss) before tax (V-VI)</b>	<b>(2,592)</b>	<b>(9,685)</b>	<b>1,689</b>	<b>(12,277)</b>	<b>(14,345)</b>	<b>13,096</b>
VIII	Tax expense	-	-	-	-	-	6,747
IX	Profit / (Loss) for the year from continuing operations (VII-VIII)	(2,592)	(9,685)	1,689	(12,277)	(14,345)	6,349
X	Profit / (Loss) from discontinuing operations	-	-	-	-	-	-
XI	Tax expense of discontinued operations	-	-	-	-	-	-
XII	Profit / (Loss) from discontinued operations (after tax) (X-XI)	-	-	-	-	-	-
XIII	<b>Profit / (Loss) for the period (IX+XII)</b>	<b>(2,592)</b>	<b>(9,685)</b>	<b>1,689</b>	<b>(12,277)</b>	<b>(14,345)</b>	<b>6,349</b>
XIV	Other Comprehensive Income	(723)	(723)	(1,190)	(1,446)	(2,380)	(1,321)
XV	<b>Total Comprehensive Income for the year (XIII+XIV)</b>	<b>(3,315)</b>	<b>(10,408)</b>	<b>499</b>	<b>(13,723)</b>	<b>(16,725)</b>	<b>5,028</b>
XVI	Earnings per equity share: (₹10/- each) in ₹ Basic and diluted	(6.22)	(23.26)	4.06	(29.48)	(34.45)	15.24

**Notes**

- 1 The above results as duly reviewed and recommended by Audit Committee were approved by the Board of Directors at the Meeting held on 02.11.2019
- 2 The Company has adopted Ind AS 116 Leases effective 1st April, 2019. Resulting impact in the financial results of current period is an increase of ₹ 54.65 lakh in depreciation on right-to-use assets and ₹ 41.60 lakh in finance costs on lease liability and decrease in lease rent of ₹ 74.65 lakh.
- 3 The Limited Review Report issued by the Auditors on the Unaudited results, as duly placed before the aforesaid meeting of the Board, is enclosed.
- 4 The previous period's figures have been regrouped and reclassified wherever necessary to make them comparable with the current period's figures.
- 5 Exemption has been granted by SEBI from publishing segment-wise information.
- 6 Provisions in respect of employee retirement benefits are estimated considering actual expenditure of 2018-19 and likely increases.

By order of the Board  
for BEML Limited

(D K HOTA)

Chairman and Managing Director  
दीपक होता / DEEPAK HOTA  
अध्यक्ष एवं प्रबंध निदेशक / Chairman & Managing Director  
बीईएमएल लिमिटेड / BEML LIMITED  
बेंगलूर / BANGALORE - 560 027.

Place: Bengaluru  
Date : 02.11.2019



**BEML LIMITED**

BEML SOUDHA, 23/1, 4TH MAIN ROAD, S.R. NAGAR, BENGALURU-560027

**Statement of Cash Flows**

(₹ in Lakhs)

Particulars	For the Half Year ended		For the Half Year ended	
	30th Sep 2019		30th Sep 2018	
	Sub items	Main items	Sub items	Main items
<b>A. Cash flow from operating activities</b>				
Net profit before tax and extraordinary items		(12,276.84)		(14,344.74)
<i>Adjustments for</i>				
Depreciation and amortization expense	3,580.73		3,479.17	
(Gain)/loss on disposal of property, plant and equipment	(12.83)		(0.80)	
Foreign exchange loss / (gain)	420.20		119.97	
Bad debts written off	-		11.94	
Financing Cost	2,106.81		2,535.91	
Interest income	(60.60)		(113.21)	
Dividend received from subsidiaries	-		-	
Other Provisions / Allowances	(15,239.14)	(9,204.83)	(2,325.42)	3,707.56
<b>Operating Profit / (Loss) before changes in working capital</b>		(21,481.67)		(10,637.18)
<i>Adjustment for</i>				
Inventories	(15,122.52)		(9,933.52)	
Trade & other receivables	42,925.32		1,286.37	
Other current assets	4,509.28		(10,690.22)	
Trade payables	(8,772.17)		17,836.66	
Other payables	8,279.97	31,819.88	(4,885.82)	(6,386.53)
<b>Cash generated from operations</b>		10,338.21		(17,023.71)
Direct taxes (paid) / refunded		(1,476.16)		(75.55)
<b>Net cash flow from / (used in) operating activities</b>		8,862.05		(17,099.26)
<b>B. Cash flow from investing activities</b>				
Purchase of property, plant and equipment	(3,050.32)		(2,979.39)	
Purchase of intangible assets	(68.81)		(90.59)	
Sale of property, plant and equipment	223.14		558.31	
Sale of intangible assets				
Investments in subsidiaries	146.19		-	
Interest Received	60.60		113.21	
Dividends from subsidiaries	-		-	
<b>Net cash flow from / (used in) investing activities</b>		(2,689.20)		(2,398.46)
<b>C. Cash flow from financing activities</b>				
Proceeds/(Repayments) from/to ECB & long-term borrowings	-		-	
Proceeds from short-term borrowings				
Proceeds from Unsecured Loans				
Proceeds/(Repayments) from/to Bonds	-		-	
Proceeds/(Repayments) from/to Unsecured loans	-		-	
Proceeds/(Repayments) of Inter corporate loans	-		-	
Proceeds/(Repayments) of Soft loan	(73.02)		(327.98)	
Financing Cost	(2,091.63)		(2,517.70)	
Adjustment in retained earnings	-		(54.08)	
Dividend & Tax paid for equity shares	-		-	
<b>Net cash flow from / (used in) financing activities</b>		(2,164.65)		(2,899.76)
<b>Net increase/(decrease) in cash and cash equivalents</b>		4,008.20		(22,397.49)
Cash and Cash Equivalents, Beginning of the year		(6,608.42)		(13,268.26)
Cash and Cash Equivalents, Ending of the year (Refer Note 15 d)		(2,600.22)		(35,665.75)

Place: Bengaluru  
Date : 02.11.2019By order of the Board  
for BEML Limited

(D K HOTA)

दीपक होंता / Chairman and Managing Director  
अध्यक्ष एवं प्रबंध निदेशक / Chairman & Managing Director  
बीईएमएल लिमिटेड / BEML LIMITED  
बेंगलूर / BANGALORE - 560 027.



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## Standalone / Consolidated Statement of Assets and Liabilities

(₹ in Lakhs)

Particulars	Standalone as at		Consolidated as at	
	30-09-2019	30-09-2018	30-09-2019	30-09-2018
	Unaudited	Unaudited	Unaudited	Unaudited
<b>I. Assets</b>				
<b>(1) Non-current assets</b>				
(a) Property, Plant and Equipment	56,040	57,962	57,088	59,123
(b) Right of Use Asset	930	-	930	-
(c) Capital work-in-progress	2,573	1,337	2,588	1,354
(d) Intangible assets	4,300	4,822	4,300	4,822
(e) Intangible assets under development	-	-	-	-
(f) Financial assets				
(i) Investments	258	258	0	0
(ii) Loans	9	417	9	417
(iii) Other financial assets	55	50	55	50
(f) Deferred tax assets (net)	11,748	13,827	11,788	13,849
(g) Other non-current assets	6,742	7,000	6,139	6,398
<b>Total non-current assets</b>	<b>82,655</b>	<b>85,673</b>	<b>82,897</b>	<b>86,012</b>
<b>(2) Current assets</b>				
(a) Inventories	1,84,533	1,89,416	1,85,026	1,89,971
(b) Financial Assets				
(i) Investments	-	44	-	-
(ii) Trade receivables	1,05,866	1,31,977	1,05,869	1,31,980
(iii) Contract Assets	59,557	32,612	59,557	32,612
(iv) Cash and cash equivalents	3,062	2,251	3,062	2,294
(v) Bank Balance Other than (iv) above	906	34	906	34
(vi) Loans	409	818	409	818
(vii) Other financial assets	638	649	640	649
(viii) Current tax assets (Net)	3,675	3,814	3,685	3,820
(c) Other current assets	23,384	41,703	23,372	41,673
<b>Total current assets</b>	<b>3,82,028</b>	<b>4,03,317</b>	<b>3,82,525</b>	<b>4,03,851</b>
<b>Total Assets</b>	<b>4,64,683</b>	<b>4,88,990</b>	<b>4,65,422</b>	<b>4,89,863</b>
<b>II. Equity and Liabilities</b>				
<b>Equity</b>				
(a) Equity share capital	4,177	4,177	4,177	4,177
(b) Other Equity	2,00,824	1,99,068	2,00,568	1,98,907
<b>Equity attributable to equity holders of the parent</b>	<b>2,05,002</b>	<b>2,03,245</b>	<b>2,04,745</b>	<b>2,03,085</b>
<b>Non-controlling interests</b>	<b>-</b>	<b>-</b>	<b>12</b>	<b>17</b>
<b>Total Equity</b>	<b>2,05,002</b>	<b>2,03,245</b>	<b>2,04,758</b>	<b>2,03,102</b>
<b>Liabilities</b>				
<b>(1) Non-current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	30,223	30,566	30,223	30,566
(ii) Other financial liabilities	42	42	42	42
(b) Provisions	17,243	16,310	17,243	16,310
(c) Other non-current liabilities	33,327	33,376	33,327	33,376
<b>Total non-current liabilities</b>	<b>80,835</b>	<b>80,294</b>	<b>80,835</b>	<b>80,294</b>
<b>(2) Current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	6,567	37,951	6,760	38,140
(ii) Trade payables				
(A) Micro & Small Enterprises	2,130	2,554	2,130	2,554
(B) Other than Micro & Small Enterprises	65,727	68,908	66,054	69,360
(iii) Other financial liabilities	3,473	2,284	3,505	2,315
(b) Other current liabilities	84,447	57,099	84,496	57,120
(c) Provisions	16,502	36,656	16,875	36,972
(d) Current tax liabilities (Net)	-	-	9	5
<b>Total current liabilities</b>	<b>1,78,847</b>	<b>2,05,452</b>	<b>1,79,829</b>	<b>2,06,467</b>
<b>Total Equity and Liabilities</b>	<b>4,64,683</b>	<b>4,88,990</b>	<b>4,65,422</b>	<b>4,89,863</b>

By order of the Board  
for BEML Limited

दीपक होता / DEEPAK HOTA

अध्यक्ष एवं प्रबंध निदेशक / Chairman & Managing Director

बीईएमएल लिमिटेड / BEML LIMITED

बैंगलूर / BANGALORE - 560 027.

Place: Bengaluru

Date : 02.11.2019

(D K HOTA)

Chairman and Managing Director





**BEML Limited**

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(₹ in lakhs except EPS)

**Statement of Consolidated Unaudited Results for the Quarter and Six months ended 30-09-2019**

S. No	Particulars	Unaudited results for three months ended			Year to date figures for period ended		Audited results for year ended
		30-09-2019	30-06-2019	30-09-2018	30-09-2019	30-09-2018	31-03-2019
I	Revenue from operations	68,711	58,002	73,405	1,26,713	1,18,731	3,47,425
II	Other income	759	904	423	1,663	888	2,324
III	<b>Total Income (I+II)</b>	<b>69,470</b>	<b>58,906</b>	<b>73,828</b>	<b>1,28,376</b>	<b>1,19,619</b>	<b>3,49,749</b>
IV	<b>Expenses:</b>						
	Cost of materials consumed	48,906	35,356	40,529	84,262	66,795	1,95,063
	Purchase of stock-in-trade	-	-	-	-	-	-
	Changes in inventories of finished goods, stock-in-trade and work-in-progress	(12,574)	30	(1,281)	(12,544)	1,553	1,652
	Employee benefits expense	20,609	20,309	19,142	40,918	38,912	80,575
	Finance costs	943	1,172	1,436	2,115	2,543	5,961
	Depreciation and amortization expense	1,810	1,827	1,800	3,637	3,521	7,072
	Other expenses	12,496	10,033	10,539	22,529	20,888	46,381
	<b>Total Expenses (IV)</b>	<b>72,190</b>	<b>68,727</b>	<b>72,165</b>	<b>1,40,917</b>	<b>1,34,212</b>	<b>3,36,704</b>
V	Profit / (Loss) before exceptional items and tax (III-IV)	(2,720)	(9,821)	1,663	(12,541)	(14,593)	13,045
VI	Add/ (Less) : Exceptional items	-	-	-	-	-	-
VII	<b>Profit / (Loss) before tax (V-VI)</b>	<b>(2,720)</b>	<b>(9,821)</b>	<b>1,663</b>	<b>(12,541)</b>	<b>(14,593)</b>	<b>13,045</b>
VIII	Tax expense	-	-	-	-	-	6,729
IX	Profit / (Loss) for the year from continuing operations (VII-VIII)	(2,720)	(9,821)	1,663	(12,541)	(14,593)	6,316
X	Profit / (Loss) from discontinuing operations	-	-	-	-	-	-
XI	Tax expense of discontinued operations	-	-	-	-	-	-
XII	Profit / (Loss) from discontinued operations (after tax) (X-XI)	-	-	-	-	-	-
XIII	<b>Profit / (Loss) for the period (IX+XII)</b>	<b>(2,720)</b>	<b>(9,821)</b>	<b>1,663</b>	<b>(12,541)</b>	<b>(14,593)</b>	<b>6,316</b>
XIV	Other Comprehensive Income	(729)	(729)	(1,196)	(1,458)	(2,392)	(1,344)
XV	<b>Total Comprehensive Income for the year (XIII+XIV)</b>	<b>(3,449)</b>	<b>(10,550)</b>	<b>467</b>	<b>(13,999)</b>	<b>(16,985)</b>	<b>4,972</b>
XVI	Earnings per equity share: (₹10/- each) in ₹						
	Basic and diluted	(6.53)	(23.58)	3.99	(30.11)	(35.04)	15.17

**Notes**

- 1 The above results as duly reviewed and recommended by Audit Committee were approved by the Board of Directors at the Meeting held on 02.11.2019
- 2 The Company has adopted Ind AS 116 Leases effective 1st April, 2019. Resulting impact in the financial results of current period is an increase of ₹ 54.65 lakh in depreciation on right-to-use assets and ₹ 41.60 lakh in finance costs on lease liability and decrease in lease rent of ₹ 74.65 lakh.
- 3 The Limited Review Report issued by the Auditors on the Unaudited results, as duly placed before the aforesaid meeting of the Board, is enclosed.
- 4 The previous period's figures have been regrouped and reclassified wherever necessary to make them comparable with the current period's figures.
- 5 Exemption has been granted by SEBI from publishing segment-wise information.
- 6 Provisions in respect of employee retirement benefits are estimated considering actual expenditure of 2018-19 and likely increases.

By order of the Board  
for BEML Limited

(D K HOTA)

Chairman and Managing Director

Place: Bengaluru  
Date : 02.11.2019



दीपक होता / DEEPAK HOTA  
अध्यक्ष एवं प्रबंध निदेशक / Chairman & Managing Director  
बीईएमएल लिमिटेड / BEML LIMITED  
बेंगलूर / BANGALORE - 560 027.



## BEML LIMITED

BEML SOUDHA, 23/1, 4TH MAIN ROAD, S.R. NAGAR, BENGALURU-560027

### Consolidated Statement of Cash Flows

(₹ in Lakhs)

Particulars	For the Half Year ended		For the Half Year ended	
	30th Sep 2019		30th Sep 2018	
	Sub items	Main items	Sub items	Main items
<b>A. Cash flow from operating activities</b>				
Net profit before tax and extraordinary items		(12,541.33)		(14,592.81)
<i>Adjustments for</i>				
Depreciation and amortization expense	3,636.98		3,521.43	
(Gain)/loss on disposal of property, plant and equipment	(12.83)		(0.80)	
Foreign exchange loss / (gain)	420.20		119.97	
Bad debts written off	-		11.94	
Financing Cost	2,115.50		2,543.05	
Interest income	(60.60)		(113.28)	
Other Provisions / Allowances	(15,095.99)	(8,996.74)	(2,324.00)	3,758.31
<b>Operating Profit / (Loss) before changes in working capital</b>		(21,538.07)		(10,834.50)
<i>Adjustment for</i>				
Inventories	(14,891.00)		(9,719.47)	
Trade & other receivables	42,998.09		1,269.88	
Other current assets	4,582.93		(10,691.47)	
Trade payables	(8,933.88)		17,790.52	
Other payables	8,249.34	32,005.48	(4,913.12)	(6,263.66)
<b>Cash generated from operations</b>		10,467.41		(17,098.16)
Direct taxes (paid) / refunded		(1,476.16)		(79.60)
<b>Net cash flow from / (used in) operating activities</b>		8,991.25		(17,177.76)
<b>B. Cash flow from investing activities</b>				
Purchase of property, plant and equipment	(3,050.31)		(3,020.12)	
Purchase of intangible assets	(68.81)		(90.59)	
Sale of property, plant and equipment	223.14		558.31	
Sale of intangible assets	-		-	
Investments in subsidiaries	-		-	
Interest Received	58.86		113.28	
<b>Net cash flow from / (used in) investing activities</b>		(2,837.12)		(2,439.12)
<b>C. Cash flow from financing activities</b>				
Proceeds/(Repayments) from/to ECB & long-term borrowings	-		-	
Proceeds/(Repayments) of Inter corporate loans	-		-	
Proceeds/(Repayments) of Soft loan	(73.02)		(327.97)	
Financing Cost	(2,101.81)		(2,527.93)	
Adjustment in retained earnings	3.35		(45.92)	
Dividend & Tax paid for equity shares	-		-	
<b>Net cash flow from / (used in) financing activities</b>		(2,171.48)		(2,901.82)
<b>Net increase/(decrease) in cash and cash equivalents</b>		3,982.66		(22,518.70)
<b>Cash and Cash Equivalents, Beginning of the year</b>		(6,774.33)		(13,293.71)
<b>Cash and Cash Equivalents, Ending of the year (Refer Note 15 d)</b>		(2,791.66)		(35,812.41)

Place: Bengaluru  
Date : 02.11.2019



By order of the Board  
for BEML Limited

*(Signature)*  
(D K HOTA)

Chairman and Managing Director  
दीपक होता / DEEPAK HOTA  
अध्यक्ष एवं प्रबंध निदेशक / Chairman & Managing Director  
बीईएमएल लिमिटेड / BEML LIMITED  
बेंगलूर / BANGALORE - 560 027.



## Independent Auditor's Review Report on Review of Interim Standalone Financial Results

### Review Report to The Board of Directors of BEML Limited

We have reviewed the accompanying statement of unaudited standalone financial results of **BEML Limited** ("the company") for the Half Year ended **30<sup>th</sup> September 2019** ("the statement"). 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 these financial statements based on our review.

We conducted our review of the Statement in accordance with the 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.

#### Emphasis of Matter:

We draw our attention to:

- In respect of Trade Receivable from Ministry of Defence (MOD) amounting to Rs. 4,899.99 lakhs towards exchange rate difference and escalation for import of components in respect of a long term contract for Design, Development and Supply, entered into with MOD in 2001, the realization of these receivables depends on the final determination of the amount payable by MOD.
- In respect of Advances to MAMC consortium amounting to Rs. 5,864.28 lakhs, realization/settlement depends on approval from MOD and viable business plan.

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c) Advances, balances with government departments, trade payable, trade receivable, other loans and advances and deposits are pending confirmation, reconciliation, review / adjustment of balances.

Our conclusion is not modified in respect of these matters.



**For V. KRISHNAN & CO.,**  
Chartered Accountants  
Firm Regn No: 001541S

  
**(M. GORINATH)**

Partner

Membership No. 023819  
UDIN: 19023819AAAACY1943

Place: Bengaluru (Camp)  
Date : 02.11.2019





**Independent Auditor's Review Report on Review of Interim Consolidated Financial Results**

**TO THE BOARD OF DIRECTORS OF BEML Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **BEML Limited** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net loss after tax and total comprehensive loss for the Half Year ended **30<sup>th</sup> September 2019** and for the period from **01.04.2019 to 30.09.2019** ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended read with SEBI Circular CIR/CFD/CMD1/44/2019 dated 29.03.2019. Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended **September 2018** and the corresponding period from **01.04.2018 to 30.09.2018**, as reported in these financial results have been approved by the Parent's Board of Directors, but have not been subjected to review.

2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement in accordance with the 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

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4. The Statement includes the results of the following entities:

- 1) Vignyan Industries Limited, Tarikere - Subsidiary
- 2) MAMC Industries Limited, Kolkata – Subsidiary

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, 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 amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**6. Emphasis of Matter:**

1. We draw our attention to:

- a) In respect of Trade Receivable from Ministry of Defence (MOD) amounting to Rs. 4,899.99 lakhs towards exchange rate difference and escalation for import of components in respect of a long term contract for Design, Development and Supply, entered into with MOD in 2001, the realization of these receivables depends on the final determination of the amount payable by MOD.
- b) In respect of Advances to MAMC consortium amounting to Rs. 5,864.28 lakhs, realization/settlement depends on approval from MOD and viable business plan.
- c) Advances, balances with government departments, trade payable, trade receivable, other loans and advances and deposits are pending confirmation, reconciliation, review /adjustment of balances.
- d) In the books of MAMC Industries Limited, company is holding lease hold land taken from Urban Development Dept, Govt of West Bengal on 7<sup>th</sup> March 2011 and the said land is lying without erection of factory. As per the term No. 25 of said lease deed, the Govt. of West Bengal has right to re-enter and take back the possession of the said land if no factory is erected within two years from the date of lease-and also have to right to cancel the lease deed. Further, the lease rentals remain unpaid since the date of lease, which is in non observance of point no 23 of the said lease deed.

Our conclusion is not modified in respect of these matters.

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7. We did not review the interim financial results of two subsidiaries included in the consolidated unaudited financial results, whose interim financial results reflect total revenues of Rs. 840.58 lakhs, total net loss after tax of Rs. 212.48 lakhs and total comprehensive loss of Rs. 11.91 lakhs for the Half Year ended 30<sup>th</sup> September 2019 as considered in the consolidated unaudited financial results. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion is not modified in respect of the above matter.



For V. KRISHNAN & CO.,  
Chartered Accountants  
Firm Regn No: 001541S

  
(M.GOPINATH)  
Partner

Membership No. 023819  
UDIN: 19023819AAAACZ8126

Place: Bengaluru (Camp)  
Date : 02.11.2019