

KIRLOSKAR INDUSTRIES LIMITED

A Kirloskar Group Company

CIN No.: L70100PN1978PLC088972

Regd. Office: Office No. 801, 8th Floor, Cello Platina, Fergusson College Road, Shivajinagar, Pune 411 005 (India)

Phone: +91-(0)20-29704374 Telefax: +91(0)20-29704374

Website: www.kil.net.in, Email: investorrelations@kirloskar.com

STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2019

(₹ in Lakhs)

Particulars	Standalone			
	Quarter Ended			Year Ended
	30-06-2019	31-03-2019	30-06-2018	31-03-2019
	Unaudited	Audited	Unaudited	Audited
1 Revenue from Operations				
a) Interest Income	42	56	47	213
b) Dividend Income	-	976	-	3,750
c) Net Gain On Fair Value Changes	86	87	81	341
d) Revenue from Windmill Operations	69	40	62	299
Total Revenue from Operations	197	1,159	190	4,603
2 Other Income				
a) Property Licensing Fees	694	697	854	3,060
b) Gain on sale of investment property	-	129	-	129
Total Other Income	694	826	854	3,189
3 Total Income (1+2)	891	1,985	1,044	7,792
4 Expenses:				
a) Finance costs	30	29	42	137
b) Provision/(Reversal) of Impairment on financial assets	-	-	38	(80)
c) Employee benefits expense (Refer Note no 2)	85	156	171	641
d) Depreciation and amortization expense	70	68	54	256
e) Corporate Social Responsibility Activities	-	30	-	64
f) Other Expenses:				
- Operation and Maintenance Expenses	65	19	56	131
- Property Repairs and Maintenance	30	22	16	77
- Security charges	76	72	63	265
- Legal and Professional Charges	40	55	45	190
- Rates and Taxes	14	11	12	223
- Administrative and Other expenses	54	88	42	208
Total Expenses	464	550	539	2,112
5 Profit before exceptional items and tax (3-4)	427	1,435	505	5,680
6 Exceptional Items - (Expenses) / Income	-	-	-	-
7 Profit before tax (5+6)	427	1,435	505	5,680
8 Tax Expenses:				
- Current Tax	135	128	165	578
- Deferred Tax charge/ (Credit)	5	65	(8)	151
Total Tax Expense	140	193	157	729
9 Profit/ (Loss) for the period (7-8) (for continuing operations)	287	1,242	348	4,951
10 Other Comprehensive Income				
Items that will not be reclassified to Profit or Loss				
- Gain/(loss) on remeasurements of defined benefit plan	(5)	(1)	(14)	(9)
- Gain/(loss) on fair valuation of quoted investments in equity shares	4,064	(900)	(11,170)	(49,282)
- Income tax expenses / (reversal) relating to items that will not be reclassified to profit or loss (Refer Note no 4)	(1)	-	(4)	(2)
Total Other Comprehensive Income	4,060	(901)	(11,180)	(49,289)
11 Total Comprehensive Income [Comprising Profit (after tax) and Other Comprehensive Income (after tax) for the period] (9+10)	4,347	341	(10,832)	(44,338)
12 Paid up Equity Share Capital (Face Value of ₹10 each)	971	971	971	971
13 Earning Per Share (in ₹)(for continuing operations)				
- Basic	2.95	12.79	3.58	50.99
- Diluted	2.95	12.79	3.58	50.91



Notes To Standalone Unaudited Financial Results for the Quarter Ended 30 June 2019

- 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 August 08, 2019 and limited review of the same has been carried out by the Statutory Auditors of the Company.
- 2 i. 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.
ii. As required by Ind AS 102, 'Share Based Payment,' the company has revised and reduced the estimate of number of equity instruments ultimately expected to vest consequent to resignation of an employee during the quarter. This has resulted in net reversal of Employee Stock Option (ESOP) Expenses by ₹ 30 lakhs.
- 3 The expenses in respect of real estate activities aggregating to ₹ 4,503 Lakhs as on June 30, 2019 (₹ 4,091 Lakhs as at March 31, 2019), have been treated as 'Real Estate Project under Development' under 'Other Non-Financial Assets'. The same would be reviewed and reclassified as 'Capital Work in Progress' or 'Inventories,' depending on the nature of the Project and the Business Model which shall be determined by the Company in due course.
- 4 In accordance with Ind AS 12, 'Income Taxes,' deferred tax asset has not been recognised in respect of temporary differences pertaining to Investments of ₹ 17,526 Lakhs in Subsidiary since the Company would continue to hold the investments and reversal of temporary difference is not probable in foreseeable future. There are no temporary differences between the carrying value of ₹ 92,503 Lakhs and the tax base of other Investments in Equity Shares in view of clarifications as regards the 'cost of acquisition' issued by the Central Board of Direct Taxes and accordingly no deferred tax is required to be recognised.
- 5 The Company has adopted IND AS 116 , 'Leases' with effect from April 1, 2019 in respect of premises taken on lease. The impact of adoption of this accounting standard is insignificant.
- 6 Previous year's / period's figures have been reclassified wherever necessary to conform with the classification of the current period.

Registered Office:

Office No. 801, 8th Floor, Cello Platina, Fergusson College Road,
Shivajinagar, Pune -411005

Place : Pune

Date : 8 August 2019

For Kirloskar Industries Limited


Mahesh Chhabria
Managing Director
DIN 00166049



KIRLOSKAR INDUSTRIES LIMITED

A Kirloskar Group Company

CIN No.: L70100PN1978PLC088972

Regd. Office: Office No. 801, 8th Floor, Cello Platina, Fergusson College Road, Shivajinagar, Pune 411 005 (India)

Phone: +91-(0)20-29704374 Telefax: +91(0)20-29704374

Website: www.kil.net.in, Email: investorrelations@kirloskar.com

CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2019

(₹ in Lakhs)

Particulars	Consolidated			
	Quarter Ended			Year Ended
	30-06-2019	31-03-2019	30-06-2018	31-03-2019
	Unaudited	Unaudited	Unaudited	Audited
1 Revenue from Operations				
a) Interest Income	52	53	74	310
b) Dividend Income	-	270	-	2,161
c) Net gain on fair Value Changes	86	87	81	341
d) Revenue from Windmill Operations/ Sale of Products	48,268	54,044	49,688	2,16,214
Total Revenue from Operations	48,406	54,454	49,843	2,19,026
2 Other Income				
a) Property Licensing Fees	693	696	853	3,055
b) Gain on sale of investment property	-	129	-	129
c) Miscellaneous Income	5	394	12	456
Total Other Income	698	1,219	865	3,640
3 Total Income (1+2)	49,104	55,673	50,708	2,22,666
4 Expenses:				
a) Finance costs	520	465	422	1,784
b) Cost of material consumed	31,862	34,614	31,884	1,34,478
c) Purchases of Stock-in-Trade	-	-	-	1,397
d) Changes in inventories of finished goods, work-in-progress and by-product	(902)	(380)	(528)	(859)
e) Provision/(Reversal) of Impairment on financial assets	(9)	9	38	(71)
f) Employee benefits expense	2,466	2,635	2,386	10,015
g) Depreciation and amortization expense	1,476	1,497	1,334	5,676
h) Corporate Social Responsibility Activities	75	47	49	247
i) Other Expenses:				
- Operation and Maintenance Expenses	9,661	11,375	11,478	46,930
- Property Repairs and Maintenance	30	22	16	77
- Security charges	76	72	63	265
- Legal and Professional Charges	197	288	150	707
- Rates and Taxes	87	106	61	473
- Administrative and Other expenses	509	846	1,011	2,784
Total Expenses	46,048	51,596	48,364	2,03,903
5 Profit before exceptional items and tax (3-4)	3,056	4,077	2,344	18,763
6 Exceptional Items - (Expenses) / Income	-	-	-	-
7 Profit before tax (5+6)	3,056	4,077	2,344	18,763
8 Tax Expenses:				
- Current Tax	1,034	860	777	4,345
- Short/ (Excess) provision of earlier years	-	-	-	(35)
- Deferred Tax charge/ (Credit)	(104)	69	173	1,279
Total Tax Expense	930	929	950	5,589
9 Profit/ (Loss) for the period (7-8) (for continuing operations)	2,126	3,148	1,394	13,174
10 Other Comprehensive Income				
Items that will not be reclassified to Profit or Loss				
- Gain/(loss) on remeasurements of defined benefit plan	(66)	25	102	32
- Gain/(loss) on fair valuation of quoted investments in equity shares	4,064	(900)	(11,170)	(49,282)
- Income tax expenses / (reversal) relating to items that will not be reclassified to profit or loss (Refer Note no 3)	(21)	9	37	11
Total Other Comprehensive Income	4,019	(884)	(11,105)	(49,261)
11 Total Comprehensive Income [Comprising Profit (after tax) and Other Comprehensive Income (after tax) for the period] (9+10)	6,145	2,264	(9,711)	(36,087)
12 Profit attributable to:				
- Owners of the Company	1,231	1,878	886	8,408
- Non-controlling interest	895	1,270	508	4,766
13 Other Comprehensive Income for the year attributable to:				
- Owners of the Company	4,039	(892)	(11,141)	(49,274)
- Non-controlling interest	(20)	8	36	13
14 Total Other Comprehensive Income for the year attributable to				
- Owners of the Company	5,270	986	(10,255)	(40,866)
- Non-controlling interest	875	1,278	544	4,779
15 Paid up Equity Share Capital (Face Value of ₹10 each)	971	971	971	971
16 Earning Per Share (in ₹) (for continuing operations)				
- Basic	12.68	19.34	9.12	86.61
- Diluted	12.65	19.31	9.11	-36.33



Notes To Consolidated Unaudited Financial Results for the Quarter Ended 30 June 2019

- 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 August 08, 2019.
- 2 The consolidated results for quarter ended June 30, 2018 and March 31, 2019 have not been subjected to Limited Review. However, the management of the Company has exercised necessary due diligence to ensure that the financial results provide true and fair view of its affairs.
- 3 According to the clarification on 'cost of acquisition' of equity shares by Central Board of Direct Taxes, the carrying value of ₹ 92,503 lakhs for investments in equity shares is equal to its tax base and as such, recognition of deferred tax is not required.
- 4 Previous year's / period's figures have been reclassified wherever necessary to conform with the classification of the current period.

Registered Office:
Office No. 801, 8th Floor, Cello Platina, Fergusson College Road,
Shivajinagar, Pune -411005

Place : Pune
Date : 8 August 2019

For Kirloskar Industries Limited

Mahesh Chhabria
Managing Director
DIN 00166049



CONSOLIDATED SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED
Pursuant to Regulation 33 Of The SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

(₹ in Lakhs)

Particulars	Consolidated			
	Quarter ended			Year Ended
	30-06-2019	31-03-2019	30-06-2018	31-03-2019
	Unaudited	Unaudited	Unaudited	Audited
1 Segment Revenue				
- Windpower generation	69	40	62	299
- Investments (Securities & Properties)	821	1,238	981	5,899
- Real Estate	-	-	-	-
- Iron Casting (Refer Note 2 below)	48,214	54,395	49,665	2,16,468
Total	49,104	55,673	50,708	2,22,666
Less: Inter segment revenue	-	-	-	-
Net Sales	49,104	55,673	50,708	2,22,666
2 Segment Results				
Profit (+) / Loss (-) before tax and interest from each segment				
- Windpower generation	(30)	(2)	(64)	127
- Investments (Securities & Properties)	511	834	630	4,249
- Real Estate	-	-	-	-
- Iron Casting (Refer Note 2 below)	3,120	3,785	2,220	16,325
Total Profit Before interest and Tax	3,601	4,617	2,786	20,701
- Finance cost	(520)	(465)	(422)	(1,784)
-Other Unallocable income/ (expenditure) net off unallocable income/(expenditure)	(25)	(75)	(20)	(154)
Total Profit Before Tax	3,056	4,077	2,344	18,763
- Current tax	1,034	860	777	4,345
- Short/ (Excess) provision of earlier years	-	-	-	(35)
- Deferred tax	(104)	69	173	1,279
Total Profit After Tax	2,126	3,148	1,394	13,174
3 Segment Assets				
- Windpower generation	543	502	945	502
- Investments (Securities & Properties)	1,01,944	97,817	1,36,340	97,817
- Real Estate	4,503	4,107	596	4,107
- Iron Casting (Refer Note 2 below)	1,37,352	1,38,992	1,25,022	1,38,992
-Other un-allocated assets	2,721	2,730	2,746	2,730
Total Segment Assets	2,47,063	2,44,148	2,65,649	2,44,148
4 Segment Liabilities				
- Windpower generation	217	189	227	189
- Investments (Securities & Properties)	1,770	1,719	2,245	1,719
- Real Estate	384	239	121	239
- Iron Casting (Refer Note 2 below)	69,689	73,184	64,567	73,184
-Other un-allocated liabilities	202	210	149	210
Total Segment Liabilities	72,262	75,541	67,309	75,541
5 Capital Employed				
(Segment assets - Segment liabilities)				
- Windpower generation	326	313	718	313
- Investments (Securities & Properties)	1,00,174	96,098	1,34,095	96,098
- Real Estate	4,119	3,868	475	3,868
- Iron Casting (Refer Note 2 below)	67,663	65,808	60,455	65,808
- Unallocable corporate assets less liabilities	2,519	2,520	2,597	2,520
Less: Non controlling interest	32,941	32,038	29,353	32,038
Total capital employed	1,41,860	1,36,569	1,68,987	1,36,569

Note:

- 1 Windpower generation business is subject to seasonal variations in winds, hence the results for the period are not necessarily comparable with the results of the previous periods' / full year's performance.
- 2 Iron Casting segment represents results of Kirloskar Ferrous Industries Limited, the Subsidiary.

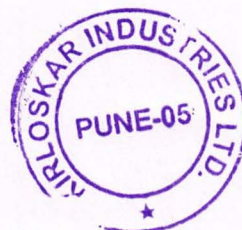
Registered Office:
Office No. 801, 8th Floor, Cello Platina, Fergusson College Road,
Shivajinagar, Pune -411005

Place : Pune
Date : 8 August 2019



For Kirloskar Industries Limited

Mahesh Chhabria
Managing Director
DIN 00166049



Limited Review Report

Review Report to
The Board of Directors
Kirloskar Industries Limited

1. We have reviewed the accompanying statement of unaudited financial results (the statement) of Kirloskar Industries Limited for the quarter ended June 30, 2019. This statement which is the responsibility of the Company's Management and approved by the Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' 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.
2. 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with aforesaid Indian Accounting Standard and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For G. D. Apte & Co.
Chartered Accountants
Firm Registration Number: 100515W
UDIN: 19017532AAAAAD3206



C. M. Dixit
Partner
Membership Number: 017 532
Pune, August 8, 2019



Limited Review Report

Review Report to
The Board of Directors
Kirloskar Industries Limited

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of Kirloskar Industries Limited ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group"), for the quarter ended June 30, 2019 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended June 30, 2018 and for the quarter ended March 31, 2019, as reported in the statement have been approved by the Parent's Board of Directors, but have not been subjected to review.
3. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
4. 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. A review of interim financial information consists of making inquiries, primarily of persons 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 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.

5. The Statement includes the results of the subsidiary, Kirloskar Ferrous Industries Limited.
6. Based on our review conducted and procedures performed as stated in paragraph 4 above 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.

7. We did not review the financial results of the subsidiary included in the consolidated unaudited financial results, whose interim financial results reflect total revenues of Rs. 48,214 lakhs, total net profit after tax of Rs. 1,841 lakhs and total comprehensive income of Rs. 1,800 lakhs for the quarter ended June 30, 2019, as considered in the consolidated unaudited financial results. These interim financial results have been reviewed by other auditor whose report has been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the subsidiary is based solely on the report of the other auditor and the procedures performed by us as stated in paragraph 4 above.

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

For G. D. Apte & Co.
Chartered Accountants
Firm Registration Number: 100515W
UDIN: 19017532AAAAAE7212



C. M. Dixit
Partner
Membership Number: 017 532
Pune, August 8, 2019

