



KIRLOSKAR OIL ENGINES LIMITED

A Kirloskar Group Company

Enriching Lives

Date: 19 January 2018

NSE Scrip Code: **KIRLOSENG**

BSE Scrip Code: **533293**

To
The Manager
Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza, C -1, Block G, Bandra-Kurla
Complex, Bandra (E), Mumbai – 400 051

To
Corporate Relationship Department
BSE Limited
1st Floor, Rotunda Building,
Dalal Street, Fort,
Mumbai – 400 001

Dear Sir/Madam,

This is to inform you that:

1. Pursuant to Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) 2015:

The Board of Directors in its meeting held on 19 January 2018, has approved the Standalone un-audited financial results of the Company for the quarter and nine months ended 31 December 2017. A copy of the same is enclosed herewith. A copy of Limited Review Report dated 19 January 2018, received from M/s. P. G. Bhagwat, Chartered Accountants, Statutory Auditors of the Company is also enclosed herewith.

2. Pursuant to Regulations 30 and 43 of the SEBI (Listing Obligations and Disclosure Requirements) 2015:

The Board of Directors in its meeting held on 19 January 2018, has declared Interim Dividend of Rs. 2.5/- (125%) per equity share of Rs. 2/- each for the Financial year 2017-18 and shall be paid through National Electronic Clearing System (NECS) or vide our dividend warrant, as the case may be.

The payment thereof shall be made on or before 17 February 2018.

3. Pursuant to Regulation 42 of the SEBI (Listing Obligations and Disclosure Requirements) 2015:

The Company has fixed 2 February 2018 as the Record date for the purpose of payment of Interim Dividend for the financial year 2017-18.



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4. Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) 2015:

- a. In continuation of our letter dated 11 December 2017, this is to inform you that, subject to the approval of the members of the Company to the alteration of Object Clause of the Memorandum of Association of the Company to include 'Financial Services', the Board of Directors in its meeting held on 19 January 2018 considered and approved commencement of financial service business through its wholly owned subsidiary. Further the Board has also given its consent for incorporation of wholly owned subsidiary for the same.
- b. The present term of Mr. Rajendra R. Deshpande as Joint Managing Director ends on 28 April 2018. The Board of Directors in its meeting held on 19 January 2018, has re-appointed Mr. Rajendra R. Deshpande (DIN 00007439) as a Whole Time Director with designation as 'Joint Managing Director' with effect from 29 April 2018, for a term of 2 years. His appointment is subject to the approval of the members of the Company in the next general meeting.

He is not a relative of any director on the Board of the Company.

A brief profile of Mr. Rajendra R. Deshpande is as follows:

Rajendra R. Deshpande, who is a Graduate in Mechanical Engineering, joined erstwhile Kirloskar Oil Engines Limited in July 1977. He has worked for the Small, Medium and Large Engines Business Groups of the Company. He started the Ancillary Development Department in the Company. During his tenure as a Business Unit Head, Medium Engines Business Group became the largest Strategic Business Unit amongst the Kirloskar Group. He has also played a vital role in commencement of plant at Kagal. Presently he is working as Joint Managing Director of Kirloskar Oil Engines Limited.

He is a director in the following other companies:

Swaraj Engines Limited	KOEL Americas Corp.
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The meeting of the Board of Directors of the Company commenced at 11.30 a.m. and concluded at 2.05 p.m.

You are requested to take the same on your record.

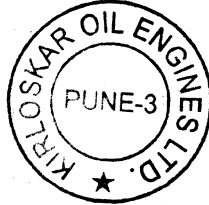
Thanking you,

Yours faithfully,

For Kirloskar Oil Engines Limited

S. A. Raichurkar

Smita Raichurkar
Company Secretary



Encl.: As above.

KIRLOSKAR OIL ENGINES LIMITED

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2017

		(₹ in Crores)					
Particulars		Quarter ended			Nine Months ended		Year ended
		31-12-2017	30-09-2017	31-12-2016	31-12-2017	31-12-2016	31-03-2017
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	a(i) Revenue from operations (Net of excise duty)	684.61	646.71	641.17	2,040.57	1,970.08	2,670.42
	a(ii) Excise duty	-	-	48.59	55.33	150.63	204.73
	a) Revenue from operations [a(i) + a(ii)]	684.61	646.71	689.76	2,095.90	2,120.71	2,875.15
	b) Other Income	22.30	15.59	17.60	56.01	63.86	85.03
	Total income	706.91	662.30	707.36	2,151.91	2,184.57	2,960.18
2	Expenses						
	a) Cost of raw materials and components consumed	355.09	330.08	322.94	1,038.68	1,000.28	1,351.57
	b) Purchase of traded goods	81.48	81.37	85.11	282.22	259.90	348.20
	c) Changes in inventories of finished goods, work-in-progress and traded goods	(3.59)	2.61	(0.81)	(15.29)	(12.04)	(11.47)
	d) Excise duty on sale of goods	-	-	48.59	55.33	150.63	204.73
	e) Employee benefits expense	52.85	53.45	52.28	157.26	152.31	201.57
	f) Finance costs	0.76	0.75	0.84	2.35	2.24	2.80
	g) Depreciation and amortisation expense	28.06	27.94	27.56	83.82	82.52	110.68
	h) Other expenses	134.71	122.19	123.75	391.61	356.06	499.80
	Total expenses (a to h)	649.36	618.39	660.26	1,995.98	1,991.90	2,707.88
3	Profit before exceptional items and tax	57.55	43.91	47.10	155.93	192.67	252.30
4	Exceptional items - (Expenses) / Income	-	-	-	-	-	-
5	Profit before tax (3 + 4)	57.55	43.91	47.10	155.93	192.67	252.30
6	Tax expense :						
	Current tax	17.94	16.34	15.79	54.11	60.61	79.68
	Deferred tax	0.16	(2.32)	3.24	(3.97)	2.66	(1.00)
	Total Tax expense (6)	18.10	14.02	19.03	50.14	63.27	78.68
7	Net Profit / (Loss) for the period (5 - 6)	39.45	29.89	28.07	105.79	129.40	173.62
8	Other Comprehensive Income / (Expense)						
	Re-measurement gains / (losses) on defined benefit plans	0.70	(0.23)	(0.24)	0.23	(0.94)	(0.88)
	Income tax effect on above	(0.46)	0.07	0.06	(0.32)	0.27	0.30
	Total other comprehensive income for the year, net of tax (8)	0.24	(0.16)	(0.18)	(0.09)	(0.67)	(0.58)
9	Total comprehensive income for the year, net of tax (7 + 8)	39.69	29.73	27.89	105.70	128.73	173.04
10	Paid-up equity share capital (Face value of ₹ 2 each)	28.92	28.92	28.92	28.92	28.92	28.92
11	Other Equity						1,587.79
12	Basic and diluted EPS (₹) (Face value of ₹ 2 each) [not annualized]	2.73	2.07	1.94	7.32	8.95	12.01

- The Company operates in single reportable segment namely 'Engines'.
- The above 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.
- The figures for the previous periods have been regrouped wherever required to make them comparable with those of the current period.
- Revenue from operations includes excise duty collected as per the extant guideline prescribed in Ind AS 18 "Revenue". As per said guideline Goods and Services Tax collected w.e.f. 1 July 2017 is excluded from the same.
- The Board of Directors in its meeting held on 19 January 2018 declared an interim dividend of ₹ 2.5 (125%) per equity share of ₹ 2 each for Financial Year 2017-18.
- The results for the quarter and Nine months ended 31 December 2017 are reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on 19 January 2018 and are subjected to a "Limited Review" by the Statutory Auditors.

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

Place : Pune
Date : 19 January 2018

For Kirloskar Oil Engines Limited

Nihal G. Kulkarni

Nihal G. Kulkarni
Managing Director



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

LIMITED REVIEW REPORT

We have reviewed the accompanying statement of unaudited quarterly standalone financial results of **Kirloskar Oil Engines Limited** (the "Company") for the quarter and nine months ended December 31, 2017 (the "statement") being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI circular CIR/CFD/FAC/62/2016 dated July 5 2016.

This statement which is the responsibility of Company's management and approved by the board of directors has been prepared in accordance with Indian Accounting Standard ("IND-AS") 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 issue a report on this statement 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 Independent Auditors 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 statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides



M/s P. G. BHAGWAT

CHARTERED ACCOUNTANTS

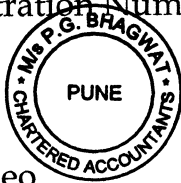
less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

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 the recognition and measurement principles laid down in the applicable Indian Accounting standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder 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 read with Circular No: CIR/CFD/FAC/62/2016 dated 5th July 2016, 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 No.: 117695

Pune

Date: 19th January, 2018