

**LLOYD ELECTRIC & ENGINEERING LIMITED**

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Website : www.lloydengg.com

CIN : L29120RJ1987PLC012841

21st November, 2014**Listing Department**

The Bombay Stock Exchange Ltd.

Phiroze Jeejeebhoy Towers

Dalal Street

Mumbai 400 001

Scrip Code: 517518

Listing Department

National Stock Exchange of India Ltd.

"Exchange Plaza"

Bandra-Kurla Complex, Bandra (E)

Mumbai 400 051

NSE Symbol: LLOYDELENG

Sub: Clarification on financial results of Q2 FY 15

Dear Sir,

The Company has declared its Q2 quarterly and half-yearly results on 10th November, 2014 and had an investor conference call on 11th November, 2014.

In respect of the Consolidated Results for the quarter ended Sep'14, the consolidated profits (with subsidiaries) was Rs. 8.72 crores, as against Rs. 13.77 crores during the corresponding quarter of the previous year. The reason for the decline in the consolidated PAT during Q2 FY 15 is clarified hereunder.

"The Overseas Subsidiaries contributed on an aggregate Euro 0.56 Million, which is Rs. 4.33 crores at the PAT level as against Euro 1.16 Million, which is Rs. 9.8 crores during the corresponding quarter of the previous year. The reasons for the decline in the profits of the Overseas Subsidiaries during Q2 were on account of the following; a) In corresponding quarter of the previous year, the Subsidiaries have booked insurance indemnification, arising out of the flood that hit Prague, Czech Republic in June'13. This was to the extent of Euro 0.30 Million (Net of expenses); b) In Q2 FY15, results of Janka Engineering s.r.o. was impacted by additional cost incurred for the HVAC unit supplied to Skoda Transportation Project for city Konya, in Turkey arising due to some design changes and also higher marketing expenses incurred which put together was Euro 0.35 Million.

Moreover, the consolidated figures will always have a correction due to foreign exchange rate when compared at different period of time.

However, for the half year ended Sep'14, Overseas Subsidiaries has contributed to Net Profit of Euro 1.63 Million as against Euro 1.15 Million, during the corresponding previous year.

Kindly take the above information on record and oblige.

Thanking You,

Yours faithfully,

For Lloyd Electric and Engineering Ltd.

Anita K. Sharma

Company Secretary