

SEC/PAM/2020

January 22, 2020

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

Sub.: **Standalone Unaudited Financial Results for the quarter and nine month period ended 31<sup>st</sup> December 2019.**

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 and nine month period ended 31<sup>st</sup> December 2019**, which has been approved at the Meeting of the Board of Directors, held today. The Board Meeting commenced at 11.15 a.m. and concluded at 5.10 p.m.

We also enclose a copy of the "**Limited Review Report** for the **quarter and nine month period ended 31<sup>st</sup> December 2019**" issued by our Statutory Auditors, **M/s. Deloitte Haskins & Sells LLP**, Chartered Accounts, 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 AND NINE MONTHS ENDED DECEMBER 31, 2019**

₹ Crore

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2019 [Reviewed]	September 30, 2019 [Reviewed]	December 31, 2018 [Reviewed]	December 31, 2019 [Reviewed]	December 31, 2018 [Reviewed]	March 31, 2019 [Audited]
<b>A Continuing operations</b>						
<b>1 Income:</b>						
a) Revenue from operations	19885.26	18751.69	21102.18	55135.84	52762.07	82226.89
b) Other income(net)	695.08	1022.16	822.77	2179.35	1971.84	2760.83
<b>Total Income</b>	<b>20580.34</b>	<b>19773.85</b>	<b>21924.95</b>	<b>57315.19</b>	<b>54733.91</b>	<b>84987.72</b>
<b>2 Expenses:</b>						
a) Manufacturing, construction and operating expenses:						
i) Cost of raw materials and components consumed	1461.26	1236.32	1685.80	4208.29	4257.92	6038.09
ii) Stores, spares and tools consumed	417.40	447.29	646.68	1274.24	1778.89	2308.59
iii) Sub-contracting charges	5781.91	5153.27	5120.52	15358.54	13573.46	21724.30
iv) Construction materials consumed	6334.18	6140.05	8177.49	17696.59	18054.49	29246.05
v) Purchases of stock-in-trade	245.14	196.20	231.75	630.24	601.67	906.49
vi) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(72.85)	(70.50)	(659.34)	(389.23)	(1323.92)	(1172.96)
vii) Other manufacturing, construction and operating expenses	1996.33	1973.66	2047.69	5750.60	5410.45	7841.04
b) Employee benefits expense	1490.68	1547.70	1377.83	4486.40	4238.72	5668.68
c) Sales, administration and other expenses	760.84	574.65	524.79	1880.79	1607.80	1925.76
d) Finance costs	558.50	559.05	488.56	1599.18	1205.26	1641.39
e) Depreciation, amortisation, impairment and obsolescence	227.00	249.70	230.48	710.64	677.43	929.45
<b>Total Expenses</b>	<b>19200.39</b>	<b>18007.39</b>	<b>19872.25</b>	<b>53206.28</b>	<b>50082.17</b>	<b>77056.88</b>
<b>3 Profit before exceptional items (1-2)</b>	<b>1379.95</b>	<b>1766.46</b>	<b>2052.70</b>	<b>4108.91</b>	<b>4651.74</b>	<b>7930.84</b>
<b>4 Exceptional items(net)</b>	-	-	-	626.99	499.62	474.93
<b>5 Profit before tax (3+4)</b>	<b>1379.95</b>	<b>1766.46</b>	<b>2052.70</b>	<b>4735.90</b>	<b>5151.36</b>	<b>8405.77</b>
<b>6 Tax expense:</b>						
a) Current tax	231.68	268.06	586.93	835.61	1277.78	2409.73
b) Deferred tax	(6.41)	(278.25)	(24.70)	(304.76)	(53.04)	(138.60)
<b>Total tax expense</b>	<b>225.27</b>	<b>(10.19)</b>	<b>562.23</b>	<b>530.85</b>	<b>1224.74</b>	<b>2271.13</b>
<b>7 Net profit after tax from continuing operations (5-6)</b>	<b>1154.68</b>	<b>1776.65</b>	<b>1490.47</b>	<b>4205.05</b>	<b>3926.62</b>	<b>6134.64</b>
<b>B Discontinued operations</b>						
8 Profit before tax from discontinued operations	250.02	252.59	217.71	680.15	555.96	812.41
9 Tax expense of discontinued operations	61.20	45.64	73.40	166.10	182.29	269.35
<b>10 Net profit after tax from discontinued operations (8-9)</b>	<b>188.82</b>	<b>206.95</b>	<b>144.31</b>	<b>514.05</b>	<b>373.67</b>	<b>543.06</b>
<b>11 Net profit after tax from continuing operations &amp; discontinued operations (7+10)</b>	<b>1343.50</b>	<b>1983.60</b>	<b>1634.78</b>	<b>4719.10</b>	<b>4300.29</b>	<b>6677.70</b>
12 Other comprehensive income (OCI)	82.10	(165.24)	62.31	(354.07)	(166.46)	(118.63)
<b>13 Total Comprehensive Income (11+12)</b>	<b>1425.60</b>	<b>1818.36</b>	<b>1697.09</b>	<b>4365.03</b>	<b>4133.83</b>	<b>6559.07</b>
14 Paid-up equity share capital (face value of share: ₹ 2 each)	280.72	280.65	280.44	280.72	280.44	280.55
15 Other equity						52270.17
<b>16 Earnings per share (EPS) of ₹ 2 each from continuing operations (not annualised):</b>						
(a) Basic EPS (₹)	8.22	12.67	10.63	29.97	28.00	43.76
(b) Diluted EPS (₹)	8.22	12.65	10.61	29.92	27.96	43.67
<b>17 Earnings per share (EPS) of ₹ 2 each from discontinued operations (not annualised):</b>						
(a) Basic EPS (₹)	1.35	1.47	1.03	3.66	2.67	3.87
(b) Diluted EPS (₹)	1.34	1.47	1.03	3.66	2.66	3.87
<b>18 Earnings per share (EPS) of ₹ 2 each from continuing operations &amp; discontinued operations (not annualised):</b>						
(a) Basic EPS (₹)	9.57	14.14	11.66	33.63	30.67	47.63
(b) Diluted EPS (₹)	9.56	14.12	11.64	33.58	30.62	47.54

**Notes:**

- (i) During the quarter ended December 31, 2019, the Company has allotted 315,794 equity shares of ₹ 2 each fully paid-up, on exercise of stock options by employees in accordance with the Company's stock option schemes.
- (ii) Effective April 1, 2019, the Company has adopted Ind AS 116 "Leases" and capitalised assets taken on operating lease. The transition was effected using modified retrospective method. The impact of transition on the profit after tax for the quarter and nine months ended December 31, 2019 is not material.
- (iii) The Company's Electrical & Automation (E&A) business was classified as discontinued operation in the quarter ended June 30, 2019 with the sale of E&A business likely to be completed within one year from then. Accordingly, the profit thereof has been disclosed separately for the periods presented.
- (iv) Figures for the previous periods have been regrouped/reclassified to conform to the classification of the current periods.
- (v) The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on January 22, 2020. The same have also been subjected to Limited Review by the Statutory Auditors.

for LARSEN & TOUBRO LIMITED

*S. N. Subrahmanyam*

S. N. SUBRAHMANYAN  
Chief Executive Officer & Managing Director

Mumbai  
January 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	Quarter ended			Nine months ended		Year ended
	December 31, 2019	September 30, 2019	December 31, 2018	December 31, 2019	December 31, 2018	March 31, 2019
	[Reviewed]	[Reviewed]	[Reviewed]	[Reviewed]	[Reviewed]	[Audited]
<b>Gross segment revenue</b>						
1 Infrastructure	16628.09	15998.21	17291.80	45983.03	43071.49	68908.53
2 Power	698.31	491.63	908.30	1753.18	3048.79	3983.09
3 Heavy Engineering	806.08	705.77	692.82	2503.31	1614.21	2513.25
4 Defence Engineering	1063.36	1019.84	1012.87	3050.61	2601.83	3691.67
5 Electrical & Automation (discontinued operations)	1161.73	1217.26	1289.03	3552.11	3524.21	4930.56
6 Others	770.06	642.99	1314.41	2133.65	2802.08	3660.70
<b>Total</b>	<b>21127.63</b>	<b>20075.70</b>	<b>22509.23</b>	<b>58975.89</b>	<b>56662.61</b>	<b>87687.80</b>
Less: Revenue of discontinued operations	1161.73	1217.26	1289.03	3552.11	3524.21	4930.56
Less: Inter-segment revenue	80.64	106.75	118.02	287.94	376.33	530.35
<b>Net segment revenue from continuing operations</b>	<b>19885.26</b>	<b>18751.69</b>	<b>21102.18</b>	<b>55135.84</b>	<b>52762.07</b>	<b>82226.89</b>
<b>Segment results</b>						
1 Infrastructure	884.28	923.62	731.53	2445.66	2120.53	5000.21
2 Power	13.76	10.25	15.41	32.62	101.49	129.84
3 Heavy Engineering	158.62	141.82	104.40	459.93	317.42	486.79
4 Defence Engineering	207.21	160.08	82.66	533.23	410.09	549.83
5 Electrical & Automation (discontinued operations)	250.02	252.59	217.71	680.15	555.96	812.41
6 Others	96.72	96.72	727.36	356.00	1066.00	1230.28
<b>Total</b>	<b>1610.61</b>	<b>1585.08</b>	<b>1879.07</b>	<b>4507.59</b>	<b>4571.49</b>	<b>8209.36</b>
Less: Result of discontinued operations	250.02	252.59	217.71	680.15	555.96	812.41
Less: Inter-segment margins on capital jobs	6.83	17.29	1.26	30.26	1.26	10.11
Less: Finance costs	558.50	559.05	488.56	1599.18	1205.26	1641.39
Add: Unallocable corporate income net of expenditure	584.69	1010.31	881.16	1910.91	1842.73	2185.39
Add/(Less): Exceptional items(net)	-	-	-	626.99	499.62	474.93
<b>Profit before tax from continuing operations</b>	<b>1379.95</b>	<b>1766.46</b>	<b>2052.70</b>	<b>4735.90</b>	<b>5151.36</b>	<b>8405.77</b>
<b>Segment assets</b>						
1 Infrastructure				69309.48	63800.14	68926.08
2 Power				4949.14	5351.20	5095.07
3 Heavy Engineering				3525.92	2687.03	2932.34
4 Defence Engineering				6695.05	6487.33	6408.76
5 Electrical & Automation (discontinued operations)				2775.33	2631.68	2726.08
6 Others				3936.13	3991.96	3399.31
<b>Total segment assets</b>				<b>91191.05</b>	<b>84949.34</b>	<b>89487.64</b>
Less: Inter-segment assets				601.50	721.57	633.58
Add: Unallocable corporate assets				44241.74	43975.33	36871.63
<b>Total assets</b>				<b>134831.29</b>	<b>128203.10</b>	<b>125725.69</b>
<b>Segment liabilities</b>						
1 Infrastructure				41842.49	41100.75	47253.59
2 Power				4512.01	5086.16	4838.09
3 Heavy Engineering				1396.95	1442.25	1528.56
4 Defence Engineering				4658.07	5199.97	5302.55
5 Electrical & Automation (discontinued operations)				1329.22	1345.75	1562.30
6 Others				1755.87	1676.60	1530.73
<b>Total segment liabilities</b>				<b>55494.61</b>	<b>55851.48</b>	<b>62015.82</b>
Less: Inter-segment liabilities				601.50	721.57	633.58
Add: Unallocable corporate liabilities				25672.35	22970.62	11792.73
<b>Total liabilities</b>				<b>80565.46</b>	<b>78100.53</b>	<b>73174.97</b>

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) Segment composition: **Infrastructure** segment comprises engineering and construction of building and factories, transportation infrastructure, heavy civil infrastructure, power transmission & distribution, water & effluent treatment, smart world & communication projects and 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 design, development, prototyping, serial production, delivery, commissioning and through life-support of equipment, systems and platforms for Defence and Aerospace sectors. It also includes Defence Shipbuilding comprising design, construction, commissioning, repair/refit and upgrades of Naval and Coast Guard vessels. **Electrical & Automation** segment 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 [refer note (iii) of financial results]. **Others segment** includes Realty (reported as a separate segment in the previous year which has been reclassified and reported under "Others" segment as the thresholds for reportability have not been met in the current period), Hydrocarbon, marketing and servicing of construction & mining machinery and parts thereof, manufacture and sale of rubber processing machinery.
- (III) 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.
- (IV) In respect of most of the segments of the Company, sales and margins do not accrue uniformly during the year.
- (V) Figures for the previous periods have been regrouped/reclassified to conform to the classification of the current periods.

for LARSEN & TOUBRO LIMITED

*S. N. Subrahmanyam*

S. N. SUBRAHMANYAN  
Chief Executive Officer & Managing Director

Mumbai  
January 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 30 joint operations consolidated on a proportionate basis for the quarter and nine months ended December 31, 2019 (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 other auditors as referred in paragraph 6 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 Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. We did not review the interim financial information of 4 joint operations included in the Statement whose financial information reflect total revenue of ₹ 546.20 crore and ₹ 1,756.42 crore, total profit/(loss) after tax (net) of ₹ (46.79) crore and ₹ 31.07 crore and total comprehensive income/(loss) (net) of ₹ (46.79) crore and ₹ 31.07 crore for the quarter and nine months ended December 31, 2019 respectively, as considered in this Statement. The interim financial information of joint operations have been reviewed by the other auditors whose reports have been furnished to us, 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.

7. We did not review the interim financial information of 25 joint operations included in the Statement whose financial information reflect total revenue of ₹ 574.29 crore and ₹ 1,319.28 crore, total loss after tax (net) of ₹ (20.29) crore and ₹ (10.07) crore and total comprehensive loss (net) of ₹ (20.29) crore and ₹ (10.07) crore for the quarter and nine months ended December 31, 2019 respectively, 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: 20039826 AAAAAG 3029

Place: Mumbai  
Date: January 22, 2020

1.



**Attachment A: List of Joint Operations**

<b>Sr. No.</b>	<b>Name of Joint Operations</b>
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@

@Incorporated during the period