

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2016

PART I Particulars		(₹ in Crores)					
		Quarter ended			Nine Months ended		Year ended
		31-12-2016 Unaudited	30-09-2016 Unaudited	31-12-2015 Unaudited	31-12-2016 Unaudited	31-12-2015 Unaudited	31-03-2016 Unaudited
1	Income from operations						
	a) Sales/income from operations	676.78	701.01	636.81	2,080.20	1,875.11	2,586.77
	b) Other operating income	12.67	13.15	13.34	39.18	35.53	67.02
	Total income from operations	689.45	714.16	650.15	2,119.38	1,910.64	2,653.79
2	Expenses						
	a) Cost of materials consumed	322.94	354.12	312.92	1,000.28	916.16	1,238.95
	b) Purchases of stock-in-trade	85.11	84.51	79.76	259.90	234.26	321.34
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(0.81)	(21.98)	(9.69)	(12.04)	(27.22)	(18.02)
	d) Employee benefits expense	52.28	50.65	50.87	152.31	148.54	185.40
	e) Depreciation and amortisation expense	27.56	27.40	27.02	82.52	79.82	111.51
	f) Excise duty expense	48.59	50.88	43.38	150.63	130.20	180.98
	g) Other expenses	123.44	122.00	113.17	354.73	334.24	468.69
	h) Total expenses (a to g)	659.11	667.53	617.43	1,988.33	1,816.00	2,488.85
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	30.34	46.57	32.72	131.05	94.64	164.94
4	Other income	17.60	17.83	17.64	63.86	56.14	74.35
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	47.94	64.45	50.36	194.91	150.78	239.29
6	Finance costs	0.84	0.72	2.17	2.24	8.04	9.03
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	47.10	63.74	48.19	192.67	142.74	230.26
8	Exceptional items - (Expenses) / Income	-	-	(10.38)	-	(10.38)	(25.48)
9	Profit / (Loss) from ordinary activities before tax (7 + 8)	47.10	63.74	37.81	192.67	132.36	204.78
10	Tax expense	19.03	21.15	9.02	63.27	25.44	39.66
11	Net Profit / (Loss) from ordinary activities after tax (9 - 10)	28.07	42.53	28.79	129.40	106.92	165.12
12	Extraordinary items (net of tax expense)	-	-	-	-	-	-
13	Net Profit / (Loss) for the period (11 + 12)	28.07	42.53	28.79	129.40	106.92	165.12
14	Other Comprehensive Income (net of tax)	(0.18)	(0.30)	(0.04)	(0.67)	(0.12)	(0.10)
15	Total Comprehensive Income (13 + 14)	27.89	42.23	28.75	128.73	106.80	165.02
16	Paid-up equity share capital (Face value of ₹ 2 each)	28.92	28.92	28.92	28.92	28.92	28.92
17	Reserves excluding revaluation reserves as per balance sheet of previous accounting year						1,415.37
18	Basic and diluted EPS (₹) (Face value of ₹ 2 each) (Before and After Extraordinary items [not annualized])	1.94	2.94	1.99	8.95	7.39	11.42

Notes :

- 1 The financial results of the Company are prepared in accordance with Indian Accounting Standards (Ind-AS) subsequent to its adoption with the transition date of 1 April 2015 pursuant to Ministry of Corporate affairs notification under Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standard) (Amendment) Rules, 2016. Accordingly these financial results have been prepared in accordance with the recognition and measurement principles in Ind-AS 34-Interim Financial Reporting prescribed under section 133 of the Companies Act 2013 read with relevant rules issued thereunder and in terms of Regulation 33 of SEBI (Listing Regulation & Disclosure Requirement) Regulations 2015 and SEBI Circular no. CIR/CFD/FAC/62/2016, dated 5 July 2016. The comparative figures for the quarter ended 31 December 2015, nine months ended 31 December 2015 and year ended 31 March 2016 have been restated to conform to the current period.

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- 2 Reconciliation of net profit under Ind-AS and reported under previous Indian GAAP (IGAAP) are summarized as follows :

(₹ in Crores)

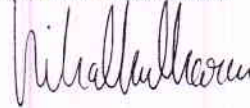
Particulars	Quarter ended	Nine Months ended	Year ended
	31-12-2015	31-12-2015	31-03-2016
	Unaudited	Unaudited	Unaudited
Net Profit under IGAAP (after Tax)	21.76	93.37	140.53
Recognition of Government grant as operating Income	8.05	21.93	32.13
Fair value gain/(losses) on financial instruments	(1.06)	(1.71)	(0.60)
Net impact of fair valuation of interest free deposits	(0.02)	-	(0.02)
Deferment of revenue for sale of extended warranty	0.82	(4.65)	(3.83)
Reclassification of employee defined benefits obligations to Other Comprehensive Income	0.06	0.18	0.16
Others	-	-	0.28
Deferred tax in respect of above adjustments	(0.82)	(2.20)	(3.53)
Net Profit under Ind-AS (after Tax)	28.79	106.92	165.12
Other Comprehensive Income (net of tax)	(0.04)	(0.12)	(0.10)
Total Comprehensive Income after Tax as per Ind-AS	28.75	106.80	165.02

- 3 The Company operates in single reportable segment namely 'Engines'.
- 4 The figures for the previous periods have been regrouped wherever required to make them comparable with those of the current period.
- 5 The results for the quarter and nine months ended 31 December 2016 are reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on 25 January 2017 and are subjected to a "Limited Review" by the Statutory Auditors.

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

Place : Pune
Date : 25 January 2017

For Kirloskar Oil Engines Limited



Nihal G. Kulkarni
Managing Director



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

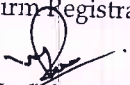
REVIEW REPORT

We have reviewed the accompanying statement of unaudited financial results for the quarter and nine months ended December 31, 2016 (the "statement") of Kirloskar Oil Engines Limited (the "Company"). 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 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 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 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
Date: 25th January, 2017
Pune

