



### Limited Review Report

To  
The Board of Directors  
Lakshmi Precision Screws Limited

1. We have reviewed the accompanying statement of unaudited financial results of Lakshmi Precision Screws Limited ('the Company'), 46/1, Mile Stone, Hissar Road, Rohtak-124001, for the quarter ended June 30, 2015 (the "Statement"), 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/ Committee of Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free from material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. *We are unable to observe physical inventories due to the size and nature of inventories, and we also unable to satisfy ourselves by alternative means concerning the inventories held at 30th June, 2015 which are stated in Balance Sheet at Rs. 2,69,04,95,341/- and in respect of which entity's control are not effective. The entity has not carried any physical verification in respect of Inventories comprising of Raw Materials, Work in Progress, Finished Goods, Stock in Trade (Traded goods), Consumables Stores and Spares and Dies and Tools. The total size of inventory as on 30th June, 2015 is Rs. 2,69,04,95,341/- which is material in relation to size and nature of the business of the Company. The management has not devised any plans nor informed us of its intentions to conduct the physical verification as per the prescribed norms inspite of qualifications / Emphasis of matter supplied in our earlier year audit reports. Further they have taken no note of our negative comments in clause 2 a, b and c, reported under Companies (Auditor's Report) Order, 2003 in earlier years.*





4. Certain advances aggregating to Rs 12,39,89,587/- were outstanding as on 30/06/2015. As explained to us, these advances are given for procurement of materials and services. However, no confirmation from parties to whom these advances are given is available to us. A few advances are very old and no provision for doubtful advances has been made.
5. A sum of Rs. 1,60,59,342/- is due from an ex-employee of the Company which is under litigation and pending before the Hon'ble Delhi High court. In our opinion provision for doubtful debts should be recognized for the same.
6. The Company is in violation of Section 73 of Companies Act, 2013 read together with Companies (Acceptance of Deposits) Rules, 2014. as it has taken advances from customers amounting to Rs. 4,77,59,742/- having balance outstanding for more than 365 days. In terms of Rule 2(1)(xii)(a) such advances are liable to be treated as deposits read together with section 73 of the Companies Act, 2013 and hence the Company is in violation of the same.
7. Balances under Sundry Debtors and Sundry Creditors, loans and advances, given by the Company and parties from whom unsecured loans have been taken by the Company have not been confirmed in some cases by the parties. Adjustments, if any, required upon such confirmation are not ascertainable and hence not provided for.
8. The Company has taken unsecured loans from Companies amounting to Rs. 8,43,13,220/- which are outstanding as at the end of the quarter. The same are yet to be confirmed and subject to consequential adjustment and treatment, if any on confirmation of balances.
9. As per the accounting policy of the Company, the Company is valuing its inventories at lower of cost and net realizable value. As explained to us, since exact cost is not ascertainable, the same is arrived at list price less 57% in case of finished goods and at list price less 66% in case of semi-finished goods and special items have been valued at 31% less in case of semi-finished goods and 22% less in the case of finished goods of the selling price.

The same has been worked out on the basis of overall gross margin and not on exact cost basis. Since proper cost records are not maintained, exact cost is not ascertainable, and therefore the impact if any, on account of valuation of inventories on basis of actual cost is not quantifiable and provided for.

10. The Company has not disclosed the impact of qualifications reported in our earlier years/periods reports as required under para (IV)(c) of Clause 41 of the listing agreement.





# V.R. BANSAL & ASSOCIATES

Chartered Accountants

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11. Based on our review conducted as above, *subject to statements in point no 3 to 10 and consequential effect on the loss for the quarter*, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", [specified under the Companies Act, 1956 (which are deemed to be applicable as per section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014)] 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 V.R. Bansal & Associates  
Registration number: 016534N  
Chartered Accountants

Place : Noida  
Date : 14/08/2015

  
W.P. Bansal  
Partner  
Membership No.: 008843




**Lakshmi Precision Screws Ltd.**

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Rohtak-124001, Haryana (India)  
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**LAKSHMI PRECISION SCREWS LIMITED**

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Email : complianceofficer@lpsindia.com, website : www.lpsindia.com  
CIN : L35999HR1968PLC004977

**Statement of Un-audited (Standalone) Financial  
Results for the Quarter Ended 30th Juno, 2015**

PART-I		(Rs. In Lacs.)			
S. No.	Particulars	Standalone			
		Quarter Ended			Year Ended
		30.06.2015	31.03.2015	30.06.2014	31.03.2015
		Unaudited	Unaudited	Unaudited	Audited
1	Income from operations				
	(a) Net sales/ income from operations (net of excise duty)	7961.61	10198.17	9029.81	37159.37
	(b) Other operating income	17.77	40.87	85.48	233.81
	<b>Total Income from operations(net) (a+b)</b>	<b>7979.38</b>	<b>10239.03</b>	<b>9115.29</b>	<b>37393.18</b>
2	Expenses				
	a. Cost of materials consumed	2684.93	3639.59	3519.40	13862.35
	b. Purchases of stock-in-trade	531.34	2231.14	485.79	3835.99
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	(56.63)	(903.46)	(160.71)	(1678.30)
	d. Employee benefits expense	1867.83	2180.22	1680.11	7336.88
	e. Depreciation and amortisation expense	276.56	242.20	402.16	1128.08
	f. Other expenses	2033.38	2355.20	2301.25	9281.77
	<b>Total Expenses (a+b+c+d+e+f)</b>	<b>7337.42</b>	<b>9744.90</b>	<b>8228.00</b>	<b>33766.77</b>
3	<b>Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	<b>641.96</b>	<b>494.13</b>	<b>887.29</b>	<b>3626.41</b>
4	Other income	175.00	58.93	126.84	144.13
5	<b>Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)</b>	<b>816.97</b>	<b>553.07</b>	<b>1014.13</b>	<b>3770.55</b>
6	Finance costs	1032.81	942.73	897.89	3732.24
7	<b>Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)</b>	<b>(215.85)</b>	<b>(389.65)</b>	<b>116.24</b>	<b>38.31</b>
8	Exceptional Items	0.00	0.00	0.00	0.00
9	<b>Profit/(Loss) from ordinary activities before tax (7+8)</b>	<b>(215.85)</b>	<b>(389.65)</b>	<b>116.24</b>	<b>38.31</b>
10	Prior period items	0.00	0.00	0.00	0.00
11	<b>Profit/(Loss) from ordinary activities before tax (9+10)</b>	<b>(215.85)</b>	<b>(389.65)</b>	<b>116.24</b>	<b>38.31</b>
12	Tax Expense	0.00	0.00	75.57	0.00
13	<b>Net Profit/(Loss) from ordinary activities after tax (11-12)</b>	<b>(215.85)</b>	<b>(389.65)</b>	<b>40.67</b>	<b>38.31</b>
14	Extraordinary items (net of tax expense)	0.00	0.00	0.00	0.00
15	<b>Net Profit/(Loss) for the period (13-14)</b>	<b>(215.85)</b>	<b>(389.65)</b>	<b>40.67</b>	<b>38.31</b>
16	Paid-up equity share capital (Face value of Rs.10/- per share)	1094.17	1094.17	1094.17	1094.17
17	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	-	5908.00
18.i	Earnings Per Share (before extraordinary items) (not annualised) (Rs.)				
	(a) Basic	(1.97)	(3.56)	0.37	0.35
	(b) Diluted	(1.97)	(3.56)	0.37	0.35
18.ii	Earnings Per Share (after extraordinary items) (not annualised) (Rs.)				
	(a) Basic	(1.97)	(3.56)	0.37	0.35
	(b) Diluted	(1.97)	(3.56)	0.37	0.35


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PART-II Select Information for the quarter ended 30th June, 2015					
A PARTICULARS OF SHAREHOLDING					
1	Public shareholding:				
	No. of shares	4030647	4030647	4030647	4030647
	Percentage of shareholding	36.84	36.84	36.84	36.84
2	Promoters and Promoter Group Shareholding				
a)	Pledged/ Encumbered				
	- Number of shares	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total share capital of the Company)	NIL	NIL	NIL	NIL
b)	Non-encumbered				
	- Number of shares	6911020	6911020	6911020	6911020
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the Company)	63.16	63.16	63.16	63.16
B INVESTOR COMPLAINTS		3 Months ended 30th June, 2015			
	Pending at the beginning of the quarter	NIL			
	Received during the quarter	NIL			
	Disposed off during the quarter	NIL			
	Remaining unresolved at the end of the quarter	NIL			

**Notes:**

- The above results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meetings held on August 14, 2015. The Statutory Auditors of the Company have carried out the limited review of the same.
- The Company is operating only in one segment viz. Fasteners.
- The Company has not recognized deferred tax asset amounting to Rs.1189.35 lacs. In respect of timing differences capable of reversal in future periods in absence of virtual certainty that sufficient taxable income will be available for set-off of deferred tax assets.
- Figures for the previous periods have been regrouped and reclassified to confirm the classification of the current period, wherever considered necessary.

By order of the Board  
for Lakshmi Precision Screws Ltd.

Lalit Kumar Jain  
Chairman & Managing Director  
DIN:00061293

Place: New Delhi  
Date : 14.08.2015