

SEC/PAM/2020

July 22, 2020

The Secretary BSE Limited Phiroze Jejeebhoy Towers, Dalal Street, MUMBAI - 400 001 STOCK CODE: 500510	National Stock Exchange of India Limited Exchange Plaza, 5th Floor Plot No.C/1, G Block Bandra-Kurla Complex Bandra (E), Mumbai - 400 051 STOCK CODE: LT
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Dear Sirs,

Sub.: **Standalone Unaudited Financial Results for the quarter ended 30th June, 2020.**

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose a copy of the statement containing the **Standalone Unaudited Financial Results** of the Company, **for the quarter ended 30th June, 2020**, which has been approved at the Meeting of the Board of Directors, held today. The Board Meeting commenced at 2.30 p.m. and concluded at 4.45 p.m.

We also enclose a copy of the "**Limited Review Report** for the **quarter ended 30th June 2020**" issued by our Statutory Auditors, **M/s. Deloitte Haskins & Sells LLP**, Chartered Accountants, Mumbai.

Please inform your members accordingly and display this on your Notice Boards.

Thanking you,

Yours faithfully,
for **LARSEN & TOUBRO LIMITED**



**SIVARAM NAIR A
COMPANY SECRETARY
(FCS 3939)**

Encl. as above



LARSEN & TOUBRO LIMITED
Registered Office: L&T House, Ballard Estate, Mumbai 400 001
CIN : L99999MH1946PLC004768

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

₹ Crore

Particulars	Quarter ended			Year ended
	June 30, 2020 [Reviewed]	March 31, 2020 [Reviewed]	June 30, 2019 [Reviewed] ⁽ⁱⁱⁱ⁾	March 31, 2020 [Audited]
A Continuing operations				
1 Income:				
a) Revenue from operations	8149.99	27252.75	16496.84	82383.65
b) Other income (net)	698.26	801.67	400.06	2807.87
Total Income	8848.25	28054.42	16896.90	85191.52
2 Expenses:				
a) Manufacturing, construction and operating expenses:				
i) Cost of raw materials and components consumed	804.76	1411.10	1469.96	5486.99
ii) Stores, spares and tools consumed	182.26	244.00	410.45	1520.47
iii) Sub-contracting charges	1653.07	7158.53	4419.62	22488.74
iv) Construction materials consumed	1784.28	10836.95	5252.19	28632.03
v) Purchases of stock-in-trade	141.11	225.38	188.90	855.63
vi) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(144.77)	327.81	(246.80)	(64.01)
vii) Other manufacturing, construction and operating expenses	1343.14	2191.47	1795.43	7962.36
b) Employee benefits expense	1359.83	1425.75	1462.68	5955.98
c) Sales, administration and other expenses	444.70	808.79	551.56	2707.34
d) Finance costs	708.45	563.71	517.78	2266.56
e) Depreciation, amortisation, impairment and obsolescence	234.76	257.05	251.62	1020.51
Total Expenses	8511.59	25450.54	16073.39	78832.60
3 Profit before exceptional items (1-2)	336.66	2603.88	823.51	6358.92
4 Exceptional items (net)	-	-	626.99	626.99
5 Profit before tax (3+4)	336.66	2603.88	1450.50	6985.91
6 Tax expense:				
a) Current tax	51.00	749.32	335.87	1525.60
b) Deferred tax	4.01	(259.68)	(20.10)	(564.45)
Total tax expense	55.01	489.64	315.77	961.15
7 Net profit after tax from continuing operations (5-6)	281.65	2114.24	1134.73	6024.76
B Discontinued operations				
8 Profit before tax from discontinued operations	33.34	185.23	177.54	865.38
9 Tax expense of discontinued operations	8.41	44.83	59.26	210.93
10 Net profit after tax from discontinued operations (8-9)	24.93	140.40	118.28	654.45
11 Net profit after tax from continuing operations & discontinued operations (7+10)	306.58	2254.64	1253.01	6679.21
12 Other comprehensive income (OCI)	219.52	(166.55)	(270.06)	(518.92)
13 Total Comprehensive Income (11+12)	526.10	2088.09	982.95	6160.29
14 Paid-up equity share capital (face value of share: ₹ 2 each)	280.80	280.78	280.62	280.78
15 Other equity				51894.57
16 Earnings per equity share (EPS) from continuing operations (not annualised):				
(a) Basic EPS (₹)	2.00	15.06	8.09	42.93
(b) Diluted EPS (₹)	2.00	15.04	8.08	42.87
17 Earnings per equity share (EPS) from discontinued operations (not annualised):				
(a) Basic EPS (₹)	0.18	1.00	0.84	4.66
(b) Diluted EPS (₹)	0.18	1.00	0.84	4.66
18 Earnings per equity share (EPS) from continuing operations & discontinued operations (not annualised):				
(a) Basic EPS (₹)	2.18	16.06	8.93	47.59
(b) Diluted EPS (₹)	2.18	16.04	8.92	47.53

Notes:

- (i) The Company's operations and financial results for the quarter have been very adversely impacted by the lockdown imposed to contain the spread of COVID-19. The operations gradually resumed with requisite precautions during the quarter with limited availability of workforce and disrupted supply chain. The results for the quarter are therefore not comparable with those for the previous quarter. The Company has assessed the impact of pandemic on its financial results/position based on the internal and external information available up to the date of approval of these financial results and expects to recover the carrying value of its assets. The Company continues to monitor the economic effects of the pandemic while taking steps to improve its execution efficiencies and the financial outcome.
- (ii) Based on the progress of the divestment process, the Company continues to classify Electrical & Automation (E&A) business as discontinued operation and disclose the financial results thereof separately for the periods presented.
- (iii) Financials for the previous periods have been restated to reflect the effect of merger of L&T Shipbuilding Limited with the Company with effect from April 1, 2019.
- (iv) During the quarter ended June 30, 2020, the Company has allotted 1,00,212 equity shares of ₹ 2 each fully paid-up, on exercise of stock options by employees in accordance with the Company's stock option schemes.
- (v) Figures for the previous periods have been regrouped/reclassified to conform to the classification of the current period.
- (vi) The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on July 22, 2020. The same have also been subjected to Limited Review by the Statutory Auditors.

for LARSEN & TOUBRO LIMITED


S. N. SUBRAHMANYAM
Chief Executive Officer & Managing Director

Mumbai
July 22, 2020

Standalone unaudited segment-wise Revenue, Result, Total assets and Total liabilities in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended:

Particulars	₹ Crore			
	Quarter ended		Year ended	
	June 30, 2020 [Reviewed]	March 31, 2020 [Reviewed]	June 30, 2019 [Reviewed] ⁽ⁱⁱⁱ⁾	March 31, 2020 [Audited]
Gross segment revenue				
1 Infrastructure	6040.17	24085.43	13086.06	69194.41
2 Power	380.00	565.28	563.24	2318.46
3 Heavy Engineering	425.13	701.59	991.47	3204.91
4 Defence Engineering	476.49	798.86	939.09	3699.16
5 Electrical & Automation (discontinued operations)	565.68	1005.24	1173.12	4557.34
6 Others	876.56	1228.71	1021.33	4367.15
Total	8764.03	28365.11	17774.31	87341.43
Less: Revenue of discontinued operations	565.68	1005.24	1173.12	4557.34
Less: Inter-segment revenue	48.36	107.12	104.35	400.44
Net segment revenue from continuing operations	8149.99	27252.75	16496.84	82383.65
Segment results				
1 Infrastructure	238.72	2395.83	630.71	4815.64
2 Power	(4.89)	203.05	8.61	235.68
3 Heavy Engineering	55.49	105.22	159.49	565.15
4 Defence Engineering	24.95	85.26	120.74	519.44
5 Electrical & Automation (discontinued operations)	33.34	185.23	177.54	865.38
6 Others	33.82	62.16	172.96	462.06
Total	381.43	3036.75	1270.05	7463.35
Less: Result of discontinued operations	33.34	185.23	177.54	865.38
Less: Inter-segment margins on capital jobs	1.68	14.01	6.14	44.27
Less: Finance costs	708.45	563.71	517.78	2266.56
Add: Unallocable corporate income net of expenditure	698.70	330.08	254.92	2071.78
Add/(Less): Exceptional items(net)	-	-	626.99	626.99
Profit before tax from continuing operations	336.66	2603.88	1450.50	6985.91
Segment assets				
1 Infrastructure	68769.15		67715.91	72389.10
2 Power	4901.65		5001.12	5000.45
3 Heavy Engineering	3100.68		3181.46	3255.02
4 Defence Engineering	7130.84		8066.95	7112.25
5 Electrical & Automation (discontinued operations)	2572.00		2824.05	2779.74
6 Others	6418.03		5735.03	6493.24
Total segment assets	92892.35		92524.52	97029.80
Less: Inter-segment assets	556.08		655.81	640.38
Add: Unallocable corporate assets	55248.71		38866.20	45167.17
Total assets	147584.98		130734.91	141556.59
Segment liabilities				
1 Infrastructure	41843.89		42214.51	47589.89
2 Power	4309.08		4564.18	4381.75
3 Heavy Engineering	1462.33		1532.95	1415.24
4 Defence Engineering	4031.21		4600.53	4119.88
5 Electrical & Automation (discontinued operations)	1086.31		1423.77	1367.58
6 Others	2883.74		2749.75	3105.39
Total segment liabilities	55616.56		57085.69	61979.73
Less: Inter-segment liabilities	556.08		655.81	640.38
Add: Unallocable corporate liabilities	39809.56		23222.92	28041.89
Total liabilities	94870.04		79652.80	89381.24

Notes:

- (i) The Company has reported segment information as per Ind AS 108 "Operating Segments" read with SEBI circular dated July 5, 2016. The identification of operating segments is consistent with performance assessment and resource allocation by the management.
- (ii) Effective from April 1, 2020, Smart World & Communications business (SW&C) has been transferred from Infrastructure segment to "Others" segment. Concurrently, military communication business has been transferred from Defence Engineering segment to SW&C.
- (iii) Segment composition: **Infrastructure** segment comprises engineering and construction of (a) building and factories, (b) transportation infrastructure, (c) heavy civil infrastructure, (d) power transmission & distribution, (e) water & effluent treatment systems and (f) metallurgical & material handling systems. **Power** segment comprises turnkey solutions for Coal-based and Gas-based thermal power plants including power generation equipment with associated systems and/or balance-of-plant packages. **Heavy Engineering** segment comprises manufacture and supply of custom designed, engineered critical equipment & systems to core sector industries like Fertiliser, Refinery, Petrochemical, Chemical, Oil & Gas and Thermal & Nuclear Power. **Defence Engineering** segment comprises (a) design, development, serial production and through life-support of equipment, systems and platforms for Defence and Aerospace sectors and (b) design, construction, and repair/refit of defence vessels. **Electrical & Automation** segment (disclosed as discontinued operation, vide note (ii) under financial results) comprises manufacture and sale of low and medium voltage switchgear components, custom built low and medium voltage switchboards, electronic energy meters/protection (relays) systems and control & automation products. **Others** segment includes realty, smart world & communication projects (including military communications), hydrocarbon, marketing and servicing of construction & mining machinery and parts thereof and manufacture and sale of rubber processing machinery.
- (iv) Unallocable corporate income primarily includes interest income, dividends and profit on sale of investments. Unallocable expenditure mainly includes corporate expenses not allocated to segments. Unallocable corporate assets mainly comprise investments. Corporate liabilities mainly comprise borrowings.
- (v) In respect of most of the segments of the Company, sales and margins do not accrue uniformly during the year.
- (vi) Figures for the previous periods have been regrouped/reclassified to conform to the classification of the current period.

for LARSEN & TOUBRO LIMITED


S. N. SUBRAHMANYAM
Chief Executive Officer & Managing Director

Mumbai
July 22, 2020

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM
STANDALONE FINANCIAL RESULTS**

TO THE BOARD OF DIRECTORS OF LARSEN & TOUBRO LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **LARSEN & TOUBRO LIMITED** (the "Company"), which includes 31 joint operations consolidated on a proportionate basis for the quarter ended 30th June, 2020 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 ("ICAI"). A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 specified under section 143(10) of the Companies Act, 2013 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the interim financial information of the joint operations listed in Attachment A.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors as referred in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure

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Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Emphasis of Matter

We draw attention to Note (i) to the Standalone Financial Results in which the Company describes the uncertainties arising from the COVID 19 pandemic. Our conclusion on the Statement is not modified in respect of this matter.

7. We did not review the interim financial information of 3 joint operations included in the Statement whose financial information reflect total revenue of ₹ 236.20 crore, total loss after tax of ₹ 3.06 crore and total comprehensive loss (net) of ₹ 3.06 crore for the quarter ended June 30, 2020, as considered in this Statement. The interim financial information of these joint operations have been reviewed by the other auditors whose reports have been furnished to us by the Management of the Company, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these joint operations, is based solely on the report of such other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of this matter.

8. We did not review the interim financial information of 27 joint operations included in the Statement whose financial information reflect total revenue of ₹ 149.03 crore, total profit after tax of ₹ 18.91 crore and total comprehensive income (net) of ₹ 18.91 crore for the quarter ended June 30, 2020, as considered in this Statement. The interim financial information of these joint operations have not been reviewed by their auditors whose financial information have been furnished to us by the Management of the Company, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these joint operations, is based solely on such interim financial information certified by the Management of the Company. According to the information and explanations given to us by the Management, these interim financial information are not material to the Company.

Our conclusion on the Statement is not modified in respect of our reliance on the interim financial information certified by the Management

For Deloitte Haskins & Sells LLP

Chartered Accountants

(Firm's Registration No. 117366W/W-100018)



Sanjiv V. Pilgaonkar

Partner

(Membership No. 39826)

UDIN: 20039826AAAAFR3285

Place: Mumbai

Date: 22 July 2020

Attachment A: List of Joint Operations

Sr. No.	Name of Joint Operations
1	Desbuild L&T Joint Venture
2	Larsen and Toubro Limited-Shapoorji Pallonji & Co. Ltd. Joint Venture
3	Al Balagh Trading & Contracting Co W.L.L- L&T Joint Venture
4	L&T - AM Tapovan Joint Venture
5	HCC - L&T Purulia Joint Venture
6	International Metro Civil Contractors Joint Venture
7	Metro Tunneling Group
8	L&T - Hochtief Seabird Joint Venture
9	Metro Tunneling Chennai-L&T Shanghai Urban Construction (Group) Corporation Joint Venture
10	Metro Tunneling Delhi-L&T Shanghai Urban Construction (Group) Corporation Joint Venture
11	L&T-Shanghai Urban Construction (Group) Corporation Joint Venture CC27 Delhi
12	Aktor- Larsen & Toubro-Yapi Merkezi-STFA-Al Jaber Engineering Joint Venture
13	Civil Works Joint Venture
14	L&T-Shanghai Urban Construction (Group) Corporation Joint Venture
15	DAEWOO and L&T Joint Venture
16	L&T – STEC JV Mumbai
17	L&T-Eastern Joint Venture %
18	Larsen and Toubro Limited-Scomi Engineering BHD Consortium-Residual Joint Works Joint Venture
19	Larsen and Toubro Limited-Scomi Engineering BHD Consortium-O&M Joint Venture
20	L&T-Delma Mafrag Joint Venture
21	L&T-AL-Sraiya LRDP 6 Joint Venture
22	Larsen & Toubro Limited & NCC Limited Joint Venture
23	Besix – Larsen & Toubro Joint Venture
24	Larsen & Toubro Ltd - Passavant Energy & Environment JV
25	LNT - Shriram EPC Tanzania UJV
26	LTH Milcom Private Limited
27	L&T- Inabensa Consortium
28	L&T- ISDPL (JV)
29	L&T-IHI Consortium
30	L&T-Tecton
31	L&T-Power China JV

Symbol	Explanation to Symbol
%	Entity dissolved during the period