



Enriching Lives

KIRLOSKAR OIL ENGINES LIMITED

17 October 2014

Corporate Relationship Department,
BSE Limited,
1st Floor, P J Towers,
Dalal Street, Fort,
Mumbai – 400 001

Ref: Stock Code 533293

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 2014 were taken on record by the Board of Directors in its meeting held on 17 October 2014. A copy of the same is enclosed herewith. A copy of Limited Review Report dated 17 October 2014, 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

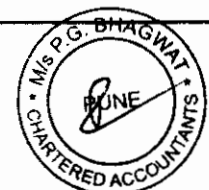
Smita Raichurkar
Asst. Company Secretary

Encl: As above.

KIRLOSKAR OIL ENGINES LIMITED

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER 2014

PART I		(₹ in Lakhs)					
		Quarter ended			Half year ended		Year ended
		30-09-2014	30-06-2014	30-09-2013	30-09-2014	30-09-2013	31-03-2014
Particulars		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	a) Net sales/income from operations (Net of excise duty)	62,251	62,908	50,888	125,159	109,231	228,696
	b) Other operating Income	540	1,001	845	1,541	1,586	3,304
	Total income from operations (net)	62,791	63,909	51,733	126,700	110,817	232,000
2	Expenses						
	a) Cost of materials consumed	33,396	31,348	30,870	64,744	65,281	125,579
	b) Purchases of stock-in-trade	8,814	10,282	2,782	19,096	6,752	18,626
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1,287)	(43)	(2,069)	(1,330)	(4,192)	146
	d) Employee benefits expense	4,847	4,579	4,343	9,426	8,464	16,258
	e) Depreciation and amortisation expense	2,571	2,438	2,448	5,009	4,901	9,831
	f) Other expenses	10,643	10,204	9,844	20,847	20,229	40,954
	g) Total expenses (a to f)	58,984	58,808	48,218	117,792	101,435	211,394
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	3,807	5,101	3,515	8,908	9,382	20,606
4	Other income	1,214	1,375	666	2,589	1,965	3,780
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	5,021	6,476	4,181	11,497	11,347	24,386
6	Finance costs	15	9	15	24	27	42
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	5,006	6,467	4,166	11,473	11,320	24,344
8	Exceptional items - (Expenses) / Income	-	-	-	-	-	-
9	Profit / (Loss) from ordinary activities before tax (7 + 8)	5,006	6,467	4,166	11,473	11,320	24,344
10	Tax expense	1,473	1,739	1,099	3,212	2,964	6,499
11	Net Profit / (Loss) from ordinary activities after tax (9 - 10)	3,533	4,728	3,067	8,261	8,356	17,845
12	Extraordinary items (net of tax expense)	-	-	-	-	-	-
13	Net Profit / (Loss) for the period (11 + 12)	3,533	4,728	3,067	8,261	8,356	17,845
14	Paid-up equity share capital (Face value of ₹ 2 each)	2,892	2,892	2,892	2,892	2,892	2,892
15	Reserves excluding revaluation reserves as per balance sheet of previous accounting year						123,831
16	Basic and diluted EPS (₹)						
	Before and After Extraordinary items (not annualized)	2.44	3.27	2.12	5.71	5.78	12.34
PART II							
A	PARTICULARS OF SHAREHOLDING						
1	Public shareholding						
	- Number of shares	39,451,865	39,463,635	42,763,635	39,451,865	42,763,635	39,463,635
	- Percentage of shareholding	27.28	27.29	29.57	27.28	29.57	27.29
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	105,161,996	105,150,226	101,850,226	105,161,996	101,850,226	105,150,226
	- 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)	72.72	72.71	70.43	72.72	70.43	72.71
Particulars		3 months ended 30-09-2014					
B	INVESTOR COMPLAINTS						
	Pending at the beginning of the quarter			NIL			
	Received during the quarter			NIL			
	Disposed of during the quarter			NIL			
	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 2014

(₹ in Lakhs)

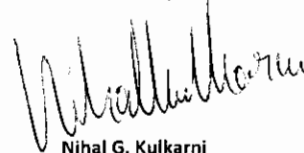
Particulars	Half year ended	Year ended
	30-09-2014	31-03-2014
	Unaudited	Audited
A. EQUITY AND LIABILITIES		
1. Shareholders' funds		
(a) Share capital	2,892	2,892
(b) Reserves and surplus	132,412	123,831
Sub-total - Shareholders' funds	135,304	126,723
2. Non-current liabilities		
(a) Long-term borrowings	-	-
(b) Deferred tax liabilities (net)	3,122	3,027
(c) Other long-term liabilities	1,543	1,307
(d) Long-term provisions	2,215	2,464
Sub-total - Non-current liabilities	6,880	6,798
3. Current liabilities		
(a) Short-term borrowings	-	-
(b) Trade payables	32,311	31,243
(c) Other current liabilities	10,223	10,152
(d) Short-term provisions	2,257	10,182
Sub-total - Current liabilities	44,791	51,577
TOTAL - EQUITY AND LIABILITIES	186,975	185,098
B. ASSETS		
1. Non-current assets		
(a) Fixed assets	54,733	58,498
(b) Non-current investments	567	1,000
(c) Long-term loans and advances	10,309	9,566
(d) Other non-current assets	2,113	2,904
Sub-total - Non-current assets	67,722	71,968
2. Current assets		
(a) Current investments	69,916	59,771
(b) Inventories	21,410	16,682
(c) Trade receivables	11,576	17,736
(d) Cash and bank balances	2,588	5,243
(e) Short term loans and advances	10,710	10,172
(f) Other current assets	3,053	3,526
Sub-total - Current assets	119,253	113,130
TOTAL - ASSETS	186,975	185,098

- 2 Pursuant to the enactment of the Companies Act, 2013 ("The Act") the Company has, effective 1 April 2014, reworked depreciation on the basis of useful life of fixed assets as per the provisions of the Act and subsequent notifications/circulars. Consequentially, the carrying value of assets whose life has been completed, as at 1 April 2014 has been adjusted to the General Reserve and in other cases the same has been depreciated over the remaining revised life of the assets. As a result, depreciation charge is lower by Rs 60 Lakhs for the half year ended 30 September 2014.
- 3 The Board of Directors in its meeting held on 2 September 2014, had approved the Composite Scheme of Arrangement and Amalgamation between Kirloskar Brothers Investments Limited (KBIL - Transferor Company), Pneumatic Holdings Limited (PHL - Resulting Company) and Kirloskar Oil Engines Limited (KOEL - Transferee Company) and their respective shareholders and creditors under Section 391 to 394 and other relevant Sections of the Companies Act, 1956, and relevant Section of the Companies Act, 2013, to the extent applicable. The said scheme is subject to approval of Stock Exchanges, the Company's Shareholders, Creditors, Hon'ble High Court of Bombay and the necessary approvals under various statutes. The Company has filed the Scheme with the BSE Limited and National Stock Exchange of India Limited for in-principle approval. The details of the scheme are available on the website of the Company and Stock Exchanges.
- 4 The Company operates in single reportable segment namely Engines, for the purpose of Accounting Standard 17 on "Segment Reporting"
- 5 The figures for the previous periods have been regrouped wherever required to make them comparable with those of the current period.
- 6 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 17 October 2014 and are subjected to a "Limited Review" by the Statutory Auditors.

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

Place : Pune
Date : 17th October, 2014

For Kirloskar Oil Engines Limited



Nihal G. Kulkarni
Managing Director



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, 2014** 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: 17th October , 2014

