



Enriching Lives

KIRLOSKAR OIL ENGINES LIMITED

25 October 2013

The Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block,
Bandra-Kurla Complex
Bandra (E), Mumbai – 400051.

Ref: Stock Code KIRLOSENG

Dear Sir/Madam,

This is to inform you that pursuant to Clause 41 of the Listing Agreement the un-audited financial results of the Company for the quarter and half year ended 30 September 2013 were taken on record by the Board of Directors in its meeting held on 25 October 2013. A copy of the same is enclosed herewith. A copy of Limited Review Report dated 25 October 2013, received from M/s. P. G. Bhagwat, Chartered Accountants, Statutory auditors of the Company is also enclosed herewith.

You are requested to take the same on your record.

Thanking you,

Yours faithfully,
For Kirloskar Oil Engines Limited

Smita Raichurkar
Asst. Company Secretary

Encl: As above.

KIRLOSKAR OIL ENGINES LIMITED

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER 2013

| PART I | | (₹ in Lakhs) | | | | | |
|-------------|---|---------------------------|------------|------------|-----------------|------------|------------|
| | | Quarter ended | | | Half year ended | | Year ended |
| | | 30-09-2013 | 30-06-2013 | 30-09-2012 | 30-09-2013 | 30-09-2012 | 31-03-2013 |
| Particulars | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1 | Income from operations | | | | | | |
| | a) Net sales/income from operations (Net of excise duty) | 50,888 | 58,343 | 60,523 | 109,231 | 120,092 | 231,964 |
| | b) Other operating income | 845 | 741 | 860 | 1,586 | 1,771 | 3,768 |
| | Total income from operations (net) | 51,733 | 59,084 | 61,383 | 110,817 | 121,863 | 235,732 |
| 2 | Expenses | | | | | | |
| | a) Cost of materials consumed | 30,870 | 34,411 | 33,657 | 65,281 | 69,925 | 133,855 |
| | b) Purchases of stock-in-trade | 2,782 | 3,970 | 3,535 | 6,752 | 6,542 | 13,239 |
| | c) Changes in inventories of finished goods, work-in-progress and stock-in-trade | (2,069) | (2,123) | 568 | (4,192) | (1,325) | (2,509) |
| | d) Employee benefits expense | 4,343 | 4,121 | 3,957 | 8,464 | 8,030 | 15,438 |
| | e) Depreciation and amortisation expense | 2,448 | 2,453 | 2,227 | 4,901 | 4,620 | 9,255 |
| | f) Other expenses | 9,817 | 10,354 | 10,638 | 20,171 | 20,848 | 41,114 |
| | g) Total expenses (a to f) | 48,191 | 53,186 | 54,582 | 101,377 | 108,640 | 210,392 |
| 3 | Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2) | 3,542 | 5,898 | 6,801 | 9,440 | 13,223 | 25,340 |
| 4 | Other income | 666 | 1,299 | 950 | 1,965 | 2,049 | 3,950 |
| 5 | Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4) | 4,208 | 7,197 | 7,751 | 11,405 | 15,272 | 29,290 |
| 6 | Finance costs | 42 | 43 | (69) | 85 | 161 | 297 |
| 7 | Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6) | 4,166 | 7,154 | 7,820 | 11,320 | 15,111 | 28,993 |
| 8 | Exceptional items - (Expenses) / Income | - | - | - | - | (1,908) | (1,908) |
| 9 | Profit / (Loss) from ordinary activities before tax (7 + 8) | 4,166 | 7,154 | 7,820 | 11,320 | 13,203 | 27,085 |
| 10 | Tax expense | 1,099 | 1,865 | 2,255 | 2,964 | 3,722 | 7,201 |
| 11 | Net Profit / (Loss) from ordinary activities after tax (9 - 10) | 3,067 | 5,289 | 5,565 | 8,356 | 9,481 | 19,884 |
| 12 | Extraordinary items (net of tax expense) | - | - | - | - | - | - |
| 13 | Net Profit / (Loss) for the period (11 + 12) | 3,067 | 5,289 | 5,565 | 8,356 | 9,481 | 19,884 |
| 14 | Paid-up equity share capital (Face value of ₹ 2 each) | 2,892 | 2,892 | 2,897 | 2,892 | 2,897 | 2,892 |
| 15 | Reserves excluding revaluation reserves as per balance sheet of previous accounting year | | | | | | 112,533 |
| 16 | Basic and diluted EPS (₹) | | | | | | |
| | Before and After Extraordinary items (not annualized) | 2.12 | 3.66 | 3.83 | 5.78 | 6.53 | 13.72 |
| PART II | | | | | | | |
| A | PARTICULARS OF SHAREHOLDING | | | | | | |
| 1 | Public shareholding | | | | | | |
| | - Number of shares | 42,763,635 | 44,836,274 | 47,426,563 | 42,763,635 | 47,426,563 | 46,312,332 |
| | - Percentage of shareholding | 29.57 | 31.00 | 32.74 | 29.57 | 32.74 | 32.02 |
| 2 | Promoters and promoter group shareholding | | | | | | |
| | a) Pledged / encumbered | | | | | | |
| | - Number of shares | NIL | NIL | NIL | NIL | NIL | NIL |
| | - Percentage of shares (as a % of the total shareholding of promoter and promoter group) | NIL | NIL | NIL | NIL | NIL | NIL |
| | - Percentage of shares (as a % of the total share capital of the company) | NIL | NIL | NIL | NIL | NIL | NIL |
| | b) Non-encumbered | | | | | | |
| | - Number of shares | 101,850,226 | 99,777,587 | 97,416,234 | 101,850,226 | 97,416,234 | 98,301,529 |
| | - Percentage of shares (as a % of the total shareholding of promoter and promoter group) | 100.00 | 100.00 | 100.00 | 100.00 | 100.00 | 100.00 |
| | - Percentage of shares (as a % of the total share capital of the company) | 70.43 | 69.00 | 67.26 | 70.43 | 67.26 | 67.98 |
| Particulars | | 3 months ended 30-09-2013 | | | | | |
| B | INVESTOR COMPLAINTS | | | | | | |
| | Pending at the beginning of the quarter | NIL | | | | | |
| | Received during the quarter | 1 | | | | | |
| | Disposed of during the quarter | 1 | | | | | |
| | Remaining unresolved at the end of the quarter | NIL | | | | | |



Notes :

1 Disclosure of standalone statement of assets and liabilities as per clause 41 (l) (ea) of the listing agreement for the half year ended 30th September 2013

(₹ in Lakhs)

| Particulars | Half year ended | Year ended |
|---------------------------------------|-----------------|----------------|
| | 30-09-2013 | 31-03-2013 |
| | Unaudited | Audited |
| A. EQUITY AND LIABILITIES | | |
| 1. Shareholders' funds | | |
| (a) Share capital | 2,892 | 2,892 |
| (b) Reserves and surplus | 121,848 | 112,533 |
| Sub-total - Shareholders' funds | 124,740 | 115,425 |
| 2. Non-current liabilities | | |
| (a) Long-term borrowings | - | - |
| (b) Deferred tax liabilities (net) | 3,181 | 3,410 |
| (c) Other long-term liabilities | 2,664 | 2,998 |
| (d) Long-term provisions | 2,088 | 2,150 |
| Sub-total - Non-current liabilities | 7,933 | 8,558 |
| 3. Current liabilities | | |
| (a) Short-term borrowings | 975 | - |
| (b) Trade payables | 23,850 | 28,431 |
| (c) Other current liabilities | 10,974 | 10,972 |
| (d) Short-term provisions | 3,227 | 10,947 |
| Sub-total - Current liabilities | 39,026 | 50,350 |
| TOTAL - EQUITY AND LIABILITIES | 171,699 | 174,333 |
| B. ASSETS | | |
| 1. Non-current assets | | |
| (a) Fixed assets | 60,104 | 61,836 |
| (b) Non-current investments | 1,000 | 1,000 |
| (c) Long-term loans and advances | 7,210 | 6,631 |
| (d) Other non-current assets | 3,463 | 2,578 |
| Sub-total - Non-current assets | 71,777 | 72,045 |
| 2. Current assets | | |
| (a) Current investments | 40,846 | 40,761 |
| (b) Inventories | 23,730 | 18,854 |
| (c) Trade receivables | 24,077 | 28,866 |
| (d) Cash and bank balances | 522 | 2,478 |
| (e) Short term loans and advances | 8,528 | 9,277 |
| (f) Other current assets | 2,219 | 2,052 |
| Sub-total - Current assets | 99,922 | 102,288 |
| TOTAL - ASSETS | 171,699 | 174,333 |

- 2 The Company had, until March 2013, reported Segmental information under "Engines" and "Other" business segments. The "Other" comprised of bearings business and revenue related to non-engine activity. In view of the disposal of bearings business and with due consideration given to the criteria for reportable business segments as per AS 17 ("Segmental Reporting"), the segmental information earlier reported, is not given.
- 3 Figures for the previous periods have been regrouped wherever required to make them comparable with those of the current period.
- 4 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 25th October 2013 and are subjected to a " Limited Review " by the Statutory Auditors.

Registered Office:
Laxmanrao Kirloskar Road,
Khadki, Pune - 411 003

Place : Pune
Date : 25th October, 2013

For Kirloskar Oil Engines Limited



Nihal G. Kulkarni
Managing Director



M/s P. G. BHAGWAT

CHARTERED ACCOUNTANTS

HEAD OFFICE

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Web : www.pgbhagwatca.com

Board of Directors,
Kirloskar Oil Engines Ltd.
Laxmanrao Kirloskar Road,
Khadki, Pune - 411 003


REVIEW REPORT

We have reviewed the accompanying statement of unaudited financial results of Kirloskar Oil Engines Ltd. for the period ended 30th September, 2013 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (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.

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 applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For M/s. P. G. Bhagwat
Chartered Accountants
Firm Registration Number : 101118W


Nachiket Deo
Partner
Membership Number : 117695
Pune: 25th October, 2013

