

KIRLOSKAR OIL ENGINES LIMITED

UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER 2010

(Rs In Lakhs)

Particulars	Quarter ended		Nine months ended		Period ended
	31-12-2010	31-12-2009	31-12-2010	31-12-2009	31-03-2010
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 a) Net Sales	57,475	57,426	176,641	161,526	221,850
b) Other Operating Income	1,378	994	3,489	2,663	4,244
2 Total Operating Income	58,853	58,420	180,130	164,189	226,094
3 Expenditure					
a) (Increase) / decrease in stock in trade and work in progress	19	(35)	(1,221)	(1,133)	(428)
b) Consumption of raw materials	33,143	32,071	101,667	87,125	121,063
c) Purchase of traded goods	2,170	2,803	6,687	13,289	15,262
d) Employees cost	4,485	3,981	13,289	11,427	12,939
e) Depreciation	2,253	2,265	6,362	6,409	8,399
f) Other Expenditure	11,439	10,605	34,168	29,932	41,972
g) Total Expenditure (a to f)	53,509	51,690	160,952	147,049	199,207
4 Profit from Operations before Other Income, Interest and Exceptional Items (2-3)	5,344	6,730	19,178	17,140	26,887
5 Other Income	393	230	1,120	596	823
6 Profit before Interest and Exceptional Items (4+5)	5,737	6,960	20,298	17,736	27,710
7 Interest	567	377	1,958	1,079	1,364
8 Profit after Interest but before Exceptional Items (6-7)	5,170	6,583	18,340	16,657	26,346
9 Exceptional Items - (Expenses) / Income(Refer note 4)	310	-	(584)	-	-
10 Profit(+)/ Loss(-) from Ordinary Activities before tax (8+9)	5,480	6,583	17,756	16,657	26,346
11 Tax Expenses	1,548	2,587	5,146	6,210	9,944
12 Net Profit (+)/ Loss (-) from Ordinary Activities after tax (10-11)	3,932	3,996	12,610	10,447	16,402
13 Extraordinary Items (net of tax expense)	-	-	-	-	-
14 Net Profit(+)/ Loss(-) for the period (12-13)	3,932	3,996	12,610	10,447	16,402
15 Paid-up Equity Share Capital(Refer note 1) (Face value of Rs 2 each)	2,913	2,913	2,913	2,913	2,913
16 Reserves excluding revaluation reserves as per balance sheet of previous accounting year					65,128
17 Basic and diluted EPS (Rs.) Before and After Extraordinary items for the period, for the year to date and for the previous year (not annualized)	2.70	2.74	8.66	7.17	11.26
18 Public Shareholding					
- Number of Shares	54,799,248	54,799,248	54,799,248	54,799,248	54,799,248
- Percentage of shareholding	37.63	37.63	37.63	37.63	37.63
19 Promoters and promoter group Shareholding					
a) Pledged / Encumbered					
- Number of Shares (Refer note 6)	NIL	2,542,500	NIL	2,542,500	2,542,500
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NIL	2.80	NIL	2.80	2.80
- Percentage of shares (as a % of the total share capital of the company)	NIL	1.75	NIL	1.75	1.75
b) Non-encumbered					
- Number of Shares	90,830,037	88,287,537	90,830,037	88,287,537	88,287,537
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	97.20	100.00	97.20	97.20
- Percentage of shares (as a % of the total share capital of the company)	62.37	60.62	62.37	60.62	60.62

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KIRLOSKAR OIL ENGINES LIMITED

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED,
AS PER CLAUSE 41 OF THE LISTING AGREEMENT


(Rs. In Lakhs)

Particulars	Quarter ended		Nine Months ended		Period ended
	31-12-2010	31-12-2009	31-12-2010	31-12-2009	31-03-2010
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Segment Revenue					
a Engines	55,477	55,598	170,390	155,896	214,494
b Others	3,733	3,182	10,918	9,316	13,031
Total	59,210	58,780	181,308	165,212	227,525
Less: Inter segment revenue	357	360	1,178	1,023	1,431
Net Sales / Income from Operations	58,853	58,420	180,130	164,189	226,094
2 Segment Results					
Profit (+) / Loss (-) before tax and interest from each segment					
a Engines	5,803	6,505	18,339	16,570	26,565
b Others	351	493	1,184	1,555	2,397
Total	6,154	6,998	19,523	18,125	28,962
Less:					
i Interest	567	377	1,958	1,079	1,364
ii Other Unallocable expenditure net off unallocable income	107	38	(191)	389	1,252
Total Profit Before Tax	5,480	6,583	17,756	16,657	26,346
3 Capital Employed (Segment assets - Segment liabilities)					
a Engines	86,859	69,418	86,859	69,418	77,029
b Others	30,447	27,023	30,447	27,023	21,206
Total capital employed	117,306	96,441	117,306	96,441	98,235

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

Place: Pune
Date: 21st January 2011

For Kirloskar Oil Engines Limited


Gautam A. Kulkarni
Joint Managing Director



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Notes :

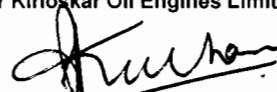
- 1 In terms of Scheme of Arrangement, between erstwhile Kirloskar Oil Engines Limited, Kirloskar Engines India Limited and their respective shareholders and creditors sanctioned by the Honourable High Court of the Judicature of Bombay which became effective from 31 March 2010, the engines and auto components business of the erstwhile Kirloskar Oil Engines Limited was transferred to Kirloskar Engines India Limited, now Kirloskar Oil Engines Limited, to be operative with retrospective effect from 1 April 2009 (the Appointed date). Accordingly the figures for the quarter ended 31 December 2009 have been drawn up considering effects of the Scheme.
- 2 In terms of the Scheme of Arrangement, the share capital of the company was reorganised and new shares were issued and allotted to the share holders on 30 April 2010. The shareholding pattern and other related disclosures have accordingly been made.
- 3 The equity shares of the Company are listed and permitted for trading on Bombay Stock Exchange Limited and National Stock Exchange of India Limited with effect from 24 December 2010.
- 4 Exceptional items, net, represents :
 - a) A gain of Rs. 310 Lakhs for the quarter and a loss of Rs. 1354 Lakhs for the nine months ended 31 December 2010 on valuation in respect of outstanding Derivative Instruments taken by the company, intended to serve as a hedge, against highly probable forecast transactions, which on testing are likely to be ineffective due to the volatility in the foreign exchange rates, is now recognised in the Profit and Loss Account.
 - b) Write back of depreciation Rs. Nil for the quarter (Rs. 770 Lakhs for the nine months ended 31 December 2010) in view of change in method of computing depreciation in respect of Electrical Installation and Aircraft, from written down value to straight line basis.
- 5 The company has exercised the option as per Ministry of Corporate Affairs notification dated 31 March 2009 in respect of AS 11. In the current quarter Rs. 846 Lakhs being eligible exchange difference loss (Rs. 2140 Lakhs loss for the nine months ended 31 December 2010) has been adjusted in the cost of the assets.
- 6 Mr. Atul C. Kirloskar, Mr. Gautam A. Kulkarni and Mr. Rahul C. Kirloskar have pledged 1,420,000 (0.73%), 600,000 (0.31%) and 1,370,000 (0.71%) equity shares of Kirloskar Industries Limited (erstwhile Kirloskar Oil Engines Limited) respectively prior to becoming effective of the Scheme of Arrangement. On the issue and allotment of shares pursuant to the said Scheme, the pledged shares of the aforesaid promoters of the Company are 1,065,000 (0.73%), 450,000 (0.31%) and 1,027,500 (0.71%) respectively. The pledge on these shares was revoked on 29 December 2010.
- 7 Company received 13 complaints from investors during the current quarter. All complaints have been resolved. No complaint is pending at the quarter end.
- 8 Previous year figures are for the period 12 January 2009 to 31 March 2010
- 9 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 21 January 2011 and are subjected to a " Limited Review " by the Statutory Auditors.

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Place : Pune

Date : 21st January, 2011

For Kirloskar Oil Engines Limited



Gautam A. Kulkarni

Joint Managing Director

