

LML LIMITED

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

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31st DECEMBER, 2011

(Rs./lacs)

SL.NO.	PARTICULARS	Quarter ended 31.12.2011 (Unaudited)	Quarter ended 30.09.2011 (Unaudited)	Quarter ended 31.12.2010 (Unaudited)	Nine Months ended 31.12.2011 (Unaudited)	Nine Months ended 31.12.2010 (Unaudited)	Period ended 31.03.2011 (18 Months) (Audited)
1	Sales Volume (Nos)	20752	20673	22683	59544	54007	98773
2 (a)	Net Sales / Income From Operations	8342.05	8325.56	7449.13	23476.55	18421.95	34505.84
(b)	Other Operating Income	380.51	450.57	502.74	1174.77	1248.85	2873.40
3	Expenditure						
(a)	(Increase)/Decrease in Stock in Trade and Work in Process	415.98	(71.59)	334.57	119.11	(318.96)	(700.74)
(b)	Consumption of Raw material & Components	5553.15	6170.12	5316.17	16768.02	13433.92	25143.06
(c)	Employees cost	758.49	726.88	656.31	2187.69	2229.21	4083.59
(d)	Depreciation & Amortisation	353.27	363.01	391.42	1074.39	1236.01	2464.89
(e)	Impairment of Fixed Assets	-	-	-	-	-	435.37
(f)	Other Expenditure	1725.00	1689.65	1548.29	4847.36	4576.79	8848.91
(g)	Total	8805.89	8878.07	8246.76	24998.57	21156.97	40275.08
4	Profit/(Loss) from Operations before Other Income, Interest and Exceptional items (2-3)	(83.33)	(101.94)	(294.89)	(345.25)	(1486.17)	(2895.84)
5	Other Income	15.57	16.60	4.65	39.17	20.66	40.73
6	Profit/(Loss) before Interest and Exceptional items (4+5)	(67.76)	(85.34)	(290.24)	(306.08)	(1465.51)	(2855.11)
7	Interest	858.18	875.53	772.92	2531.82	2248.54	4407.88
8	Profit/(Loss) after Interest but before Exceptional items (6-7)	(925.94)	(960.87)	(1063.16)	(2837.90)	(3714.05)	(7262.99)
9	Exceptional items	-	-	-	-	-	2,690.68
10	Profit/(Loss) from Ordinary Activities before Tax (8-9)	(925.94)	(960.87)	(1063.16)	(2837.90)	(3714.05)	(9953.67)
11	Tax expense	-	-	-	-	-	-
12	Profit/(Loss) from Ordinary Activities after Tax (10-11)	(925.94)	(960.87)	(1063.16)	(2837.90)	(3714.05)	(9953.67)
13	Extraordinary item (net of tax expense)	-	-	-	-	-	-
14	Net Profit/(Loss) for the period (12-13)	(925.94)	(960.87)	(1063.16)	(2837.90)	(3714.05)	(9953.67)
15	Paid-up Share Capital						
(a)	Equity Share Capital (Face value of Rs.10 each)	8198.43	8198.43	8198.43	8198.43	8198.43	8198.43
(b)	Preference Share Capital (Face value of Rs.100 each)	11842.52	11842.52	11842.52	11842.52	11842.52	11842.52
16	Reserves excluding Revaluation Reserve	-	-	-	-	-	(51569.54)
17	Earning per Share for the period (Rs.) (Basic & Diluted EPS before & after Extraordinary Item)	(1.13)	(1.17)	(1.30)	(3.46)	(4.53)	(12.14)
18	Public shareholding:						
-	Number of Shares	60197649	60197649	60197649	60197649	60197649	60197649
-	Percentage of Shareholding	73.43%	73.43%	73.43%	73.43%	73.43%	73.43%
19	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	21786671	21786671	21786671	21786671
-	Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
-	Percentage of shares (as a % of the total share capital of the Company)	26.57%	26.57%	26.57%	26.57%	26.57%	26.57%

Notes:

- 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.
- 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).
- Segmental information:
  - Primary (Business) Segment - The operations of the Company relate to only one segment viz. Motorised Two-wheelers.
  - Secondary (Geographical) Segment - Secondary segment reporting is on the basis of geographical location of the customers. The Company's revenue during the quarter by geographical markets are: Domestic sales Rs.3183.02 lacs and Export sales Rs. 5179.03 lacs. Geographical segment wise profits and capital employed are not given since the production unit and administrative expenses are common.
- Exceptional item (item 9) includes write off / provision of bad & doubtful debts and loans & advances.
- Comments on the Auditors' qualifications relating to the audited Annual Accounts for the period ended 31st March, 2011:
  - In respect of Accounting Standard 2 (AS-2), Valuation of inventory issued by The Institute of Chartered Accountants of India.
  - Non confirmation of balances of some of the Sundry Debtors, Creditors, Lenders and Loans & Advances.
  - Non provision for interest under the Micro, Small and Medium Enterprises Development Act, 2006.
  - 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.
  - 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.
- Investors' Complaints received and disposed off during the quarter ended 31.12.2011:
  - Complaints pending at the beginning of the quarter (Nos) Nil
  - Complaints received during the quarter (Nos) Nil
  - Complaints disposed off during the quarter (Nos) Nil
  - Complaints lying unresolved at the end of the quarter (Nos) Nil
- Previous period figures have been regrouped wherever necessary to make them comparable.
- These results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 11th February, 2012 and the Limited Review of the same has been carried out by the Statutory Auditors of the Company.

For and on behalf of the Board

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

Place: Gurgaon  
Date: 11.02.2012