

**Statement of Unaudited Financial Results for the quarter and six months ended September 30, 2017**

(` in Lakhs)

| S.No.     | Particulars   | Quarter Ended      |                 |                 | Year to date figures for the 6 months ended |                  |
|-----------|---|--------------------|-----------------|-----------------|---|------------------|
|           |   | 30.09.2017         | 30.06.2017      | 30.09.2016      | 30.09.2017                                  | 30.09.2016       |
|           |   | <b>(Unaudited)</b> |                 |                 |   |                  |
| <b>1</b>  | <b>Income from Operations</b>   |                    |                 |                 |   |                  |
|           | Revenue from operations   | 5,251.75           | 5,785.46        | 5,626.93        | 11,037.21                                   | 10,940.91        |
|           | Other income  | 315.09             | 133.15          | 361.61          | 448.24                                      | 478.97           |
|           | <b>Total Income from Operations (Net)</b>   | <b>5,566.84</b>    | <b>5,918.61</b> | <b>5,988.54</b> | <b>11,485.45</b>                            | <b>11,419.88</b> |
| <b>2</b>  | <b>Expenditure</b>  |                    |                 |                 |   |                  |
|           | a) Cost of materials consumed   | 2,702.26           | 2,817.50        | 2,838.24        | 5,519.76                                    | 5,163.75         |
|           | b) Purchase of stock-in-trade   | 622.16             | 624.43          | 519.52          | 1,246.59                                    | 918.98           |
|           | c) Changes in inventories of finished goods, work-in-progress and stock-in-trade  | (379.21)           | (114.00)        | (257.59)        | (493.21)                                    | (115.19)         |
|           | d) Employee benefits expense  | 872.03             | 863.59          | 881.35          | 1,735.62                                    | 1,714.56         |
|           | e) Finance costs  | 227.80             | 199.49          | 224.11          | 427.29                                      | 431.67           |
|           | f) Depreciation and amortisation expenses   | 215.77             | 202.16          | 170.66          | 417.93                                      | 333.13           |
|           | g) Power & Fuel   | 675.50             | 694.69          | 764.87          | 1,370.19                                    | 1,462.96         |
|           | h) Excise duty  | -                  | -               | -               | -   | -                |
|           | i) Other expenditure  | 482.48             | 591.29          | 637.87          | 1,073.77                                    | 1,234.82         |
|           | <b>Total Expenses</b>   | <b>5,418.79</b>    | <b>5,879.15</b> | <b>5,779.03</b> | <b>11,297.94</b>                            | <b>11,144.68</b> |
| <b>3</b>  | <b>Profit from ordinary activities before exceptional items (1-2)</b>             | <b>148.05</b>      | <b>39.46</b>    | <b>209.51</b>   | <b>187.51</b>                               | <b>275.20</b>    |
| 4         | Exceptional items - Gain/ (Loss)  | (44.95)            | (7.45)          | (1.75)          | (52.40)                                     | (3.50)           |
| <b>5</b>  | <b>Profit from ordinary activities before tax (3+4)</b>                           | <b>103.10</b>      | <b>32.01</b>    | <b>207.76</b>   | <b>135.11</b>                               | <b>271.70</b>    |
| 6         | <b>Tax expense</b>  |                    |                 |                 |   |                  |
|           | Current Tax   | -                  | -               | -               | -   | 3.92             |
|           | Deferred Tax  | 22.27              | 21.00           | 98.38           | 43.27                                       | 198.38           |
|           | Total Tax Expenses  | 22.27              | 21.00           | 98.38           | 43.27                                       | 202.30           |
| <b>7</b>  | <b>Profit for the period after tax (5-6)</b>                                      | <b>80.83</b>       | <b>11.01</b>    | <b>109.38</b>   | <b>91.84</b>                                | <b>69.40</b>     |
| 8         | Other comprehensive income, net of income tax                                     |                    |                 |                 |   |                  |
|           | a) (i) Items that will not be reclassified to Profit or loss                      | 3,534.95           | 4,084.84        | 2,473.02        | 7,619.79                                    | 4,336.22         |
|           | (ii) Income tax relating to Items that will not be reclassified to Profit or loss | (0.93)             | (0.69)          | (0.93)          | (1.62)                                      | (1.62)           |
|           | b) (i) Items that will be reclassified to Profit or loss                          | -                  | -               | -               | -   | -                |
|           | (ii) Income tax relating to Items that will be reclassified to Profit or loss     | -                  | -               | -               | -   | -                |
|           | Total other comprehensive income, net of income tax                               | 3,534.02           | 4,084.15        | 2,472.09        | 7,618.17                                    | 4,334.60         |
| <b>9</b>  | <b>Total comprehensive income for the period (7+8)</b>                            | <b>3,614.85</b>    | <b>4,095.16</b> | <b>2,581.47</b> | <b>7,710.01</b>                             | <b>4,404.00</b>  |
| 10        | Paid up equity share capital<br>(face value Rs100/-each)                          | 695.55             | 695.55          | 695.55          | 695.55                                      | 695.55           |
| <b>11</b> | <b>Earnings per share (of Rs 100/- each) (not annualised)</b>                     |                    |                 |                 |   |                  |
|           | (a) Basic   | 11.62              | 1.58            | 15.73           | 13.20                                       | 9.98             |
|           | (b) Diluted   | 11.62              | 1.58            | 15.73           | 13.20                                       | 9.98             |

**Notes:**

- The above unaudited financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 13 December, 2017. The unaudited results for the quarter/ six months ended September 30, 2017 have been subjected to limited review by the statutory auditors of the Company.
- Exceptional items (Net) for the half year represents Voluntary retirement scheme expenses -`52.40 lakhs; Exceptional items (Net) for the previous half year represents Voluntary retirement scheme expenses -`3.50 lakhs
- \*The financial results pertaining to the quarter/ six months ended September 30, 2016 have not been subjected to a limited review and have been presented based on the information compiled by the management. However, the management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs in accordance with the Indian Accounting Standards (Ind AS).
- These financial results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable in accordance with the recognition and measurement principles laid down in Ind AS 34 Interim Financial Reporting. Beginning April 1, 2017, the Company has for the first time adopted Ind AS with a transition date of April 1, 2016.
- The format for un-audited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with requirements of SEBI's circular dated July 5, 2016, Ind AS and Schedule III (Division II) to the Companies Act, 2013 applicable to companies that are required to comply with Ind AS.
- The statement does not include Ind AS compliant results for the previous year ended March 31, 2017 as the same is not mandatory as per SEBI's circular dated July 5, 2016.
- The operations of Company are under single broad segment "Textile Intermediary Products" which constitute one single primary segment.
- The results for the quarter / half year ended September 30, 2016 have been restated to comply with Ind AS to make them comparable with the current period. The figures for previous period have been regrouped/re-arranged wherever necessary to make them comparable with those of current period.

9 The reconciliation of net profit reported in accordance with Indian GAAP to total comprehensive income in accordance with Ind AS for the quarter and half year ended September 30, 2016 is given below:

|   |  | (` in Lakhs)                |                 |                               |                 |
|---|--|-----------------------------|-----------------|-------------------------------|-----------------|
| Particulars   |  | Quarter ended<br>30.09.2016 |                 | Half Year ended<br>30.09.2016 |                 |
|   |  | (Unaudited)                 |                 |                               |                 |
| <b>Net Profit as per Indian GAAP</b>  |  |                             | <b>109.67</b>   |                               | <b>70.36</b>    |
| <b>Less:</b>  |  |                             |                 |                               |                 |
| i. Actuarial gain on defined benefit plans reclassified to "Other Comprehensive Income" |  | (1.06)                      |                 | (3.06)                        |                 |
| ii. Impact of revenue deferral (Net)  |  | 1.25                        |                 | 2.86                          |                 |
| iii. Impact on restatement of transaction cost of borrowings (Net)                      |  | (0.29)                      |                 | (0.57)                        |                 |
| iv. Impact of fair valuation of Rent Advance (Net)                                      |  | (0.19)                      | (0.29)          | (0.19)                        | (0.96)          |
| <b>Net Profit as per Ind AS (A)</b>   |  |                             | <b>109.38</b>   |                               | <b>69.40</b>    |
| <b>Other comprehensive income, net of income tax</b>                                    |  |                             |                 |                               |                 |
| i. Actuarial gain on employee defined plans [Net]                                       |  |                             | 1.75            |                               | 3.06            |
| ii. Increase in fair value of equity investments [FVTOCI]                               |  |                             | 2470.34         |                               | 4331.54         |
| <b>Total other comprehensive income, net of income tax (B)</b>                          |  |                             | <b>2472.09</b>  |                               | <b>4334.60</b>  |
|   |  |                             |                 |                               |                 |
| <b>Total comprehensive income for the period (A+B)</b>                                  |  |                             | <b>2,581.47</b> |                               | <b>4,404.00</b> |

#### STATEMENT OF ASSETS AND LIABILITIES

|   |  | (` in Lakhs)        |
|---|--|---------------------|
| Particulars                             |  | As at<br>30.09.2017 |
| <b>ASSETS</b>                           |  |                     |
| <b>1 Non-current assets</b>             |  |                     |
| (a) Property, plant and equipment       |  | 4,893.31            |
| (b) Capital work-in-progress            |  | -                   |
| (c) Investment Property                 |  | -                   |
| (d) Intangible assets                   |  | 10.10               |
| (d) Intangible assets under development |  | -                   |
| (e) Financial assets                    |  |                     |
| (i) Investments                         |  | 29,928.07           |
| (ii) Other financial assets             |  | 320.11              |
| (f) Deferred tax assets (net)           |  | 2,253.75            |
| (g) Other non-current assets            |  | 70.88               |
| <b>Total non - current assets</b>       |  | <b>37,476.22</b>    |
| <b>2 Current assets</b>                 |  |                     |
| (a) Inventories                         |  | 4,326.23            |
| (b) Financial assets                    |  |                     |
| (i) Trade receivables                   |  | 1,859.19            |
| (ii) Cash and cash equivalents          |  | 315.44              |
| (iii) Other financial assets            |  | 26.82               |
| (c) Current tax assets (net)            |  | 9.44                |
| (d) Other current assets                |  | 202.42              |
| <b>Total Current Assets</b>             |  | <b>6,739.54</b>     |
| Assets classified as held for sale      |  | 10,607.93           |
| <b>Total Assets</b>                     |  | <b>54,823.69</b>    |
| <b>EQUITY AND LIABILITIES</b>           |  |                     |
| <b>Equity</b>                           |  |                     |
| (a) Equity share capital                |  | 695.55              |
| (b) Other equity                        |  | 42,699.48           |
| <b>Total Equity</b>                     |  | <b>43,395.03</b>    |
| <b>LIABILITIES</b>                      |  |                     |
| <b>1 Non-current liabilities</b>        |  |                     |
| (a) Financial liabilities               |  |                     |
| (i) Borrowings                          |  | 1,863.14            |
| (ii) Other financial liabilities        |  | 74.44               |
| (b) Provisions                          |  | 238.03              |
| (c) Other liabilities                   |  | 217.55              |
| (d) Deferred tax liabilities (Net)      |  | -                   |
| <b>Total Non - Current Liabilities</b>  |  | <b>2,393.16</b>     |
| <b>2 Current liabilities</b>            |  |                     |
| (a) Financial liabilities               |  |                     |
| (i) Borrowings                          |  | 3,977.30            |
| (ii) Trade payables                     |  | 3,126.64            |
| (iii) Other financial liabilities       |  | 1,340.29            |
| (b) Provisions                          |  | 99.79               |
| (c) Other liabilities                   |  | 491.48              |
| (d) Current tax liabilities (net)       |  | -                   |
| <b>Total current liabilities</b>        |  | <b>9,035.50</b>     |
| <b>Total Equity and Liabilities</b>     |  | <b>54,823.69</b>    |

For The Lakshmi Mills Company Limited

Place Coimbatore  
Date 13th December 2017

S. PATHY  
Chairman and Managing Director