

LML LIMITED

Regd. Office: C-3, Panki Industrial Estate, Site I, Kanpur - 208 022

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31st MARCH, 2012

PART I

		(Rs./lacs)	
SL.NO.	PARTICULARS	Year ended 31.03.2012 (12 Months) (Audited)	Period ended 31.03.2011 (18 Months) (Audited)
1	Sales Volume (Nos)	75583	98773
2	Income from Operations:		
(a)	Net Sales / Income From Operations (Net of excise duty)	29707.61	34505.84
(b)	Other Operating Income	1441.09	2873.40
	Total income from operations (net)	31148.70	37379.24
3	Expenses:		
(a)	Cost of material consumed	21824.88	25143.06
(b)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(669.29)	(700.74)
(c)	Employee benefits expenses	2964.87	4083.59
(d)	Depreciation & amortisation expenses	1422.82	2464.89
(e)	Impairment of Fixed Assets	-	435.37
(f)	Other Expenses	6752.08	8813.54
	Total expenses	32295.36	40239.71
4	Profit/(Loss) from operations before other income, finance cost and exceptional items (2-3)	(1146.66)	(2860.47)
5	Other Income	83.27	40.73
6	Profit/(Loss) from ordinary activities before finance cost and exceptional items (4+5)	(1063.39)	(2819.74)
7	Finance costs	3456.88	4443.25
8	Profit/(Loss) from ordinary activities after finance cost but before exceptional items (6-7)	(4520.27)	(7262.99)
9	Exceptional items	-	2690.68
10	Profit/(Loss) from ordinary activities before Tax (8-9)	(4520.27)	(9953.67)
11	Tax expense	-	-
12	Net Profit/(Loss) from ordinary activities after Tax (10-11)	(4520.27)	(9953.67)
13	Extra-ordinary item (net of tax expense)	-	-
14	Net Profit/(Loss) for the period (12-13)	(4520.27)	(9953.67)
15	Paid-up Equity Share Capital (Face value of Rs.10 each)	8198.43	8198.43
16	Reserves excluding Revaluation Reserve	(56089.81)	(51569.54)
17	Earning per Share for the period (Rs.) (Basic & Diluted before & after Extra-ordinary Item)	(5.51)	(12.14)

PART II Select Information for the period

SL.NO.	PARTICULARS	Year ended 31.03.2012 (12 Months)	Period ended 31.03.2011 (18 Months)
A	Particulars of Shareholding:		
1	Public shareholding:		
	-Number of Shares	60197649	60197649
	-Percentage of Shareholding	73.43%	73.43%
2	Promoters and Promoter Group Shareholding		
a)	Pledged/Encumbered		
	- Number of shares	-	-
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-
	- Percentage of shares (as a % of the total share capital of the Company)	-	-
b)	Non-encumbered		
	- Number of Shares	21786671	21786671
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%
	- Percentage of shares (as a % of the total share capital of the Company)	26.57%	26.57%
B	INVESTOR COMPLAINTS		
	- Pending at the beginning of the year (Nos)		Nil
	- Received during the year (Nos)		2
	- Disposed off during the year (Nos)		2
	- Lying unresolved at the end of the year (Nos)		Nil

Notes:

1 Statement of Assets and Liability:

SL.NO.	PARTICULARS	As at 31.03.2012 (Audited)	As at 31.03.2011 (Audited)
I	<u>EQUITY AND LIABILITY</u>		
(1)	Shareholder's Funds		
	(a) Share Capital	20040.95	20040.95
	(b) Reserve & Surplus	(56089.81)	(51589.54)
	Sub Total	(36048.86)	(31528.59)
(2)	Non- Current Liabilities		
	(a) Long Term Borrowings	0.00	1718.61
	(b) Long Term Provision	1264.03	1089.20
	Sub Total	1264.03	2807.81
(3)	Current Liabilities		
	(a) Short Term Borrowings	225.67	220.21
	(b) Trade Payables	17861.43	16967.14
	(c) Other Current Liabilities	42115.73	36380.99
	(d) Short Term Provision	391.93	363.37
	Sub Total	60594.76	53931.71
	Total	25809.93	25210.93
II	<u>ASSETS</u>		
(1)	Non Current Assets		
	(a) Fixed Assets		
	(i) Tangible Assets	9367.58	10566.17
	(ii) Intangible Assets	-	-
	(iii) Capital-Work-In-Process	813.14	261.68
	(b) Non- Current Investments	0.94	0.94
	(c) Long Term Loans & Advances	108.02	97.10
	Sub.Total	10289.68	10925.89
(2)	Current Assets		
	(a) Inventories	10779.44	9923.92
	(b) Trade Receivables	79.05	260.44
	(c) Cash & Bank Balances	2100.33	1813.66
	(d) Short-term Loans & Advances	2561.43	2287.02
	Sub Total	15520.25	14285.04
	Total	25809.93	25210.93

- 2 The 4-stroke geared scooter was introduced by the Company in select domestic markets during the last financial year, export of which had commenced from December, 2008. The Company also introduced 200cc 4-stroke geared scooter in the market. Development work on other new products is progressing.
- 3 Since the net worth of the Company had become negative, the Company has been registered and declared a Sick Industrial Company by the Board for Industrial and Financial Reconstruction (BIFR) under the Sick Industrial Companies (Special Provisions) Act, 1985 (SICA).
- 4 Segmental information:
 (a) Primary (Business) Segment - The operations of the Company relate to only one segment viz. Motorised Two-wheelers.
 (b) Secondary (Geographical) Segment - Secondary segment reporting is on the basis of geographical location of the customers. The Company's revenue during the year by geographical markets are: Domestic sales Rs. 12381.30 lacs and Export sales Rs. 17326.31 lacs. Geographical segment wise profits and capital employed are not given since the production unit and administrative expenses are common.
- 5 Comments on the Auditors' qualifications relating to the audited Annual Accounts for the year ended 31st March, 2012:
 (a) In respect of Accounting Standard 2 (AS-2), Valuation of inventory issued by The Institute of Chartered Accountants of India.
 (b) Non confirmation of balances of some of the Sundry Debtors, Creditors, Lenders and Loans & Advances.
 (c) Non provision for interest under the Micro, Small and Medium Enterprises Development Act, 2006.
 (d) The Company's ability to continue, as a going concern is dependent upon successful restructuring and revival of its business. In case the going concern concept is vitiated, necessary adjustments will be required on the carrying amount of Assets and Liabilities which are presently not ascertainable.
 The Company is in process of restructuring / revival of its business under the aegis of BIFR and has submitted the Draft Revival Scheme which, inter-alia, includes the proposed product plan. The ascertainment of possible utilisation of slow moving / non moving items of inventory will be undertaken upon finalisation of the product plan and approval of the revival scheme. In view of this, the accounts have been prepared on a going concern basis.
 (e) In respect of excess / short provision of interest on Term Loans.
 Interest has been charged as per the Multipartite Agreement, under which at the end of the Agreement period, the net effect will be Nil.
- 6 Previous period figures have been regrouped wherever necessary to make them comparable.
- 7 These results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 7th July, 2012 and audited the same by the Statutory Auditors of the Company.

For and on behalf of the Board

Deepak Kumar Singhania
 (Deepak Kumar Singhania)
 Chairman & Managing Director

Place: Gurgaon
 Date: 07.07.2012