



ASHOK LEYLAND

January 21, 2014

Madras Stock Exchange, Secretary	25218206
National Stock Exchange of India Limited, Manager – Listing	022-26598237/2659823
Bombay Stock Exchange Limited, General Manager – DCS	022-22723121/ 3719
Secretary, London Stock Exchange (Company Announcement Office) AVS No.457174	0044-207 588 6057

Dear Sirs,

Clause 41 of the Listing Agreement

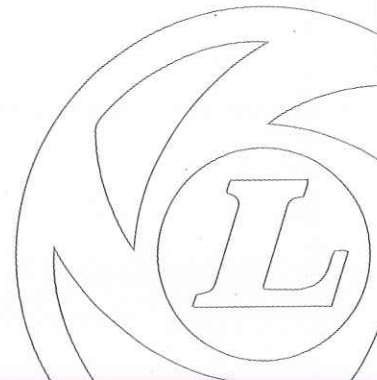
This is to inform you that at the meeting held today, the Board of Directors of the Company have approved the statement of Unaudited Financial Results for the quarter and nine months ended 31/12/2013.

A copy of the statement of Unaudited Financial Results is attached herewith.

Yours faithfully,
for ASHOK LEYLAND LIMITED,

N Ramanathan
Company Secretary
(Compliance Officer)

ASHOK LEYLAND LIMITED
Registered & Corporate Office: No.1, Sardar Patel Road, Guindy,
Chennai 600 032, India t : +91.44.2220 6000 f : +91.44.2220 6001
www.ashokleyland.com



INDEPENDENT AUDITORS' REVIEW REPORT

To the Board of Directors of
Ashok Leyland Limited

1. We have reviewed the accompanying Statement of Standalone Unaudited financial results of **Ashok Leyland Limited** ("the Company") for the quarter and nine months ended December 31, 2013 ("the Statement") being submitted by the company pursuant to Clause 41 of the Listing Agreements with the stock exchanges, except for the disclosures in Part II of the statement referred to in Paragraph 4 below. This Statement (initialled by us for identification) 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 the statement based on our review.
2. We conducted our review of the Statement in accordance with 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.
3. Based on our review conducted as stated above nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards notified under the Companies Act, 1956 (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs) and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. Further, we also report that we have traced the number of shares as well as the percentages of shareholdings in respect of aggregate amount of public shareholding and the number of shares as well as the percentages of shares pledged / encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements and the particulars relating to investor complaints disclosed in part II of the statement, from the details furnished by the Company / Registrars.


For M.S. KRISHNASWAMI & RAJAN
Chartered Accountants
Registration No. 01554S


M. S. Murali
Partner
(Membership No.26453)

Chennai
January 21, 2014



For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
Registration No. 117366W/W-100018


A. Siddharth
Partner
(Membership No . 31467)



ASHOK LEYLAND LIMITED
 Regd. Office :1 Sardar Patel Road, Guindy, Chennai -600 032
 STATEMENT OF UNAUDITED STANDALONE RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31-12-2013

Rs. Lakhs

		Three Months ended	Preceding Three months ended	Corresponding Three months ended	YTD figures for current period ended	YTD figures for the previous period ended	Previous year ended
		31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Part - I							
1.	Income from Operations						
	a. Net Sales / Income from operations (Net of excise duty)	190,328.28	249,828.28	234,836.32	671,477.84	855,466.68	1,220,307.82
	b. Other Operating Income	4,993.17	5,134.03	5,800.50	15,187.12	19,807.15	27,812.18
	Total Income from Operations (net)	195,321.45	254,962.31	240,636.82	686,664.96	875,273.83	1,248,120.00
2.	Expenses						
	a. Cost of materials consumed	105,565.13	145,669.81	164,641.81	405,219.54	557,608.58	753,941.64
	b. Purchases of stock-in-trade - trading goods	37,024.19	31,180.49	30,894.07	96,432.77	86,472.78	131,173.94
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	13,093.57	17,721.55	(24,474.46)	26,970.71	(14,220.51)	27,197.69
	d. Employee benefits expense	23,962.23	25,457.24	26,170.86	75,238.36	79,336.93	107,551.34
	e. Depreciation and amortisation expenses	8,833.14	9,008.43	9,311.30	27,358.92	28,077.62	38,078.35
	f. Other expenses	25,366.70	29,306.15	33,066.51	84,541.17	98,259.25	140,608.56
	Total Expenses	213,844.96	258,343.67	239,610.09	715,761.47	835,534.65	1,198,551.52
3.	Profit / (Loss) from operations before other income, finance costs and exceptional items	(1 - 2)	(18,523.51)	(3,381.36)	1,026.73	(29,096.51)	49,568.48
4.	Other income		1,540.86	2,311.50	1,409.52	5,082.78	6,235.15
5.	Profit / (Loss) from ordinary activities before finance costs and exceptional items	(3 + 4)	(16,982.65)	(1,069.86)	2,436.25	(24,018.48)	55,803.63
6.	Finance costs		11,525.90	12,441.35	10,710.55	34,035.19	37,688.57
7.	Profit / (Loss) from ordinary activities after finance costs but before exceptional items	(5 - 6)	(28,508.55)	(13,511.21)	(8,274.30)	(58,053.67)	18,115.06
8.	Exceptional items						
	- Profit on sale of certain long term investments (Net)	10,029.03	4,831.93	15,625.69	14,860.96	15,625.69	32,971.92
	- Diminution in value of long term Investments - write back / (provision)	150.00	(456.16)	(106.26)	(957.32)	(106.26)	(4,016.31)
	- Voluntary Retirement Scheme Compensation (Refer Note - 5)	(4,358.68)	-	-	(4,358.68)	-	-
	- Profit on sale of Immovable Property (Refer Note - 8)	3,411.52	-	-	3,411.52	-	-
9.	Profit / (Loss) from ordinary activities before tax	(7 + 8)	(19,276.68)	(9,135.44)	7,245.13	(45,097.19)	47,070.67
10.	Tax expense - Income Tax (Refer Note - 6)		(2,556.00)	(6,630.00)	(169.00)	2,562.00	3,700.00
11.	Net Profit / (Loss) from ordinary activities after tax	(9 - 10)	(16,720.68)	(2,505.44)	7,414.13	(33,401.19)	43,370.67
12.	Extraordinary item (net of tax)		-	-	-	-	-
13.	Net Profit / (Loss) for the period	(11 - 12)	(16,720.68)	(2,505.44)	7,414.13	(33,401.19)	43,370.67
14.	Paid-up equity share capital (Face value per share Re.1)	26,606.80	26,606.80	26,606.80	26,606.80	26,606.80	26,606.80
15.	Reserve excluding Revaluation Reserves						289,238.54
16.	Earnings Per Share (EPS) (Basic and Diluted) (Rs.) (of Re.1 each - Not annualised)	(0.63)	(0.09)	0.28	(1.26)	1.07	1.63
Part - II							
A.	Particulars of Shareholding						
1.	Public shareholding						
	- Number of shares	1,243,453,553	1,304,239,070	1,304,239,070	1,243,453,553	1,304,239,070	1,304,239,070
	- Percentage of shareholding	46.73	49.02	49.02	46.73	49.02	49.02
2.	Promoter shareholding						
a.	Pledged / Encumbered						
	- Number of shares	474,104,204	474,104,204	474,104,204	474,104,204	474,104,204	474,104,204
	- Percentage of promoter shareholding	33.45	34.95	34.95	33.45	34.95	34.95
	- Percentage of total share capital	17.82	17.82	17.82	17.82	17.82	17.82
b.	Non-encumbered						
	- Number of shares	943,118,877	882,333,360	882,333,360	943,118,877	882,333,360	882,333,360
	- Percentage of promoter shareholding	66.55	65.05	65.05	66.55	65.05	65.05
	- Percentage of total share capital	35.45	33.16	33.16	35.45	33.16	33.16
Particulars		THREE MONTHS ENDED - 31.12.2013					
B.	Investor Complaints						
1.	Pending at the beginning of the quarter	5					
2.	Received during the quarter	79					
3.	Disposed during the quarter	79					
4.	Remaining unresolved at the end of the quarter	5					



- (1) The above results have been reviewed by the Audit Committee and then approved by the Board of Directors at its meeting held on January 21, 2014.
- (2) The statutory auditors have conducted a limited review of the above results.
- (3) Exchange difference on translation or settlement of long term foreign currency monetary items at rates different from those at which they were initially recorded or as at April 1, 2007, in so far as it relates to acquisition of depreciable assets are adjusted to the cost of the assets. In other cases, such exchange differences, arising effective April 1, 2011, are accumulated in "Foreign currency monetary item translation difference account" and amortized by recognition as income or expense in each year over the balance term till settlement occurs but not beyond March 31, 2020. This is in line with Notification No. G.S.R 913 (E) dated December 29, 2011 issued by the Ministry of Corporate Affairs, Government of India, amending the Companies (Accounting Standards) Rules, 2006.

Accordingly,

- a) Foreign exchange (Gain) / Loss relating to acquisition of depreciable assets, capitalized during the nine months ended December 31, 2013 aggregated Rs. 27,681.71 Lakhs [December 31, 2012: Rs. 18,108.00 Lakhs; March 31, 2013: Rs. 15,858.33 Lakhs; and September 30, 2013: Rs. 30,160.31 Lakhs] and
- b) The un-amortized net exchange difference in respect of long term monetary items relating to other than acquisition of depreciable assets, is a loss of Rs. 871.95 Lakhs as at December 31, 2013 [December 31, 2012: gain of Rs. 488.80 Lakhs; March 31, 2013: loss of Rs. 96.35 Lakhs; and September 30, 2013: loss of Rs. 564.94 Lakhs]. These amounts are reflected as part of the "Reserves and Surplus" in line with the guidelines issued by the Institute of Chartered Accountants of India.
- (4) The Company's primary segment is identified as business segment based on nature of products, risks, returns and the internal business reporting system and secondary segment is identified based on the geographical location of the customers as per Accounting Standard 17. The Company is principally engaged in a single business segment viz., commercial vehicles and related components.
- (5) **Exceptional Items: Voluntary Retirement Scheme (2013) (VRS) Compensation**
The company announced, during the quarter ended December 31, 2013, a Voluntary Retirement Scheme (2013) for executives who could opt for an early separation from services of the company. VRS compensation of Rs. 4,358.68 Lakhs represents the amount settled, in respect of those executives who exercised their option and separated from the employment upto December 31, 2013.
- (6) Tax expense comprises of Current tax and Deferred tax. Current tax is after considering Minimum Alternate Tax (MAT) credit entitlement under Section 115 JAA (1A) of the Income-tax Act 1961. Deferred tax asset has been recognised on unabsorbed depreciation where applicable in respective periods.
- (7) The Company had adopted the principles of Accounting Standard 30 – Financial instruments: Recognition and measurement, issued by the Institute of Chartered Accountants of India, with effect from April 1, 2008, in respect of forward contracts for firm commitments and highly probable forecast transactions meeting necessary criteria for designation as "Cash flow hedges". The gains and losses on effective Cash flow hedges are recognized in Hedge Reserve Account till the underlying forecast transaction occurs.
- (8) Profit on sale of immovable property of Rs 3,411.52 Lakhs, includes an amount of Rs 1,427.92 Lakhs being the amount lying in revaluation reserve, against the said asset, which has now been credited to the Statement of Profit and Loss. Hitherto, on sale, disposal or extinguishment of a previously revalued asset, the company had the practice of transferring the amount of revaluation reserve against the asset to the General Reserve. The change in the practice comes in with effect from the quarter ending December 31, 2013.



- (9) ASL (Ashley Services Limited) became a wholly owned subsidiary of the Company as on the Appointed date of April 1, 2013 when the scheme of amalgamation for the merger of Ashley Holdings Limited, Ashley Investments Limited and Ashok Leyland Project Services Limited with ASL, was sanctioned by the Honourable High Court of Madras vide its order dated July 31, 2013. The High Court Order was filed with the Registrar of Companies on August 19, 2013. In a subsequent development, the Company, at its Board meeting held on November 19, 2013, has given its consent to a scheme of amalgamation for the merger of ASL, its wholly owned subsidiary with itself. The said scheme of amalgamation is subject to requisite approval of the Honourable High Court of Judicature at Madras and permission or approval of the Central Government or any other statutory or regulatory authorities, which by law may be necessary for the implementation of the Scheme.

The Company would be considering the results of its subsidiary(ies) in its Consolidated Financial Statements for the year ending March 31, 2014.

- (10) The figures for the previous periods have been reclassified / regrouped / amended, wherever necessary. *Man*

For and on behalf of the Board



VINOD K DASARI
Managing Director

Place : Chennai
Date : 21.01.2014




CERTIFICATION BY MANAGING DIRECTOR AND CHIEF FINANCIAL OFFICER TO THE BOARD

We, Vinod K Dasari, Managing Director and Gopal Mahadevan, Chief Financial Officer of Ashok Leyland Limited certify that:

We have reviewed the financial statements for the quarter and Nine months ended December 31, 2013 and that to the best of our knowledge and belief the financial results do not contain any false or misleading statement or figures and do not omit any material fact which may make the statement or figures contained therein misleading.



Vinod K Dasari
Managing Director



Gopal Mahadevan
Chief Financial Officer

January 21, 2014
Chennai