

ASHOK LEYLAND LIMITED
Regd. Office :1 Sardar Patel Road, Guindy, Chennai -600 032
FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30-09-2009

Rs. Lakhs

		THREE MONTHS ENDED		SIX MONTHS ENDED		YEAR ENDED
		30.09.2009	30.09.2008	30.09.2009	30.09.2008	31.03.2009
		Unaudited	Unaudited	Unaudited	Unaudited	Audited
1.	Net Sales / Income from operations	157,768.46	187,047.29	249,013.59	375,845.79	598,107.37
2.	Expenditure					
a.	(Increase) / decrease in finished / trading goods	4,210.13	(17,592.70)	7,954.57	(43,693.22)	(4,879.84)
b.	Consumption of raw materials and movement in work-in-progress	100,087.75	150,159.70	157,520.87	315,343.12	429,885.65
c.	Purchase of trading goods	6,494.60	6,948.95	11,584.28	11,618.94	20,219.17
d.	Employees cost	16,750.36	15,705.27	31,159.62	31,966.55	56,617.70
e.	Depreciation	5,058.23	5,053.70	9,408.29	9,464.40	17,841.42
f.	Other expenditure	13,620.64	17,396.73	22,972.55	33,990.70	49,321.18
g.	Total	146,221.71	177,671.65	240,600.18	358,690.49	569,005.28
3.	Profit from operations before other income, financial expenses and exceptional item (1-2)	11,546.75	9,375.64	8,413.41	17,155.30	29,102.09
4.	Other income	555.96	2,379.26	6,618.39	3,120.45	4,962.28
5.	Profit before financial expenses and exceptional item (3+4)	12,102.71	11,754.90	15,031.80	20,275.75	34,064.37
6.	Financial expenses - net	1,700.40	2,457.53	4,280.69	3,526.89	11,870.87
7.	Profit after financial expenses but before exceptional item (5-6)	10,402.31	9,297.37	10,751.11	16,748.86	22,193.50
8.	Exceptional item (expense) - Voluntary retirement scheme compensation amortised	(86.76)	(328.86)	(190.35)	(656.55)	(1,348.87)
9.	Profit from ordinary activities before tax (7+8)	10,315.55	8,968.51	10,560.76	16,092.31	20,844.63
10.	Tax expense - Income tax	1,455.00	1,961.10	923.00	3,860.00	1,245.00
	- Fringe benefit tax	-	283.04	-	451.00	600.00
11.	Net Profit from ordinary activities after tax (9-10)	8,860.55	6,724.37	9,637.76	11,781.31	18,999.63
12.	Extraordinary item (net of tax)	-	-	-	-	-
13.	Net profit for the period (11-12)	8,860.55	6,724.37	9,637.76	11,781.31	18,999.63
14.	Paid-up equity share capital (Face value per share Re.1)	13,303.38	13,303.38	13,303.38	13,303.38	13,303.38
15.	Reserves excluding Revaluation reserve					197,600.04
16.	Basic Earnings per Share (EPS) (Rs.) (not annualised)	0.67	0.51	0.72	0.89	1.43
17.	Dividend per Share (Rs.)					1.00
18.	Public shareholding					
	- Number of shares	638,008,035	638,008,035	638,008,035	638,008,035	638,008,035
	- Percentage of shareholding	47.96	47.96	47.96	47.96	47.96
19.	Promoter shareholding					
a.	Pledged / Encumbered					
	Number of shares	237,052,102		237,052,102		237,052,102
	- Percentage of promoter shareholding	34.95		34.95		34.95
	- Percentage of total share capital	17.82		17.82		17.82
b.	Non-encumbered					
	Number of shares	441,166,680		441,166,680		441,166,680
	- Percentage of promoter shareholding	65.05		65.05		65.05
	- Percentage of total share capital	33.16		33.16		33.16

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- (1) The above financial results were reviewed by the Audit committee and then approved by the Board of Directors at its meeting held on October 30, 2009.
- (2) The statutory auditors have conducted a limited review of the above results.
- (3) (i) Pursuant to the notification G.S.R.225(E) dated March 31, 2009 issued by Ministry of Corporate Affairs, the Company exercised its option, irrevocably, to account for exchange difference on Long term monetary items in foreign currency (i.e. those items whose term of settlement exceeds twelve months from date of its origination) as directed in the said notification.

Accordingly, 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 April 1, 2007, whichever is later, 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 on translation are accumulated in "Foreign currency monetary item translation difference account" and amortised by recognition as income or expense in each period over the balance term till settlement occurs but not beyond March 31, 2011. As of September 30, 2009 and March 31, 2009, the unamortised exchange difference on account of above adjustment is a net gain of Rs. 143.74 lakhs and Rs. 384.11 lakhs respectively.

- (ii) The effect on the results for the quarter and six months ended September 30, 2008, had the above notification been adopted, would be a higher net profit (after tax) of Rs. 3,678.29 lakhs and Rs. 6,917.84 lakhs respectively.
- (4) Tax expense includes deferred tax expense. Deferred tax expense for the quarter ended September 30, 2009 - Rs. 1,455.00 lakhs (quarter ended September 30, 2008 - Rs. 1,152.10 lakhs), for the six months ended September 30, 2009 - Rs. 923.00 lakhs (six months ended September 30, 2008 - Rs. 1,850.00 lakhs) and for the year ended March 31, 2009 - Rs.1,245.00 lakhs.

Minimum Alternate Tax (MAT) liability was applicable for the quarter and six months ended September 30, 2009 and March 31, 2009. The liability reckoned during the respective periods amounted to Rs. 1,739.58 lakhs, Rs. 1,789.68 lakhs and Rs.2,223.66 lakhs respectively. MAT credit for such sum is available under section 115JAA(1A) of the Income Tax Act, 1961 and has been accrued as an asset.

- (5) The company is principally engaged in a single business segment viz., Commercial vehicles and related components and operates in one geographical segment as per Accounting Standard 17 on 'Segment Reporting'.
- (6) Number of Investor complaints: at the beginning of the quarter – 1, received during the quarter – 227, disposed of during the quarter – 221 and unresolved at the end of the quarter – 7. The unresolved complaints were resolved by October 7, 2009.
- (7) Figures for the previous periods are regrouped wherever necessary.

Place : Chennai
Date : October 30, 2009

R. SESHASAYEE
Managing Director

