



## Escorts Kubota Limited

May 10, 2023

**BSE Limited**

Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai – 400001

**National Stock Exchange of India Limited**

Exchange Plaza, Bandra Kurla Complex,  
Bandra East, Mumbai – 400051

**BSE - 500495**

**NSE - ESCORTS**

**Sub: Outcome of the Board Meeting of Escorts Kubota Limited pursuant to Regulation 30 & Audited Financial Results pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir/ Ma'am,

Pursuant to Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please note that the Board of Directors of the Company has approved, *inter-alia*, the following matters in their meeting held today i.e. May 10, 2023, commenced at 12:00 Noon and concluded at 14:35 P.M.:

1. Recommended the dividend of Rs. 7.00/- (70%) per fully paid-up equity share of Rs. 10/- each for the financial year 2022-23 on all Equity shares that will be held on the Record Date to be announced for the purpose, other than the Equity Shares held by Escorts Benefit and Welfare Trust, subject to the approval of the shareholders at the ensuing Annual General Meeting.
2. Audited Financial Results (Standalone and Consolidated) for the quarter and year ended March 31, 2023.
3. Audited Financial Statement (Standalone and Consolidated) for the year ended March 31, 2023.

Please find enclosed herewith the following:

1. Audited Financial Results (Standalone and Consolidated) for the quarter and year ended March 31, 2023.
2. Auditors' Report on the Audited Financial Results – Standalone and Consolidated.
3. Annexure-I - Declaration for the unmodified Auditors' Report (Standalone & Consolidated).

Kindly take the same on record.

Thanking you.

Yours faithfully,

For **Escorts Kubota Limited**

**Satyendra Chauhan**  
**Company Secretary**

Encl.: As above

### Escorts Kubota Limited

(Formerly Escorts Limited)

#### Corporate Secretarial & Law

Registered Office - 15/5, Mathura Road, Faridabad-121003, Haryana, India

Tel.: +91-129-2250222 | E-mail: corp.secretarial@escortskubota.com | Website: www.escortsgroup.com

Corporate Identification Number L74899HR1944PLC039088



Escorts Kubota Limited (Formerly Escorts Limited)

Statement of Standalone audited Financial Results for the quarter and year ended March 31, 2023

Particulars	₹ in Crores				
	Standalone results				
	3 Months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	For the year ended	
	31-03-2023	31-12-2022	31-03-2022	31-03-2023	31-03-2022
	Audited*	Unaudited	Audited*	Audited	Audited
<b>Income</b>					
Revenue from operations	2,182.95	2,263.67	1,869.57	8,344.95	7,196.90
Other income	76.28	91.28	53.84	280.56	168.80
<b>Total income</b>	<b>2,259.23</b>	<b>2,354.95</b>	<b>1,923.41</b>	<b>8,625.51</b>	<b>7,365.70</b>
<b>Expenses</b>					
Cost of materials consumed	1,453.48	1,404.41	1,060.94	5,721.89	4,492.43
Purchases of stock-in-trade	115.39	146.17	126.04	509.03	508.74
Changes in inventories of finished goods, work-in-progress and stock-in-trade	(7.41)	136.49	123.76	(163.98)	(68.37)
Employee benefits expense	156.53	152.68	119.23	594.97	528.27
Finance costs	2.75	2.64	2.89	10.26	12.70
Depreciation & amortisation expense	38.01	37.57	32.96	148.43	129.75
Other expenses	229.13	233.59	188.11	902.62	740.30
<b>Total expenses</b>	<b>1,987.88</b>	<b>2,113.55</b>	<b>1,653.93</b>	<b>7,723.22</b>	<b>6,343.82</b>
<b>Profit before exceptional items and taxes</b>	<b>271.35</b>	<b>241.40</b>	<b>269.48</b>	<b>902.29</b>	<b>1,021.88</b>
Exceptional items (refer note 3)	(24.40)	-	-	(97.16)	-
<b>Profit before tax</b>	<b>246.95</b>	<b>241.40</b>	<b>269.48</b>	<b>805.13</b>	<b>1,021.88</b>
Tax expense					
Current tax	35.15	44.17	58.15	171.56	242.00
Deferred tax charge /(credit) (refer note 6)	26.33	10.83	9.16	26.59	14.27
Total tax expense	61.48	55.00	67.31	198.15	256.27
<b>Net profit for the period</b>	<b>185.47</b>	<b>186.40</b>	<b>202.17</b>	<b>606.98</b>	<b>765.61</b>
<b>Other comprehensive income</b>					
<b>Items that will not be reclassified to profit or loss</b>					
Net changes in fair values of equity instruments carried at fair value through other comprehensive income	(0.17)	(0.16)	(0.18)	0.06	0.24
Re-measurements of defined employee benefit plans	(0.02)	1.41	2.35	2.43	2.56
Income tax relating to items that will not be reclassified to profit or loss	0.02	(0.33)	(0.57)	(0.62)	(0.67)
Total other comprehensive income	(0.17)	0.92	1.60	1.87	2.13
<b>Total comprehensive income</b>	<b>185.30</b>	<b>187.32</b>	<b>203.77</b>	<b>608.85</b>	<b>767.74</b>
<b>Earnings per share of ₹ 10 each :</b>					
	Not annualised	Not annualised	Not annualised		
a) Basic (₹)	14.27	14.37	16.26	46.74	58.91
b) Diluted (₹)	14.26	14.35	16.22	46.68	58.71
Paidup equity share capital, equity share of ₹ 10 each	131.94	131.94	131.94	131.94	131.94
Other equity				8,302.87	7,746.24

\* Refer note 2



**Escorts Kubota Limited (Formerly Escorts Limited)**  
**Statement of Standalone assets and liabilities**

₹ in Crores

Particulars	Standalone	
	Audited	Audited
	As at	As at
	31-03-2023	31-03-2022
<b>ASSETS</b>		
<b>1 Non-current assets</b>		
a) Property, plant and equipment	1,729.85	1,692.24
b) Capital work-in-progress	69.39	56.34
c) Investment property	79.80	82.60
d) Right-of-use assets	50.23	34.64
e) Other Intangible assets	28.44	22.70
f) Intangible assets under development	44.29	31.45
g) Financial assets		
(i) Investments	3,235.63	548.85
(ii) Other financial assets	6.42	16.55
h) Income tax assets (net)	0.28	8.69
i) Other non-current assets	196.33	87.87
<b>Total non-current assets</b>	<b>5,440.66</b>	<b>2,581.93</b>
<b>2 Current assets</b>		
a) Inventories	1,159.04	803.57
b) Financial assets		
(i) Investments	1,794.93	4,584.60
(ii) Trade receivables	1,207.56	827.56
(iii) Cash and cash equivalents	181.60	82.83
(iv) Bank balances other than (iii) above	286.86	175.63
(v) Other financial assets	19.35	25.52
c) Other current assets	200.59	281.10
<b>Total current assets</b>	<b>4,849.93</b>	<b>6,780.81</b>
<b>3 Assets held for sale</b>	17.54	9.00
<b>Total assets</b>	<b>10,308.13</b>	<b>9,371.74</b>
<b>EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
a) Equity share capital	131.94	131.94
b) Other equity	8,302.87	7,746.24
<b>Total equity</b>	<b>8,434.81</b>	<b>7,878.18</b>
<b>2 Non-current liabilities</b>		
a) Financial liabilities		
(i) Lease liabilities	44.91	41.34
(ii) Other financial liabilities	26.95	26.72
b) Provisions	41.76	42.03
c) Deferred tax liabilities (net)	65.12	37.91
d) Other non-current liabilities	7.92	8.52
<b>Total non-current liabilities</b>	<b>186.66</b>	<b>156.52</b>
<b>3 Current liabilities</b>		
a) Financial liabilities		
(i) Lease liabilities	12.39	10.59
(ii) Trade payables		
(a) Total outstanding dues of micro enterprises and small enterprises	103.70	71.75
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	1,129.17	805.90
(iii) Other financial liabilities	115.07	93.93
b) Other current liabilities	220.56	235.16
c) Provisions	103.62	97.17
d) Current tax liabilities (net)	2.15	22.54
<b>Total current liabilities</b>	<b>1,686.66</b>	<b>1,337.04</b>
<b>Total equity and liabilities</b>	<b>10,308.13</b>	<b>9,371.74</b>

5



Escorts Kubota Limited (Formerly Escorts Limited)

Standalone Cash Flow Statement for the year ended March 31, 2023

₹ in Crores

Particulars	For the year ended	
	31-03-2023	31-03-2022
<b>A Cash flow from operating activities</b>		
<b>Profit before tax</b>	<b>805.13</b>	<b>1,021.88</b>
<b>Adjustments for:</b>		
Depreciation and amortisation expense	148.43	129.75
Provisions written back net of provisions recognised	7.98	(40.33)
Provision for diminution on investment in Subsidiary & Joint Venture	97.16	-
Finance costs (other than finance and bank charges)	7.84	9.60
Interest income	(161.80)	(88.56)
Gain on disposal of property, plant and equipment (net)	(2.13)	(3.74)
Gain on disposal of assets held for sale	-	(8.90)
Gain on fair valuation and sale of investments carried at fair value through profit or loss (net)	(88.12)	(94.91)
Share based payment to employees	5.70	9.80
Unrealised foreign exchange (gain)/loss	(5.24)	1.74
<b>Operating profit before working capital changes</b>	<b>814.95</b>	<b>936.33</b>
<b>Movement in working capital</b>		
Inventories	(355.47)	(129.11)
Trade receivables	(383.63)	(141.58)
Other financial assets	4.57	7.82
Other assets	(31.73)	(90.93)
Trade payables	356.96	(254.92)
Other financial liabilities	33.95	(54.29)
Other liabilities	(16.86)	21.66
<b>Cash generated from operating activities post working capital changes</b>	<b>422.74</b>	<b>294.98</b>
Income tax paid (net)	(186.39)	(253.88)
<b>Net cash generated from operating activities (A)</b>	<b>236.35</b>	<b>41.10</b>
<b>B Cash flows from investing activities</b>		
Purchase of property, plant and equipment (including capital advances)	(190.32)	(173.14)
Sale of property, plant and equipment	4.62	8.04
Purchase of intangible assets	(28.41)	(12.69)
Purchase of investment property	(0.02)	(14.05)
Proceeds from sale of assets held for sale	-	23.54
Investment in subsidiary and joint venture	-	(19.15)
Proceeds from sale of investment in subsidiary and joint venture	0.01	5.46
Sale/(Purchase) of other non current investments	(422.54)	25.82
Sale/(Purchase) of current investments	667.26	(2,836.72)
Bank deposits (having original maturity of more than 3 months)	(100.01)	1,022.48
Margin/bank deposits	(9.55)	(5.70)
Interest received	11.37	104.57
<b>Net cash used from investing activities (B)</b>	<b>(67.59)</b>	<b>(1,871.54)</b>
<b>C Cash flows from financing activities</b>		
Proceeds from shares(including ESOPs) issued	20.57	1,902.07
Repayment of lease liabilities	(7.03)	(6.11)
Interest paid	(7.84)	(9.64)
Dividend paid	(75.69)	(73.73)
<b>Net cash (used)/ generated in financing activities (C)</b>	<b>(69.99)</b>	<b>1,812.59</b>
Increase/(decrease) in cash and cash equivalents (A+B+C)	98.77	(17.85)
Cash and cash equivalents at the beginning of the period	82.83	100.50
Exchange difference on translation of foreign currency cash and cash equivalents	-	0.18
<b>Cash and cash equivalents at the end of the period</b>	<b>181.60</b>	<b>82.83</b>



Escorts Kubota Limited (Formerly Escorts Limited)

Segment wise revenue, results and capital employed for the quarter and year ended March 31, 2023

₹ in Crores

Sl. No.	Particulars	Standalone				
		3 Months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	For the year ended	
		31-03-2023	31-12-2022	31-03-2022	31-03-2023	31-03-2022
		Audited*	Unaudited	Audited*	Audited	Audited
1	<b>Segment revenue:</b>					
	a) Agri machinery products	1,557.50	1,707.99	1,370.75	6,316.11	5,563.74
	b) Construction equipments	384.84	306.11	319.50	1,178.98	986.79
	c) Railway equipments	237.21	249.29	172.80	841.86	636.21
	d) Unallocated	3.40	0.28	6.52	8.00	10.16
	<b>Total</b>	<b>2,182.95</b>	<b>2,263.67</b>	<b>1,869.57</b>	<b>8,344.95</b>	<b>7,196.90</b>
	Less: Inter segment revenue	-	-	-	-	-
	<b>Net segment revenue</b>	<b>2,182.95</b>	<b>2,263.67</b>	<b>1,869.57</b>	<b>8,344.95</b>	<b>7,196.90</b>
2	<b>Segment results:</b>					
	a) Agri machinery products	154.66	142.43	211.08	587.39	855.98
	b) Construction equipments	31.15	6.86	11.43	34.13	23.87
	c) Railway equipments	33.12	32.62	22.69	115.87	94.32
	<b>Total</b>	<b>218.93</b>	<b>181.91</b>	<b>245.20</b>	<b>737.39</b>	<b>974.17</b>
	Less :					
	- Finance costs	2.75	2.64	2.89	10.26	12.70
	- Exceptional items (refer note 3)	24.40	-	-	97.16	-
	- Other unallocable expenditure (Net of unallocable income)	(55.17)	(62.13)	(27.17)	(175.16)	(60.41)
	<b>Total profit before tax</b>	<b>246.95</b>	<b>241.40</b>	<b>269.48</b>	<b>805.13</b>	<b>1,021.88</b>
3	<b>Segment assets</b>					
	a) Agri machinery products	3,613.04	3,561.43	3,009.91	3,613.04	3,009.91
	b) Construction equipments	353.46	342.50	376.49	353.46	376.49
	c) Railway equipments	623.09	570.12	374.77	623.09	374.77
	d) Auto ancillary products (discontinued operation)	0.12	0.12	0.55	0.12	0.55
	e) Unallocated	5,718.42	5,473.20	5,610.02	5,718.42	5,610.02
	<b>Total</b>	<b>10,308.13</b>	<b>9,947.37</b>	<b>9,371.74</b>	<b>10,308.13</b>	<b>9,371.74</b>
4	<b>Segment liabilities</b>					
	a) Agri machinery products	1,261.60	1,135.78	947.78	1,261.60	947.78
	b) Construction equipments	292.16	264.57	236.18	292.16	236.18
	c) Railway equipments	79.11	85.46	92.85	79.11	92.85
	d) Auto ancillary products (discontinued operation)	5.13	5.13	6.83	5.13	6.83
	e) Unallocated	235.32	212.88	209.92	235.32	209.92
	<b>Total</b>	<b>1,873.32</b>	<b>1,703.82</b>	<b>1,493.56</b>	<b>1,873.32</b>	<b>1,493.56</b>

\* Refer note 2

**Notes :**

- The above standalone financial results for the quarter and year ended March 31, 2023 were reviewed by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on May 10, 2023.
- The figures for the quarter ended March 31, 2023 are the balancing figures between audited figures in respect of the full financial year and published year to date figures up to the third quarter of the year ended March 31, 2023.
- Exceptional item:
  - For the quarter ended March 31, 2023 represents provision for impairment in investment in Escorts Crop Solutions Limited ( ECS, a subsidiary company) amounting to ₹ 24.40 Crores.
  - For the year ended March 31, 2023 represents provision for impairment in investment in Escorts Crop Solutions Limited (a subsidiary company) amounting to ₹ 24.40 Crores and loss on disposal of investments in Tadano Escorts India Private Limited (TEIPL, a Joint Venture of the Company) amounting to ₹ 72.76 Crores.
- The Board of the Directors of the Company on February 18, 2022 had approved a draft Scheme for Selective Capital Reduction ("Scheme"), under Section 66, Section 52 and other applicable provisions of the Companies Act, 2013, read with the National Company Law Tribunal (Procedure for Reduction of Share Capital of Company) Rules, 2016 ("NCLT Rules") for selective reduction of the share capital of the Company by cancelling and extinguishing 2,14,42,343 Equity Shares, held by the Escorts Benefit and Welfare Trust. The scheme has been cleared by the stock exchanges vide their no observation letters dated June 29, 2022 and has been approved by the shareholders on August 5, 2022. Subsequently, the Scheme was filed with the NCLT, Chandigarh, on August 14, 2022 and the approval is awaited.
- The Board of the Directors of the Company on September 15, 2022 had approved a Scheme for Amalgamation ("Scheme"), under Sections 230 to 232 and other applicable provisions of the Companies Act, 2013, and rules framed thereunder. The Scheme, inter alia, provides for amalgamation of Escorts Kubota India Private Limited and Kubota Agricultural Machinery India Private Limited (Amalgamating Companies) into and with Escorts Kubota Limited (Amalgamated Company). The Scheme is subject to approvals of requisite majorities of the shareholders, creditors, regulatory authorities including stock exchanges and the National Company Law Tribunal, Chandigarh bench (NCLT). The Scheme is pending with the National Stock Exchange Limited and Bombay Stock Exchange for approval, post which the same will be filed with the NCLT for approval.
- Deferred tax charge/(credit) for the quarter ended March 31, 2023 and year ended March 31, 2023 includes deferred tax credit of ₹ 7.21 Crores and ₹ 25.52 Crores, respectively, related to exceptional item.
- Previous period figures have been re-grouped/ reclassified wherever necessary, to conform to current period's classification.

Place : Faridabad  
Date : 10-05-2023

For Escorts Kubota Limited  
  
Nikhil Nanda  
(Chairman and Managing Director)

**Independent Auditor's Report on Standalone Annual Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

**To the Board of Directors of Escorts Kubota Limited (formerly Escorts Limited)**

**Opinion**

1. We have audited the accompanying standalone annual financial results ('the Statement') of Escorts Kubota Limited (formerly Escorts Limited) ('the Company') for the year ended 31 March 2023, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations').
2. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
  - (i) presents financial results in accordance with the requirements of Regulation 33 of the Listing Regulations, and
  - (ii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under section 133 of the Companies Act, 2013 ('the Act'), read with the Companies (Indian Accounting Standards) Rules, 2015, and other accounting principles generally accepted in India, of the standalone net profit after tax and other comprehensive income and other financial information of the Company for the year ended 31 March 2023.

**Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the 'Auditor's Responsibilities for the Audit of the Statement' section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.



Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Dehradun, Gurugram, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

Walker Chandiook & Co LLP is registered with limited liability with identification number AAC-2085 and has its registered office at L-41, Connaught Circus, Outer Circle, New Delhi, 110001, India

# Walker Chandiook & Co LLP

## Responsibilities of Management and Those Charged with Governance for the Statement

4. This Statement has been prepared on the basis of the standalone annual financial statements and has been approved by the Company's Board of Directors. The Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit/loss and other comprehensive income and other financial information of the Company in accordance with the Ind AS specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India, and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.
5. In preparing the Statement, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
6. The Board of Directors is also responsible for overseeing the Company's financial reporting process.

## Auditor's Responsibilities for the Audit of the Statement

7. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing, specified under section 143(10) of the Act, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.
8. As part of an audit in accordance with the Standards on Auditing, specified under section 143(10) of the Act, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the Company has in place an adequate internal financial controls with reference to financial statements and the operating effectiveness of such controls.
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
  - Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures



## Walker Chandiook & Co LLP

are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
9. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
10. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

### Other Matter

11. The Statement includes the financial results for the quarter ended 31 March 2023, being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subject to limited review by us.

### For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No.: 001076N/N500013



Ashish Gupta

Partner

Membership No. 504662

UDIN: 23504662BGWGDN8832

Place: Mumbai

Date: 10 May 2023





Escorts Kubota Limited (Formerly Escorts Limited)

Statement of Consolidated audited Financial Results for the quarter and year ended March 31, 2023

Particulars	Consolidated results				
	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	For the year ended	
	31-03-2023	31-12-2022	31-03-2022	31-03-2023	31-03-2022
	Audited*	Unaudited	Audited*	Audited	Audited
	₹ in Crores				
<b>Income</b>					
Revenue from operations	2,214.48	2,291.35	1,886.64	8,428.69	7,282.65
Other income	75.68	91.68	54.84	280.93	173.80
<b>Total income</b>	<b>2,290.16</b>	<b>2,383.03</b>	<b>1,941.48</b>	<b>8,709.62</b>	<b>7,456.45</b>
<b>Expenses</b>					
Cost of materials consumed	1,476.73	1,424.19	1,071.79	5,776.18	4,534.63
Purchases of stock-in-trade	115.25	146.26	126.16	510.35	510.82
Changes in inventories of finished goods, work-in-progress and stock-in-trade	(6.58)	136.38	122.77	(163.65)	(66.94)
Employee benefits expense	160.18	155.96	122.39	607.40	541.90
Finance costs	3.63	3.48	3.56	13.27	14.97
Depreciation and amortisation expense	38.37	37.97	33.52	150.06	132.06
Other expenses	235.74	237.23	195.38	920.89	766.83
<b>Total expenses</b>	<b>2,023.32</b>	<b>2,141.47</b>	<b>1,675.57</b>	<b>7,814.50</b>	<b>6,434.27</b>
<b>Profit before share of net profit of investment accounted for using the equity method and tax</b>	<b>266.84</b>	<b>241.56</b>	<b>265.91</b>	<b>895.12</b>	<b>1,022.18</b>
Share of profit/(loss) of investments accounted for using equity method	10.78	(5.94)	(8.45)	(7.48)	(29.35)
<b>Profit before taxes</b>	<b>277.62</b>	<b>235.62</b>	<b>257.46</b>	<b>887.64</b>	<b>992.83</b>
Exceptional items (refer note 3)	-	-	-	(53.05)	-
<b>Profit before tax</b>	<b>277.62</b>	<b>235.62</b>	<b>257.46</b>	<b>834.59</b>	<b>992.83</b>
Tax expense					
Current tax	35.15	44.17	58.12	171.60	242.81
Deferred tax charge (refer note 6)	26.01	10.65	9.36	26.34	14.41
Total tax expense	61.16	54.82	67.48	197.94	257.22
<b>Net profit for the period</b>	<b>216.46</b>	<b>180.80</b>	<b>189.98</b>	<b>636.65</b>	<b>735.61</b>
<b>Other comprehensive income</b>					
<b>Items that will not be reclassified to profit or loss</b>					
Net changes in fair values of equity instruments carried at fair value through other comprehensive income	(0.17)	(0.16)	(0.18)	0.06	0.24
Re-measurements of defined employee benefit plans	(0.05)	1.41	2.37	2.40	2.58
Income tax relating to items that will not be reclassified to profit or loss	0.02	(0.33)	(0.57)	(0.62)	(0.67)
<b>Items that will be reclassified to profit or loss</b>					
Exchange differences on translation of foreign operations	0.17	0.73	(0.04)	0.41	(0.07)
Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
Total other comprehensive income	(0.03)	1.65	1.58	2.25	2.08
<b>Total comprehensive income</b>	<b>216.43</b>	<b>182.45</b>	<b>191.56</b>	<b>638.90</b>	<b>737.69</b>
<b>Profit attributable to:</b>					
a) Owners of the parent	216.49	180.82	190.92	636.78	736.47
b) Non-controlling interests	(0.03)	(0.02)	(0.94)	(0.13)	(0.86)
<b>Other comprehensive income attributable to:</b>					
a) Owners of the parent	(0.03)	1.65	1.58	2.25	2.08
b) Non-controlling interests	-	-	-	-	-
<b>Total comprehensive income attributable to:</b>					
a) Owners of the parent	216.46	182.47	192.50	639.03	738.55
b) Non-controlling interests	(0.03)	(0.02)	(0.94)	(0.13)	(0.86)
<b>Earnings per share of ₹ 10 each :</b>	Not annualised	Not annualised	Not annualised		
a) Basic (₹)	19.99	16.70	18.56	58.85	74.06
b) Diluted (₹)	19.96	16.68	18.51	58.76	73.73
Paid up equity share capital, equity share of ₹ 10 each	131.94	131.94	131.94	131.94	131.94
Other equity				8,054.77	7,467.96

\* Refer note 2



Escorts Kubota Limited (Formerly Escorts Limited)  
Statement of Consolidated assets and liabilities

₹ in Crores

Particulars	Consolidated	
	As at 31-03-2023	As at 31-03-2022
	Audited	Audited
<b>ASSETS</b>		
<b>1 Non-current assets</b>		
a) Property, plant and equipment	1,732.05	1,699.99
b) Capital work-in-progress	69.39	56.34
c) Investment property	79.80	82.60
d) Right-of-use assets	50.23	34.65
e) Intangible assets	29.07	23.81
f) Intangible assets under development	44.29	31.46
g) Investments accounted for using equity method	186.84	247.38
h) Financial assets		
(i) Investments	2,784.92	0.96
(ii) Other financial assets	7.51	17.06
i) Deferred tax assets (net)	0.41	-
j) Income tax assets (net)	0.97	9.39
k) Other non-current assets	196.34	87.87
<b>Total non-current assets</b>	<b>5,181.82</b>	<b>2,291.51</b>
<b>2 Current assets</b>		
a) Inventories	1,217.68	846.56
b) Financial assets		
(i) Investments	1,794.93	4,587.50
(ii) Trade receivables	1,179.65	792.62
(iii) Cash and cash equivalents	182.15	91.51
(iv) Bank balances other than (iii) above	289.75	180.33
(v) Other financial assets	18.96	25.24
c) Other current assets	201.32	283.47
<b>Total current assets</b>	<b>4,884.44</b>	<b>6,807.23</b>
<b>3 Assets held for sale</b>	18.97	9.00
<b>Total assets</b>	<b>10,085.23</b>	<b>9,107.74</b>
<b>EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
a) Equity share capital	131.94	131.94
b) Other equity	8,054.77	7,467.96
	<b>8,186.71</b>	<b>7,599.90</b>
Non-controlling interest	(3.88)	(3.75)
<b>Total equity</b>	<b>8,182.83</b>	<b>7,596.15</b>
<b>2 Non-current liabilities</b>		
a) Financial liabilities		
(i) Lease liabilities	44.91	41.35
(ii) Other financial liabilities	26.94	26.72
b) Provisions	42.09	42.27
c) Deferred tax liabilities (net)	64.64	37.27
d) Other non-current liabilities	7.92	8.52
<b>Total non-current liabilities</b>	<b>186.50</b>	<b>156.13</b>
<b>3 Current liabilities</b>		
a) Financial liabilities		
(i) Lease liabilities	12.39	10.60
(ii) Trade payables		
(a) Total outstanding dues of micro enterprises and small enterprises	103.74	71.75
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	1,157.04	822.00
(iii) Other financial liabilities	115.21	94.01
b) Other current liabilities	220.75	236.50
c) Provisions	104.52	97.96
d) Current tax liabilities (net)	2.25	22.64
<b>Total current liabilities</b>	<b>1,715.90</b>	<b>1,355.46</b>
<b>Total equity and liabilities</b>	<b>10,085.23</b>	<b>9,107.74</b>



Escorts Kubota Limited (Formerly Escorts Limited)

Consolidated Cash Flow Statement for the year ended 31 March 2023

₹ in Crores

Particulars	For the year ended	
	31-03-2023	31-03-2022
<b>A Cash flow from operating activities</b>		
Profit before tax	834.59	992.83
Adjustments for:		
Depreciation and amortisation expense	150.06	132.06
Provisions recognised net of provisions written back	9.47	(38.60)
Finance costs (other than finance and bank charges)	10.75	11.57
Interest income	(162.03)	(90.59)
Share of loss of equity accounted investments	7.48	29.35
Gain on disposal of property, plant and equipment (net)	(1.20)	(3.25)
Impairment of property, plant and equipment	1.51	-
Gain on disposal of assets held for sales	-	(8.90)
Gain on fair valuation and sale of investments carried at fair value through profit or loss (net)	(88.14)	(94.80)
Exceptional item (related to investing activities)	53.05	-
Share based payment to employees	5.76	10.10
Unrealised foreign exchange (gain)/loss	(0.77)	0.99
Gain on sale of investment in subsidiary	-	(1.21)
<b>Operating profit before working capital changes</b>	<b>820.53</b>	<b>939.55</b>
<b>Movement in working capital</b>		
Inventories	(371.13)	(128.40)
Trade receivables	(398.31)	(149.78)
Other financial assets	2.85	7.91
Other assets	(30.03)	(91.99)
Trade payables	368.74	(246.26)
Other financial liabilities	26.50	(57.79)
Other liabilities	(8.81)	13.74
<b>Cash generated from operating activities post working capital changes</b>	<b>410.34</b>	<b>286.98</b>
Income tax paid (net)	(186.43)	(254.70)
<b>Net cash generated from operating activities (A)</b>	<b>223.91</b>	<b>32.28</b>
<b>B Cash flows from investing activities</b>		
Purchase of property, plant and equipment (including capital advances)	(190.35)	(173.15)
Sale of property, plant and equipment	5.55	10.46
Purchase of intangible assets	(28.44)	(13.19)
Purchase of investment property	(0.02)	(14.05)
Proceeds from sale of assets held for sale including advances	-	23.54
Investment in joint ventures	-	(17.16)
Proceeds from sale of investment in subsidiary and joint venture	0.01	6.92
Sale/Purchase of other non current investments	(422.55)	27.46
Purchase of current investment (net)	670.17	(2,826.19)
Bank deposit (having original maturity of more than 3 months)	(98.18)	1,017.77
Margin/bank deposits	(9.55)	(5.70)
Interest received	11.59	106.60
<b>Net cash used in investing activities (B)</b>	<b>(61.77)</b>	<b>(1,856.69)</b>
<b>C Cash flows from financing activities</b>		
Proceeds from shares (including ESOPs) issued during the year	20.57	1,902.07
Repayment of long term borrowings	-	(1.72)
Repayment of lease liabilities	(7.05)	(6.12)
Repayment of short term borrowings (net)	-	(0.82)
Interest paid	(9.05)	(9.80)
Dividend and tax thereon paid	(75.69)	(73.73)
<b>Net cash (used in) / generated from financing activities (C)</b>	<b>(71.22)</b>	<b>1,809.88</b>
Increase / (Decrease) in cash and cash equivalents (A+B+C)	90.92	(14.53)
Cash and cash equivalents at the beginning of the year	91.51	105.74
Exchange difference on translation of foreign currency cash and cash equivalents	(0.28)	0.30
<b>Cash and cash equivalents at the end of the year</b>	<b>182.15</b>	<b>91.51</b>



Escorts Kubota Limited (Formerly Escorts Limited)

Segment wise revenue, results and capital employed for the quarter and year ended March 31, 2023

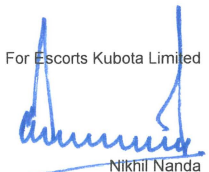
Sl. No.	Particulars	Consolidated				
		3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	For the year ended	
		31-03-2023	31-12-2022	31-03-2022	31-03-2023	31-03-2022
		Audited*	Unaudited	Audited*	Audited	Audited
		₹ in Crores				
1	<b>Segment revenue:</b>					
	a) Agri machinery products	1,588.02	1,735.40	1,385.06	6,397.08	5,629.34
	b) Construction equipments	384.84	306.11	319.50	1,178.98	986.79
	c) Railway equipments	237.21	249.29	172.80	841.86	636.21
	d) Unallocated	6.33	4.19	10.71	19.58	37.79
	<b>Total</b>	<b>2,216.40</b>	<b>2,294.99</b>	<b>1,888.07</b>	<b>8,437.50</b>	<b>7,290.13</b>
	Less: Inter segment revenue	1.92	3.64	1.43	8.81	7.48
	<b>Net segment revenue</b>	<b>2,214.48</b>	<b>2,291.35</b>	<b>1,886.64</b>	<b>8,428.69</b>	<b>7,282.65</b>
2	<b>Segment results:</b>					
	a) Agri machinery products	155.06	144.77	210.67	593.32	859.55
	b) Construction equipments	31.15	6.86	11.43	34.13	23.87
	c) Railway equipments	33.12	32.62	22.69	115.87	94.32
	<b>Total</b>	<b>219.33</b>	<b>184.25</b>	<b>244.79</b>	<b>743.32</b>	<b>977.74</b>
	<b>Less :</b>					
	- Finance costs	3.63	3.48	3.56	13.27	14.97
	- Exceptional items (refer note 3)	-	-	-	53.05	-
	- Other unallocable expenditure (Net of unallocable income)	(61.92)	(54.85)	(16.23)	(157.59)	(30.06)
	<b>Total profit before tax</b>	<b>277.62</b>	<b>235.62</b>	<b>257.46</b>	<b>834.59</b>	<b>992.83</b>
3	<b>Segment assets</b>					
	a) Agri machinery products	3,644.03	3,587.89	3,025.15	3,644.03	3,025.15
	b) Construction equipments	353.46	342.50	376.49	353.46	376.49
	c) Railway equipments	623.09	570.12	374.77	623.09	374.77
	d) Auto ancillary products (discontinued operation)	0.12	0.12	0.55	0.12	0.55
	e) Unallocated	5,464.53	5,189.01	5,330.78	5,464.53	5,330.78
	<b>Total</b>	<b>10,085.23</b>	<b>9,689.64</b>	<b>9,107.74</b>	<b>10,085.23</b>	<b>9,107.74</b>
4	<b>Segment liabilities</b>					
	a) Agri machinery products	1,290.36	1,160.46	964.30	1,290.36	964.30
	b) Construction equipments	292.16	264.57	236.18	292.16	236.18
	c) Railway equipments	79.11	85.46	92.85	79.11	92.85
	d) Auto ancillary products (discontinued operation)	5.13	5.13	6.83	5.13	6.83
	e) Unallocated	235.64	213.58	211.43	235.64	211.43
	<b>Total</b>	<b>1,902.40</b>	<b>1,729.20</b>	<b>1,511.59</b>	<b>1,902.40</b>	<b>1,511.59</b>

\* Refer note 2

**Notes :**

- The above consolidated financial results for the quarter and year ended March 31, 2023 were reviewed by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on May 10, 2023.
- The figures for the quarter ended March 31, 2023 and March 31, 2022 are the balancing figures between audited figures in respect of the full financial year and published year to date figures up to the third quarter of years ended March 31, 2023 and March 31, 2022, respectively.
- Exceptional item for the year ended March 31, 2023 amounting to ₹ 53.05 crores, represents loss on disposal of investments in Tadano Escorts India Private Limited (TEIPL, a Joint Venture of the Company).
- The Board of the Directors of the Company on February 18, 2022 had approved a draft Scheme for Selective Capital Reduction ("Scheme"), under Section 66, Section 52 and other applicable provisions of the Companies Act, 2013, read with the National Company Law Tribunal (Procedure for Reduction of Share Capital of Company) Rules, 2016 ("NCLT Rules") for selective reduction of the share capital of the Company by cancelling and extinguishing 2,14,42,343 Equity Shares, held by the Escorts Benefit and Welfare Trust. The scheme has been cleared by the stock exchanges vide their no observation letters dated June 29, 2022 and has been approved by the shareholders on August 5, 2022. Subsequently, the Scheme was filed with the NCLT, Chandigarh, on August 14, 2022 and the approval is awaited.
- The Board of the Directors of the Company on September 15, 2022 had approved a Scheme for Amalgamation ("Scheme"), under Sections 230 to 232 and other applicable provisions of the Companies Act, 2013, and rules framed thereunder. The Scheme, inter alia, provides for amalgamation of Escorts Kubota India Private Limited and Kubota Agricultural Machinery India Private Limited (Amalgamating Companies) into and with Escorts Kubota Limited (Amalgamated Company). The Scheme is subject to approvals of requisite majorities of the shareholders, creditors, regulatory authorities including stock exchanges and the National Company Law Tribunal, Chandigarh bench (NCLT). The Scheme is pending with the National Stock Exchange Limited and Bombay Stock Exchange for approval, post which the same will be filed with the NCLT for approval.
- Deferred tax charge/(credit) for the year ended March 31, 2023 includes deferred tax credit of ₹ 18.31 Crores related to exceptional item.
- Previous period figures have been re-grouped/ reclassified wherever necessary, to conform to current period's classification.

For Escorts Kubota Limited

  
Nikhil Nanda  
(Chairman and Managing Director)

Place : Faridabad  
Date : 10-05-2023

Escorts Kubota Limited (Formerly Escorts Limited)

Phone: 0129-2250222, Fax: 0129-2250060

E-mail: corp.secretarial@escortskubota.com, Website: www.escortsgroup.com

Registered Office : 15/5, Mathura Road, Faridabad - 121003, Haryana

CIN - L74899HR1944PLC039088

**Independent Auditor's Report on Consolidated Annual Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

**To the Board of Directors of Escorts Kubota Limited (formerly Escorts Limited)**

**Opinion**

1. We have audited the accompanying consolidated annual financial results ('the Statement') of Escorts Kubota Limited (formerly Escorts Limited) ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group'), its associate and joint ventures for the year ended 31 March 2023, attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations').
2. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of other auditors on separate audited financial statements/ financial results/ financial information of the subsidiaries, associate and joint ventures, as referred to in paragraph 12 below, the Statement:
  - (i) includes the annual financial results of the entities listed in Annexure 1;
  - (ii) presents financial results in accordance with the requirements of Regulation 33 of the Listing Regulations; and
  - (iii) gives a true and fair view in conformity 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 ('the Act') read with the Companies (Indian Accounting Standards) Rules, 2015, and other accounting principles generally accepted in India, of the consolidated net profit after tax and other comprehensive income and other financial information of the Group, its associate and joint ventures, for the year ended 31 March 2023.

**Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Statement section of our report. We are independent of the Group, its associate and joint ventures, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Act, and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us together with the audit evidence obtained by the other auditors in terms of their reports referred to in paragraph 12 of the Other Matters section below, is sufficient and appropriate to provide a basis for our opinion.



Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Dehradun, Gurugram, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

Walker ChandioK & Co LLP is registered with limited liability with identification number AAC-2085 and has its registered office at L-41, Connaught Circus, Outer Circle, New Delhi, 110001, India

## Walker Chandiook & Co LLP

### Responsibilities of Management and Those Charged with Governance for the Statement

4. The Statement, which is the responsibility of the Holding Company's management and has been approved by the Holding Company's Board of Directors, has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the consolidated net profit or loss and other comprehensive income, and other financial information of the Group including its associate and joint ventures in accordance with the Ind AS prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Holding Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of the Statement. Further, in terms of the provisions of the Act, the respective Board of Directors / management of the companies included in the Group and its associate and joint ventures, covered under the Act, are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding of the assets of the Group, and its associate and joint ventures, and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively, for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results, that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial results have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.
5. In preparing the Statement, the respective Board of Directors / management of the companies included in the Group and of its associate and joint ventures, are responsible for assessing the ability of the Group and of its associate and joint ventures, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless the respective Board of Directors / management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.
6. The respective Board of Directors / management of the companies included in the Group and of its associate and joint ventures, are responsible for overseeing the financial reporting process of the companies included in the Group and of its associate and joint ventures.

### Auditor's Responsibilities for the Audit of the Statement

7. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Act will always detect a material misstatement, when it exists. Misstatements can arise from fraud or error, and are considered material if, individually, or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.
8. As part of an audit in accordance with the Standards on Auditing specified under section 143(10) of the Act, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.



## Walker Chandiook & Co LLP

- Conclude on the appropriateness of Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associate and joint ventures, to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associate and joint ventures to cease to continue as a going concern.
  - Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
  - Obtain sufficient appropriate audit evidence regarding the financial results/ financial information/ financial statements of the entities within the Group, and its associate and joint ventures, to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Statement, of which we are the independent auditors. For the other entities included in the Statement, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.
9. We communicate with those charged with governance of the Holding Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
10. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
11. We also performed procedures in accordance with SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019, issued by the SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

### Other Matters

12. We did not audit the annual financial statements/ financial information/ financial results of five subsidiaries included in the Statement whose financial information reflects total assets of ₹ 106.14 crores as at 31 March 2023, total revenues of ₹ 169.39 crores, total net loss after tax of ₹ 4.66 crores, total comprehensive loss of ₹ 4.28 crores, and cash outflows (net) of ₹ 8.25 crores for the year ended 31 March 2023, as considered in the Statement. The Statement also includes the Group's share of net loss after tax of ₹ 7.51 crores and total comprehensive loss of ₹ 7.29 crores for the year ended 31 March 2023, in respect of one associate and three joint ventures, whose annual financial statements/ financial information/ financial results have not been audited by us. These annual financial statements/ financial information/ financial results have been audited by other auditors whose audit reports have been furnished to us by the management, and our opinion in so far as it relates to the amounts and disclosures included in respect of these subsidiaries / associate/ joint ventures is based solely on the audit reports of such other auditors, and the procedures performed by us as stated in paragraph 11 above.

Further, of these subsidiaries, one subsidiary is located outside India, whose annual financial statements/ financial information/ financial results have been prepared in accordance with accounting principles generally accepted in its country, and which have been audited by other auditor under generally accepted auditing standards applicable in that country. The Holding Company's management has converted the financial statements / financial information/ financial results of such subsidiary from accounting principles generally accepted in that country to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Holding Company's management. Our opinion, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based on the audit report of other auditor and the conversion adjustments prepared by the management of the Holding Company and audited by us.

Our opinion is not modified in respect of this matter with respect to our reliance on the work done by and the reports of the other auditors.



## Walker Chandiook & Co LLP

13. The Statement also includes the Group's share of net loss after tax of ₹ 0.19 crores, and total comprehensive loss of ₹ 0.19 crores for the year ended 31 March 2023, in respect of one joint venture, based on their financial information, which have not been reviewed / audited by their auditors. This financial information have been furnished to us by the Holding Company's management. Our opinion, in so far as it relates to the amounts and disclosures included in respect of the aforesaid joint venture, is based solely on such unreviewed / unaudited financial information. In our opinion, and according to the information and explanations given to us by the management, this financial information is not material to the Group.

Our opinion is not modified in respect of this matter with respect to our reliance on the financial information certified by the Board of Directors.

14. The Statement includes the consolidated financial results for the quarter ended 31 March 2023, being the balancing figures between the audited consolidated figures in respect of the full financial year and the published unaudited year-to-date consolidated figures up to the third quarter of the current financial year, which were subject to limited review by us.

### For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No.: 001076N/N500013



**Ashish Gupta**

Partner

Membership No. 504662

UDIN: 23504662BGWGDQ7073

Place: Mumbai

Date: 10 May 2023



# Walker Chandio & Co LLP

## Annexure 1

### List of entities included in the Statement

#### Subsidiaries:

1. Farmtrac Tractors Europe Sp. Z.o.o.
2. Escorts Crop Solutions Limited
3. Escorts Finance Limited
4. Escorts Benefit and Welfare Trust
5. Escorts Benefit Trust

#### Associate:

1. Escorts Consumer Credit Limited

#### Joint ventures:

1. Adico Escorts Agri Equipment Private Limited
2. Tadano Escorts India Private Limited (till 15 September 2022)
3. Escorts Kubota India Private Limited
4. Kubota Agricultural Machinery India Private Limited



**Declaration pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby state that the Statutory Auditors of the Company i.e. M/s Walker Chandiook & Co. LLP, Chartered Accountants (Firm Registration Number- 001076N/N500013) have issued an Auditor's Report with unmodified opinion on the Audited Financial Results of the Company (Standalone and Consolidated) for the year ended March 31, 2023.

Kindly take the same on record.

Thanking You

Yours Faithfully  
For **Escorts Kubota Limited**



**Bharat Madan**  
**Whole-time Director and Chief**  
**Financial Officer**

Date: May 10, 2023



**Escorts Kubota Limited**

(Formerly Escorts Limited)

**Corporate Secretarial & Law**

Registered Office - 15/5, Mathura Road, Faridabad-121003, Haryana, India

Tel.: +91-129-2250222 | E-mail: corp.secretarial@escortskubota.com, | Website: www.escortsgroup.com

Corporate Identification Number L74899HR1944PLC039088