

KIRLOSKAR INDUSTRIES LIMITED

A Kirloskar Group Company
CIN : L70100PN1978PLC088972

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Page No. 13
17/05/2019



AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2019 AND AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31 MARCH 2019

PART - I Sr. No.	Particulars	Standalone								Consolidated	
		Quarter ended		Year ended		Year ended		Year ended		Year ended	
		31.03.2019	31.12.2018	31.03.2018	31.03.2018	31.03.2019	31.03.2018	31.03.2019	31.03.2018	31.03.2019	31.03.2018
1	Revenue from Operations	56	57	44	213	367	310	515			
	a) Interest Income	976	—	206	3,750	3,090	2,161	1,853			
	b) Dividend Income	87	91	66	341	132	341	132			
	c) Net gain on fair Value Changes	40	52	63	299	248	216,214	176,766			
	d) Revenue from Windmill Sale of Products	1,159	200	379	4,600	3,837	219,026	179,256			
	Total Revenue from Operations	1,985	897	1,224	7,792	7,214	222,666	183,007			
2	Other Income	697	697	845	3,060	3,373	3,055	3,368			
	a) Property Licensing Fees	129	—	—	—	129	—	—			
	b) Gain on sale of investment property	—	—	—	—	—	456	373			
	c) Miscellaneous Income	—	—	—	—	—	—	—			
	Total Other Income	697	697	845	3,060	3,373	3,055	3,368			
3	Total Income (1+2)	1,985	897	1,224	7,792	7,214	222,666	183,007			
4	Expenses:										
	a) Finance costs (Refer Note no 4)	29	28	40	137	155	1,764	1,252			
	b) Cost of material consumed	—	—	—	—	—	134,478	108,870			
	c) Purchases of Stock-in-Trade	—	—	—	—	—	1,397	5,886			
	d) Changes in inventories of finished goods, work-in-progress and by-product	—	—	—	—	—	(859)	26			
	e) Provision/(Reversal) of Impairment on financial assets	—	—	—	11	(80)	76	(71)			
	f) Employee benefits expense (Refer Note no 5)	156	163	528	641	971	10,015	9,038			
	g) Depreciation and amortization expense	68	67	47	256	150	5,676	5,103			
	h) Corporate Social Responsibility Activities	30	14	25	64	63	247	268			
	i) Other Expenses:										
	- Operation and Maintenance Expenses	19	22	98	131	127	46,930	39,808			
	- Property Repairs and Maintenance	22	18	44	77	116	77	116			
	- Security charges	72	65	65	265	247	265	247			
	- Legal and Professional Charges	55	42	44	190	177	707	665			
	- Rates and Taxes	11	194	6	223	19	479	347			
	- Administrative and Other expenses	88	43	78	208	197	2,784	2,171			
	Total Expenses	506	656	986	2,112	2,296	203,903	173,886			
5	Profit before exceptional items and tax (3-4)	1,435	241	238	5,680	4,918	18,763	9,121			
6	Exceptional Items - (Expenses) / Income	—	—	—	—	—	—	—			
7	Profit before tax (5+6)	1,435	241	238	5,680	4,918	18,763	9,121			
8	Tax Expenses:										
	- Current Tax	128	40	150	578	706	4,345	2,146			
	- Short / (Excess) provision of earlier years	—	—	—	—	(35)	(46)	(46)			
	- Deferred Tax charge / (Credit) (Refer Note no 7)	65	23	(51)	151	(32)	1,279	216			
	Total Tax Expense	193	63	99	729	674	5,589	2,316			
9	Profit / (Loss) for the period (7-8)	1,242	178	139	4,951	4,242	13,174	6,805			
10	Other Comprehensive Income Items that will not be reclassified to Profit or Loss										
	- Gain / (Loss) Remeasurements of defined benefit plan	(1)	7	(10)	(9)	(13)	32	(106)			
	- Gain / (Loss) on fair valuation of quoted investments in equity shares	(900)	(11,972)	(13,470)	(49,282)	11,623	(49,282)	11,623			
	- Income tax expenses / (reversal) relating to items that will not be reclassified to profit or loss	—	2	(2)	(2)	(3)	11	(37)			
	Total Other Comprehensive Income	(901)	(11,967)	(13,478)	(49,289)	11,613	(49,261)	11,584			
11	Total Comprehensive Income [Comprising Profit (after tax) and Other Comprehensive Income (after tax) for the period] (9-10)	341	(11,789)	(13,339)	(44,338)	15,855	(36,067)	18,359			
12	Profit attributable to:										
	- Owners of the Company	—	—	—	—	—	8,408	4,961			
	- Non-controlling interest	—	—	—	—	—	4,766	1,844			
13	Other Comprehensive Income for the year attributable to:										
	- Owners of the Company	—	—	—	—	—	(49,274)	11,584			
	- Non-controlling interest	—	—	—	—	—	13	(30)			
14	Total Other Comprehensive Income for the year attributable to:										
	- Owners of the Company	—	—	—	—	—	(40,865)	15,545			
	- Non-controlling interest	—	—	—	—	—	4,779	1,814			
15	Paid up Equity Share Capital (Face Value of ₹10 each)	971	971	971	971	971	971	971			
16	Earning Per Share (in ₹) for continuing operations)										
	- Basic	12.79	1.84	1.43	50.99	43.69	86.61	51.09			
	- Diluted	12.79	1.84	1.43	50.91	43.67	86.33	51.03			

Notes:
1 The above results are reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on 16 May 2019 and subjected to audit by the Statutory Auditors of the Company.
2 Disclosure of Assets and Liabilities as per Regulation 33(3)(f) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, for the year ended 31 March 2019.

Sr. No.	Particulars	Standalone				Consolidated	
		Year ended		Year ended		Year ended	
		31 Mar. 2019	31 Mar. 2018	31 Mar. 2019	31 Mar. 2018	31 Mar. 2019	31 Mar. 2018
	ASSETS						
1	Financial assets						
	(a) Cash and cash equivalents	197	51	299	257		
	(b) Bank balance other than (a) above	2,054	2,578	2,491	2,977		
	(c) Derivative financial instruments	—	—	—	46		
	(d) Receivables	14	104	38,036	29,301		
	(e) Investments	90,325	142,277	90,338	142,278		
	(f) Other financial assets	61	380	1,012	1,374		
	Sub total	95,661	145,390	135,174	176,233		
2	Non-financial assets						
	(a) Investment in subsidiary	17,528	17,528	—	—		
	(b) Inventories	1,124	1,059	2,465	2,171		
	(c) Current tax assets (Net)	—	—	18	10		
	(d) Deferred tax assets (Net)	1,981	672	1,881	672		
	(e) Investment property	2,228	3,132	62,655	58,813		
	(f) Property, plant and equipment	—	236	6,215	7,568		
	(g) Capital work-in-progress	—	—	338	397		
	(h) Intangible assets	4	—	—	—		
	(i) Other non-financial assets (Refer Note no 6)	4,158	161	10,693	3,191		
	Sub total	27,021	22,804	108,974	94,359		
	Total Assets	122,682	168,194	244,148	270,592		
	LIABILITIES AND EQUITY						
1	Financial Liabilities						
	(a) Derivative financial instruments	—	—	456	—		
	(b) Payables	—	—	1,234	687		
	(c) total outstanding dues of micro enterprises and small enterprises	—	—	42,289	30,088		
	(d) Borrowings (Other than debt securities)	—	—	11,498	7,239		
	(e) Deposits	1,113	1,568	1,114	1,567		
	(f) Other financial liabilities	454	330	6,126	7,195		
	Sub total	1,667	1,898	62,707	57,778		
2	Non-Financial Liabilities						
	(a) Provisions	309	270	1,142	924		
	(b) Deferred tax liabilities (Net)	121	—	9,336	6,263		
	(c) Other non-financial liabilities	353	76	2,159	1,958		
	Sub total	793	346	12,634	11,145		
	Total Liabilities	2,460	2,244	75,341	68,923		
3	EQUITY						
	(a) Equity share capital	971	971	971	971		
	(b) Other equity	119,351	164,979	135,589	177,937		
	Equity attributable to owners of the Company	120,322	165,950	136,550	178,908		
	- Non-controlling interest	—	—	—	28,755		
	Sub total	120,322	165,950	136,550	207,673		
	Total Liabilities and Equity	122,682	168,194	244,148	270,592		

Continued...
3 This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules 2015 (Ind AS) prescribed under Section 133 of the Companies Act 2013 and Other recognised accounting practices and policies to the extent applicable, beginning 1st April 2018, with a transition date of 1st April 2017.
The reconciliation of standalone and consolidated net profit for the year ended 31 March 2018 reported in accordance with the Indian GAAP to total comprehensive income in accordance with the Ind AS is given below:

Sr. No.	Particulars	Standalone			Consolidated		
		Quarter ended	Year ended	Year ended	Quarter ended	Year ended	Year ended
		31 Mar. 2018	31 Mar. 2018	31 Mar. 2018	31 Mar. 2018	31 Mar. 2018	31 Mar. 2018
1	Net Profit as per Indian GAAP after Tax	1,152	5,296	7,798			
2	Ind AS adjustments - Add / (less)						
	- Gain on Buy-back of shares classified through other comprehensive income	(1,092)	(1,092)	(1,092)			
	- Remeasurement (gain) / loss on employee defined benefit plans	10	13	106			
	- Fair valuation of security deposits	(6)	(9)	(9)			
	- Fair valuation of Mutual Funds	56	132	132			
	- Change in depreciation on restoration cost	(2)	2	8			
	- Application of expected credit loss model	45	(20)	(20)			
	- On account of forward exchange contract	—	—	2			
	- Tax impact on above	(29)	(89)	(120)			
	Net Profit as per Ind AS	139	4,242	6,805			
3	Total comprehensive income as per Ind AS after tax	(13,339)	15,855	18,359			

The reconciliation of standalone and consolidated equity for the year ended 31 March 2018 reported in accordance with the Indian GAAP to total equity in accordance with the Ind AS is given below:

Sr. No.	Particulars	Standalone		Consolidated	
		as on	as on	as on	as on
		31 Mar. 2018	31 Mar. 2018	31 Mar. 2018	31 Mar. 2018
	Total Equity under Indian GAAP	79,685	121,408		
	Ind AS adjustments: Add / (less)				
	- Fair Valuation of Security deposit	8	8		
	- Change in depreciation on restoration cost	(69)	(69)		
	- Application of expected credit loss model	(68)	(68)		
	- Fair valuation of Mutual Funds	132	132		
	- Foreign exchange forward derivative contracts	—	2		
	- Recognition of investments at fair valuation through other comprehensive income	86,263	86,263		
	- Deferred tax impact on above	(1)	(3)		
	Total Equity under Ind AS (Refer Note 2 above)	165,950	207,673		

4 The Company, on standalone basis, did not have any borrowings during the quarter and year ended March 2019 and March 2018. Fair valuation of security deposits and provision for restoration of windmill site in accordance with Indian Accounting Standards has resulted in unwinding of finance costs which have been disclosed as such in the results.
5 In accordance with Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 and Ind AS 102 Share Based Payments, the Company measures compensation cost relating to employee stock options using the fair value method. Compensation expenses are amortized over the vesting period of the options on a straight line basis. The employee benefits expenses include employee stock options expense of ₹ 52 lakhs and ₹ 368 lakhs respectively for the quarter and the year ended March 31, 2019 (₹ 291 lakhs and ₹ 430 lakhs respectively for the quarter and the year ended March 31, 2018). These employee benefits expenses are however net of ₹ 271 lakhs and ₹ 1,013 lakhs respectively for the quarter and the year ended March 31, 2019 (₹ Nil for year and quarter ended March 31, 2018) which are included in 'Project Cost under Other Non-Financial Assets'.
6 The Company amended its Memorandum of Association to include in its objects clause the business of acquiring, developing, leasing, selling and dealing in Real Estate in December 2017. Consequently, the Board

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Financial Express
Page No. 5
17/05/2019



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AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2019 AND AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31 MARCH 2019

Sr. No.	Particulars	Standalone								Consolidated	
		Quarter ended		Year ended		Year ended		Year ended			
		31.03.2019	31.12.2018	31.03.2018	31.03.2018	31.03.2018	31.03.2018	31.03.2018	31.03.2018	31.03.2018	31.03.2018
1	Revenue from Operations	56	57	44	213	387	310	515			
	(a) Interest Income	—	—	—	—	—	—	—			
	(b) Dividend Income	976	—	206	3,750	3,090	2,161	1,853			
	(c) Net gain on fair Value Changes	87	91	66	341	132	341	132			
	(d) Revenue from Windfall: Sale of Products	40	52	53	299	248	215,214	176,706			
	Total Revenue from Operations	1,159	300	379	4,603	3,837	219,028	178,266			
2	Other Income	697	697	945	3,060	3,373	3,055	3,368			
	(a) Property Licensing Fees	129	—	—	—	129	—	129			
	(b) Gain on sale of investment property	—	—	—	—	—	—	—			
	(c) Miscellaneous Income	—	—	—	—	—	—	—			
	Total Other Income	697	697	945	3,060	3,373	3,055	3,368			
3	Total Income (1+2)	1,985	897	1,224	7,792	7,214	222,666	183,007			
4	Expenses:										
	(a) Finance costs (Refer Note no 4)	29	28	40	137	155	1,784	1,252			
	(b) Cost of material consumed	—	—	—	—	—	134,478	108,670			
	(c) Purchases of Stock-in-Trade	—	—	—	—	—	1,397	5,886			
	(d) Changes in inventories of finished goods, work-in-progress and by-product	—	—	—	—	—	(659)	29			
	(e) Provision/(Reversal) of Impairment on financial assets	—	—	11	(80)	76	(7)	(1)			
	(f) Employee benefits expense (Refer Note no 5)	156	163	528	641	971	1,015	9,028			
	(g) Depreciation and amortization expense	68	67	47	256	150	5,676	5,103			
	(h) Corporate Social Responsibility Activities	30	14	25	64	63	247	268			
	(i) Other Expenses:										
	- Operation and Maintenance Expenses	19	22	98	131	127	48,930	30,806			
	- Property Repairs and Maintenance	22	18	44	77	116	77	116			
	- Security charges	72	65	65	247	265	247	265			
	- Legal and Professional Charges	55	42	44	190	177	707	966			
	- Sales and Taxes	11	104	6	223	19	473	347			
	- Administrative and Other expenses	88	43	78	208	107	2,784	2,171			
	Total Expenses	550	656	986	2,112	2,298	203,903	173,886			
5	Profit before exceptional items and tax (3-4)	1,435	241	238	5,680	4,916	18,763	9,121			
6	Exceptional Items - (Expenses) / Income	—	—	—	—	—	—	—			
7	Profit before tax (5+6)	1,435	241	238	5,680	4,916	18,763	9,121			
8	Tax Expenses:										
	- Current Tax	128	40	150	578	706	4,345	2,146			
	- Short / (Excess) provision of earlier years	—	—	—	—	—	(25)	(46)			
	- Deferred Tax charge / (Credit) (Refer Note no 7)	65	23	(51)	151	(32)	1,279	216			
	Total Tax Expense	193	63	99	729	674	5,589	2,316			
9	Profit / (Loss) for the period (7-8) (For continuing operations)	1,242	178	139	4,951	4,242	13,174	6,805			
10	Other Comprehensive Income Items that will not be reclassified to Profit or Loss										
	- Gain / (Loss) Remeasurements of defined benefit plan	(1)	7	(10)	(8)	(13)	32	(106)			
	- Gain / (Loss) on fair valuation of quoted investments in equity shares	(900)	(11,972)	(13,470)	(49,282)	11,623	(49,282)	11,623			
	- Income tax expenses / (reversal) relating to items that will not be reclassified to profit or loss	—	2	(2)	(2)	(3)	(1)	(3)			
	Total Other Comprehensive Income	(901)	(11,967)	(13,478)	(49,289)	11,613	(49,251)	11,587			
11	Total Comprehensive Income (Comprising Profit after tax and Other Comprehensive Income (after tax) for the period) (9+10) (Refer Note no 3)	341	(11,789)	(13,339)	(44,338)	15,855	(36,067)	18,399			
12	Profit attributable to:										
	- Owners of the Company	—	—	—	—	—	8,408	4,961			
	- Non-controlling interest	—	—	—	—	—	4,766	1,644			
13	Other Comprehensive Income for the year attributable to:										
	- Owners of the Company	—	—	—	—	—	(49,274)	11,580			
	- Non-controlling interest	—	—	—	—	—	13	(304)			
14	Total Other Comprehensive Income for the year attributable to	—	—	—	—	—	(40,666)	16,545			
	- Owners of the Company	—	—	—	—	—	(40,666)	16,545			
	- Non-controlling interest	—	—	—	—	—	4,779	1,814			
15	Paid up Equity Share Capital (Face Value of ₹10 each)	971	971	971	971	971	971	971			
16	Earning Per Share (in ₹) (for continuing operations)										
	- Basic	12.79	1.84	1.43	50.98	43.89	86.61	51.09			
	- Diluted	12.79	1.84	1.43	50.91	43.87	86.33	51.03			

Notes:
1 The above results are reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on 16 May 2019 and submitted to audit by the Statutory Auditors of the Company.
2 Disclosure of Assets and Liabilities as per Regulation 33(3)(f) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, for the year ended 31 March 2019.

Sr. No.	Particulars	Standalone				Consolidated			
		Year ended		Year ended		Year ended		Year ended	
		31 Mar. 2019	31 Mar. 2018	31 Mar. 2019	31 Mar. 2018	31 Mar. 2019	31 Mar. 2018	31 Mar. 2019	31 Mar. 2018
1	ASSETS								
	Financial assets								
(a)	Cash and cash equivalents	197	51	299	257				
(b)	Bank balance other than (a) above	2,054	2,578	2,491	2,977				
(c)	Derivative financial instruments	—	—	—	46				
(d)	Receivables	14	104	38,036	29,301				
(e)	Trade Receivables	93,335	142,277	93,336	142,276				
(f)	Investments	61	390	1,012	1,374				
(g)	Other financial assets	—	—	—	—				
	Sub total	95,661	145,390	135,174	176,233				
2	Non-financial assets								
(a)	Investment in subsidiary	17,526	17,526	—	—				
(b)	Inventories	1,124	1,059	2,465	2,071				
(c)	Current tax assets (Net)	—	18	—	18				
(d)	Deferred tax assets (Net)	1,281	672	1,381	672				
(e)	Investment property	2,228	3,132	62,655	58,813				
(f)	Property, plant and equipment	—	236	6,215	7,568				
(g)	Capital work-in-progress	4	—	338	397				
(h)	Intangible assets	4	161	10,653	3,121				
(i)	Other non-financial assets (Refer Note no 6)	—	—	—	—				
	Sub total	27,021	22,804	108,974	94,559				
	Total Assets	122,682	168,194	244,148	270,592				
	LIABILITIES AND EQUITY								
	Financial Liabilities								
(a)	Derivative financial instruments	—	—	456	—				
(b)	Payables	—	—	1,234	667				
(c)	(i) total outstanding dues of micro enterprises and small enterprises	—	—	42,289	30,088				
(c)	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	—	—	1,148	7,239				
(d)	Deposits	1,113	1,568	1,116	1,367				
(e)	Other financial liabilities	454	330	6,126	7,195				
	Sub total	1,567	1,898	62,707	51,776				
2	Non-Financial Liabilities								
(a)	Provisions	309	270	1,142	924				
(b)	Deferred tax liabilities (Net)	131	—	9,536	8,263				
(c)	Other non-financial liabilities	—	—	—	1,855				
	Sub total	780	346	12,804	11,143				
	Total Liabilities	2,360	2,244	75,541	62,919				
3	EQUITY								
(a)	Equity share capital	971	971	971	971				
(b)	Other equity	119,351	164,979	135,588	177,937				
	Equity attributable to owners of the Company	120,322	165,950	136,559	178,908				
	Non-controlling interest	—	—	32,388	28,765				
	Sub total	120,322	165,950	168,947	207,673				
	Total Liabilities and Equity	122,682	168,194	244,148	270,592				

Continued...
3 This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules 2015 ('Ind AS') prescribed under Section 133 of the Companies Act 2013 and Other recognised accounting practices and policies to the extent applicable, beginning 1st April 2018, with a transition date of 1st April 2017.
The reconciliation of standalone and consolidated net profit for the year ended 31 March 2019 reported in accordance with the Indian GAAP to total comprehensive income in accordance with the Ind AS is given below:

Sr. No.	Particulars	Standalone			Consolidated		
		Quarter ended	Year ended	Year ended	Quarter ended	Year ended	Year ended
		31 Mar. 2019	31 Mar. 2018	31 Mar. 2018	31 Mar. 2019	31 Mar. 2018	31 Mar. 2018
1	Net Profit as per Indian GAAP after tax	1,152	5,290	7,798			
2	Ind AS adjustments: Add / (Less)						
	- Gain on Buy-back of shares classified through other comprehensive income	(1,092)	(1,092)	(1,092)			
	- Remeasurement (gain) / loss on employee defined benefit plans	(5)	(9)	(9)			
	- Fair valuation of security deposits	66	132	132			
	- Fair valuation of Mutual Funds	2	8	8			
	- Change in depreciation on restoration cost	—	(2)	(2)			
	- Application of expected credit loss model	—	(2)	(2)			
	- On account of forward exchange contract	(39)	(88)	(120)			
	- Tax impact on above	139	4,242	6,805			
	Net Profit as per Ind AS	(13,470)	11,623	11,623			
	- Recognition of investments at fair valuation through other comprehensive income (including gain on buy back of shares classified through other comprehensive income)	(10)	(13)	(106)			
	- Deemed tax impact on above	(2)	(3)	(37)			
	- Remeasurement gain / (loss) on employee defined benefit plans	(1)	(1)	(1)			
	- Deemed tax impact on above	(1)	(1)	(1)			
	- Reclassified to profit or loss	(1)	(1)	(1)			
3	Total comprehensive income as per Ind AS after tax	(13,339)	15,855	18,359			

The reconciliation of standalone and consolidated equity for the year ended 31 March 2019 reported in accordance with the Indian GAAP to total comprehensive income in accordance with the Ind AS is given below:

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