



**Lokesh
Machines Limited**



Regd. Office :

**B-29, EEIE Stage II, Balanagar,
Hyderabad - 500 037. A.P. INDIA.**

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e-mail : info@lokeshmachines.com

URL : www.lokeshmachines.com

November 12, 2012

National Stock Exchange of India Limited

Exchange Plaza,

Bandra- Kurla Complex,

Bandra (E),

Mumbai – 400 051

Company Code: **LOKESHMACH**

Dear Sirs,

Sub: Outcome of Board Meeting

This is to inform you that the meeting of the Board of Directors of the Company was held on November 12, 2012. The outcome of the Board Meeting is as follows:

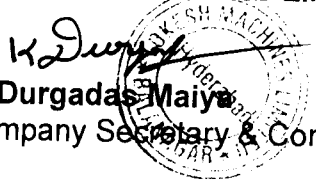
- 1 The Statement of Un-audited Financial Results for the quarter ended September 30, 2012 was approved. A copy of the Results is enclosed along with the Limited Review Report.
- 2 The Board Decided to convert the 20,70,000 Secured Optionally Convertible Debentures which was issued to IFCI Venture Capital Funds Limited into Secured Non-convertible Debentures at a price of Rs. 59.40/- per Debenture.

You are requested to take the same on record.

Thanking you,

Yours truly,

For **Lokesh Machines Limited**


K. Durgadas Maiya

Company Secretary & Compliance Officer

Encl.: as above



CHARTERED ACCOUNTANTS

VISAKHAPATNAM, HYDERABAD, VISAKHAPATNAM, GUNTUR, KAKINADA, TANUKU, ALSO AT CHENNAI, BANGALORE AND ADDL

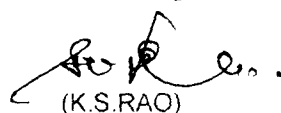
**REVIEW REPORT ON THE FINANCIAL RESULTS OF LOKESH MACHINES LIMITED,
FOR THE QUARTER ENDING 30th SEPTEMBER, 2012 TO BE SUBMITTED TO THE
STOCK EXCHANGES.**

We have reviewed the accompanying statement of unaudited financial results of **LOKESH MACHINES LIMITED**, B-29, EEIE Stage-II, Balanagar, Hyderabad - 500 037, A.P., for the quarter ended 30th SEPTEMBER, 2012 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. 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 in accordance with the Standard on Review Engagement (SRE) 2400, engagements to Review Financial Statements 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 provides 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 as notified by the Companies (Accounting Standards) Rules, 2006 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

for BRAHMAYYA & CO.
Chartered Accountants
Firms' Registration Number: 13S


(K.S. RAO)

Partner

Membership Number: 015850



Place : Hyderabad
Date : 12th November, 2012



CHARTERED ACCOUNTANTS

VIJAYAWADA, HYDERABAD, VISAKHAPATNAM, GUNTUR, KAKINADA, TANUKU, ALSO AT CHENNAI, BANGALORE AND ADONI

**REVIEW REPORT ON THE FINANCIAL RESULTS OF LOKESH MACHINES LIMITED,
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for BRAHMAYYA & CO.
Chartered Accountants
Firms' Registration Number: 000513S


(K.S. RAO)

Partner

Membership Number: 015850



Place : Hyderabad
Date : 12th November, 2012

Lokesh Machines Ltd

UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2012						
Sl. No	PARTICULARS	Rs.in Lakhs				
		3 months ended	3 months ended	3 months ended	6 months ended	6 months ended
		30.09.12 (Un Audited)	30.06.12 (Un Audited)	30.09.2011 (Un Audited)	30.09.12 (Un Audited)	30.09.11 (Un Audited)
1	Income From operations					
	(a) Net Sales / Income from Operations (Net of excise duty)	4,125.82	2,607.69	4,363.09	6,733.51	8,254.56
	(b) Other Operating Income	-	-	-	-	-
	Total Income from operations (net)	4,125.82	2,607.69	4,363.09	6,733.51	8,254.56
2	Expenses					
	a. Cost of materials consumed	1,958.04	1,556.17	2,445.50	3,514.21	4,567.33
	b. Purchase of stock-in-trade	-	-	-	-	-
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	259.84	(807.50)	(90.25)	(547.66)	(150.00)
	d. Employee benefits expense	594.12	613.81	681.98	1,207.93	1,304.77
	e. Depreciation and amortisation expense	287.62	245.91	267.27	533.53	461.51
	f. Other expenses (Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately)	143.48	147.68	184.35	291.16	328.50
	g. Other Manufacturing Expenses	411.45	414.85	361.07	826.30	694.41
	h. Less Capative Consumption	-	-	(16.03)	-	(26.53)
	Total expenses	3,654.55	2,170.92	3,833.89	5,825.47	7,179.99
3	Profit from operations before other Income, finance costs & exceptional Items (1 - 2)	471.27	436.77	529.20	908.04	1,074.57
4	Other Income	46.82	25.49	85.19	72.31	116.79
5	Profit / loss from ordinary activities before finance costs and exceptional items (3+4)	518.09	462.26	614.39	980.35	1,191.36
6	Finance costs	447.76	452.02	381.07	899.78	701.30
7	Profit / loss from ordinary activities after finance costs but before exceptional items (5+6)	70.33	10.24	233.32	80.57	490.06
8	Exceptional Items	-	-	-	-	-
9	Profit / (Loss) from ordinary activities before Tax (7 + 8)	70.33	10.24	233.32	80.57	490.06
10	Tax Expense	27.39	-	67.43	27.39	147.02
11	Net Profit / (Loss) from ordinary activities after Tax (9 + 10)	42.94	10.24	165.89	53.18	343.04
12	Extraordinary items (net of tax expense)	-	-	-	-	-
13	Net Profit / (Loss) for the period (11 + 12)	42.94	10.24	165.89	53.18	343.04
14	Share of profit / (loss) of associates*	-	-	-	-	-
15	Minority interest*	-	-	-	-	-
16	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13 + 14 + 15) *	42.94	10.24	165.89	53.18	343.04
17	Paid up equity share capital (Face value of Rs.10 each)	1,177.74	1,177.74	1,177.74	1,177.74	1,177.74
18	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting	-	-	-	-	-

For LOKESH MACHINES LTD.

For LOKESH MACHINES LTD.

Managing Director

19.i	Earnings Per Share (EPS) (before extraordinary items)	0.36	0.09	1.41	0.45	2.91	6.45
	(of Rs. 10/- each) (not annualised):						
	(a) Basic	0.36	0.09	1.41	0.45	2.91	6.45
	(b) Diluted	0.36	0.09	1.41	0.45	2.91	6.45
19.ii	Earnings Per Share (EPS) (after extraordinary items)	0.36	0.09	1.41	0.45	2.91	6.45
	(of Rs. 10/- each) (not annualised):						
	(a) Basic	0.36	0.09	1.41	0.45	2.91	6.45
	(b) Diluted	0.36	0.09	1.41	0.45	2.91	6.45
A PARTICULARS OF SHAREHOLDING							
1	Public Shareholding						
	- Number of Shares	5,246,980	5,246,980	5,334,232	5,246,980	5,334,232	5,246,980
	- Percentage of shareholding	44.55	44.55	45.30	44.55	45.30	44.55
2	Promoters and Promoter Group Shareholding						
	a) Pledged / Encumbered						
	- Number of shares	5,019,225	4,669,903	5,046,951	5,019,225	5,046,951	4,530,903
	- Percentage of shares (as a % of the total shareholding of promoter and promoter Group)	76.86	71.51	78.33	76.86	78.33	69.38
	- Percentage of shares (as a % of the total share capital of the company)	42.62	39.65	42.85	42.62	42.85	38.48
	b) Non - encumbered						
	- Number of shares	1,511,195	1,860,517	1,396,217	1,511,195	1,396,217	1,999,517
	- Percentage of shares (as a % of the total shareholding of promoter and promoter Group)	23.14	28.49	21.67	23.14	21.67	30.62
	- Percentage of shares (as a % of the total share capital of the company)	12.83	15.80	11.85	12.83	11.85	16.97

Particulars	6 months ended (30-09-2012)
B	INVESTOR COMPLAINTS
Pending at the beginning of the quarter	NIL
Received during the quarter	One complaint was receive
Disposed of during the quarter	One complaint was receive and resolved during the quarter
Remaining unresolved at the end of the quarter	NIL

For LOKESH MACHINES LTD.

Managing Director

Segment-wise Revenue, Results and Capital employed under Clause 41 of the Listing Agreement

Particulars	Rs. In Lakhs					
	3 months ended	3 months ended	3 months ended	6 months ended	6 months ended	Year ended
	30.09.12	30.06.12	30.09.2011	30.09.12	30.09.11	31.03.12
	(Un Audited)	(Un Audited)	(Un Audited)	(Un Audited)	(Un Audited)	(Audited)
1 Segment Revenue						
a) Machinery Division	2,881.47	1,152.84	2,743.43	4,034.31	5,204.12	10,105.93
b) Components Division	1,244.35	1,454.85	1,619.66	2,699.20	3,050.44	6,190.64
c) Unallocated	-	-	-	-	-	-
TOTAL	4,125.82	2,607.69	4,363.09	6,733.51	8,254.56	16,296.57
Less : Inter Segment Revenue	0	-	-	-	-	-
Net Revenue from Operations	4,125.82	2,607.69	4,363.09	6,733.51	8,254.56	16,296.57
2 Segment Results:						
Profit before Interest & Tax						
a) Machinery Division	263.15	335.97	309.43	599.12	571.36	2,096.13
b) Components Division	358.35	260.04	440.19	618.39	895.31	1,406.35
c) Unallocated	-	-	-	-	-	-
TOTAL	621.50	596.01	749.62	1,217.51	1,466.67	3,502.48
Less: Interest	447.76	452.02	381.07	899.78	701.30	1,512.23
Other unallocable Expenses net of Income	103.41	133.75	135.23	237.16	275.31	742.83
TOTAL PROFIT BEFORE TAX	70.33	10.24	233.32	80.57	490.06	1,247.42
3 Capital Employed						
a) Machinery Division	5785.54	5797.59	5,543.76	5785.54	5,543.76	5791.73
b) Components Division	4060.55	4005.57	3,900.81	4060.55	3,900.81	4001.19
c) Unallocated	-	-	-	-	-	-
TOTAL	9,846.09	9,803.16	9,444.57	9,846.09	9,444.57	9,792.91

1. The Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at their Meeting held on November 12, 2012 and the limited review of the unaudited financial results for the quarter ended September 30, 2012 has been carried out by the statutory auditors of the Company.

2. period figures have been reclassified / regrouped to conform to the current period figures.

Hyderabad
Nov 12, 2012

For **LOKESH MACHINES LTD.**
For and on behalf of the Board
LOKESH MACHINES LTD.

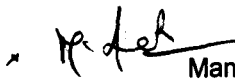

M. Lokesh Managing Director
MANAGING DIRECTOR

Statement of Assets & Liabilities

Rs. In lakhs.

	30.09.12 Un Audited	31.03.12 Audited
A Equity and Liabilities		
1 Shareholders' Funds		
(a) Share Capital	1,177.74	1,177.74
(b) Reserves and Surplus	8,668.35	8,615.18
2 Non-Current liabilities		
(a) Long-term borrowings	4,489.32	4,854.53
(b) Deferred tax liabilities (Net)	784.58	784.58
(c) Other Long term liabilities	680.60	752.99
(d) Long term provisions	252.52	242.52
3 Current liabilities		
(a) Short-term borrowings	5,584.67	5,503.19
(b) Trade payables	2,387.21	2,396.91
(c) Other short current liabilities	3,532.33	3,139.75
(d) Short term provisions	181.26	183.42
TOTAL	27,738.58	27,650.81
B Assets		
1 Non Current Assets		
(a) Fixed Assets		
Tangible assets	10,611.17	11,096.66
Intangible assets	22.14	26.25
Capital Work-in-Progress	1,529.25	1,248.65
(b) Non Current Investments	800.00	800.00
(c) Long term loans and advances	1,223.92	1,171.37
(d) Other non-current assets	87.17	82.47
2 Current Assets		
(a) Inventories	7,285.19	6,744.36
(b) Trade Receivables	3,689.51	3,819.86
(c) Cash and cash equivalents	474.42	354.35
(d) Short term loans and advances	1,532.52	1,639.79
(e) Other current assets	483.29	667.05
TOTAL	27,738.58	27,650.81

For LOKESH MACHINES LTD.


Managing Director