

Date: 10th February 2023

BSE Scrip Code: **533293**

NSE Scrip Code: **KIRLOSENG**

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

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

Dear Sir/Madam,

This is to inform you that pursuant to Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including amendments thereunder, please find enclosed herewith:

1. The Standalone and Consolidated Un-audited Financial Results of the Company for the quarter and nine months ended 31st December 2022, which were approved by the Board of Directors in its meeting held on 10th February 2023;
2. A copy of Limited Review Report of the Company, dated 10th February 2023, received from G. D. Apte & Co., Chartered Accountants, Pune, (Firm Registration No. 100515W), Statutory Auditors of the Company on aforesaid un-audited Financial Results - Standalone and Consolidated;
3. Pursuant to Regulations 30 and 43 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including amendments thereunder:

The Board of Directors in its meeting held on 10th February 2023, has declared Interim Dividend of Rs. 2.50/- (125%) per equity share of Rs. 2/- each for the Financial Year 2022-23 and will be paid through National Electronic Clearing System (NECS) or any other electronic mode or by dividend warrant or by demand drafts, as the case may be.

The payment thereof shall be made on or before 10th March 2023.

Kirloskar Oil Engines Limited
A Kirloskar Group Company

Regd. Office: Laxmanrao Kirloskar Road,
Khadki, Pune, Maharashtra - 411 003 India.

Tel: +91 (20) 25810341, 66084000

Fax: +91 (20) 25813208, 25810209

Email: info@kirloskar.com | Website: www.kirloskaroilengines.com

CIN: L29100PN2009PLC133351

4. Pursuant to Regulation 42 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including amendments thereunder:

The Record date to determine list of eligible members for payment of Interim Dividend for the Financial Year 2022-23, is fixed as 23rd February 2023.

The meeting of the Board of Directors of the Company commenced at 12.41 pm and concluded at 2.25 pm.

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 and Head Legal

Encl.: As above.



KIRLOSKAR OIL ENGINES LIMITED

CIN : L29100PN2009PLC133351

Registered office : Laxmanrao Kirloskar Road, Khadki, Pune - 411003

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2022

(₹ in Crores)

Particulars	Quarter ended			Nine months ended		Year ended
	31-12-2022	30-09-2022	31-12-2021	31-12-2022	31-12-2021	31-03-2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Income						
a) Revenue from operations	1,000.13	1,010.40	836.91	2,963.54	2,309.63	3,299.66
b) Other income	6.01	4.58	4.81	15.94	17.21	24.76
Total income (a+b)	1,006.14	1,014.98	841.72	2,979.48	2,326.84	3,324.42
2 Expenses						
a) Cost of raw materials and components consumed	493.38	490.59	408.37	1,469.09	1,116.21	1,560.50
b) Purchase of traded goods	186.74	182.71	198.14	581.36	517.35	737.10
c) Changes in inventories of finished goods, work-in-progress and traded goods	(3.05)	0.74	(12.40)	(38.23)	(22.00)	(6.41)
d) Employee benefits expense	61.22	56.67	54.87	173.40	158.06	206.99
e) Finance costs	1.90	1.03	2.21	4.03	4.74	6.24
f) Depreciation and amortisation expense	21.23	21.32	18.96	63.08	58.09	77.23
g) Other expenses	155.63	166.82	140.98	457.81	383.70	546.63
h) Expenses capitalised	(2.65)	(2.65)	(3.72)	(7.67)	(9.84)	(13.91)
Total expenses (a to h)	914.40	917.23	807.41	2,702.87	2,206.31	3,114.37
3 Profit before exceptional items and tax (1 - 2)	91.74	97.75	34.31	276.61	120.53	210.05
4 Exceptional items - (expense) / income	-	-	-	-	-	52.65
5 Profit before tax (3 + 4)	91.74	97.75	34.31	276.61	120.53	262.70
6 Tax expense :						
Current tax	24.21	26.52	7.85	73.57	33.39	53.52
Deferred tax	(0.66)	(1.36)	1.19	(2.32)	(1.31)	1.17
Total tax expense (6)	23.55	25.16	9.04	71.25	32.08	54.69
7 Net profit / (loss) for the period (5 - 6)	68.19	72.59	25.27	205.36	88.45	208.01
8 Other Comprehensive Income / (Loss)						
Items that will not be reclassified to profit or loss in subsequent periods						
Re-measurement gain / (loss) on defined benefit plans	0.30	0.91	0.30	2.12	0.90	0.23
Income tax (expense)/income on above	(0.07)	(0.23)	(0.08)	(0.53)	(0.23)	(0.06)
Subtotal (a)	0.23	0.68	0.22	1.59	0.67	0.17
Net gain / (loss) on equity instruments measured at fair value through other comprehensive income	-	-	-	-	-	3.75
Income tax (expense)/income on above	-	-	-	-	-	(0.86)
Subtotal (b)	-	-	-	-	-	2.89
Net other comprehensive income/(loss) that will not be reclassified to profit or loss in subsequent periods [(a) + (b)]	0.23	0.68	0.22	1.59	0.67	3.06
Total other comprehensive income/(loss) for the year, net of tax (8)	0.23	0.68	0.22	1.59	0.67	3.06
9 Total comprehensive income/(loss) for the year, net of tax (7 + 8)	68.42	73.27	25.49	206.95	89.12	211.07
10 Paid-up equity share capital (Face value of ₹ 2 each)	28.93	28.93	28.92	28.93	28.92	28.92
11 Other equity						2,110.54
12 Basic Earnings Per Share (EPS) (₹) (Face value of ₹ 2 each) [not annualized]	4.71	5.02	1.75	14.20	6.12	14.38
13 Diluted EPS (₹) (Face value of ₹ 2 each) [not annualized]	4.70	5.01	1.74	14.17	6.11	14.36

Continued to Page no.2...



Notes :

- 1 The Company primarily operates in the business of manufacturing of Engines wherein from the quarter ended 31st December 2022, two customer based reportable segments have been identified namely - Business to Business ("B2B") and Business to Customer ("B2C"). However, as per para 4 of Ind AS 108 "Operating Segments", the Company is required to disclose segment information only in the Consolidated Financial Results. Accordingly, disclosure of this information has been included under Consolidated Financial Results for the quarter and nine months ended 31st December 2022. The corresponding information for earlier periods is also restated as per para 29 of Ind AS 108.
- 2 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.
- 3 Consequent to the approval of the Board of Directors in its meeting held on 12th November 2022, the Company has during the quarter ended 31st December 2022 invested Rs. 30 Crores in the Rights Issue of 3,00,00,000 equity shares having face value of Rs. 10/- each of Arka Financial Holdings Private Limited ("AFHPL"), a wholly owned subsidiary, as per payment terms covered in the Letter of Offer issued by AFHPL to the Company.
- 4 The Board of Directors in its meeting held on 12th November 2022, had given its consent to invest Rs. 40 crores in Rights Issue of 4,00,00,000 8.25% Cumulative Redeemable Preference Shares (Non-Convertible) having face value of Rs. 10/- each of La-Gajjar Machineries Private Limited ("LGM"), a wholly owned subsidiary of the Company, for a term of 7 years. During the quarter ended 31st December 2022, the Company has invested Rs.10 crores at Rs 2.5/- per share towards application money as per payment terms covered in the Letter of Offer issued by LGM to the Company.
- 5 During the quarter ended 31st December 2022, the Company has allotted 33,207 fully paid-up equity shares of Rs. 2/- each to the option grantees upon exercise of Employee Stock Options pursuant to 'Kiruskar Oil Engines Limited – Employee Stock Option Plan 2019' ('KOEL ESOP 2019'). Consequent to aforesaid allotment, the paid-up equity share capital of the Company has increased from 14,46,32,489 fully paid-up equity shares of Rs. 2/- each to 14,46,65,696 fully paid-up equity shares of Rs. 2/- each.
- 6 Exceptional item as disclosed in the column "Year ended 31st March 2022" comprises of net profit arising on the sale of investment in Arka Fincap Limited ("AFL") [a subsidiary company of AFHPL and step down subsidiary of the Company].
- 7 The figures for the previous periods have been regrouped wherever required to make them comparable with those of the current period.
- 8 The above results for the quarter and nine months ended 31st December 2022 are reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on 10th February 2023 and are subjected to a "Limited Review" by the Statutory Auditors of the Company.
- 9 The Board of Directors in its meeting held on 10th February 2022 has declared an interim dividend of Rs. 2.50/- (125%) per equity share of Rs. 2/- each for the year ended 31st March 2023. The record date for payment of interim dividend is 23rd February 2023.

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

For Kirloskar Oil Engines Limited



Gauri Kirloskar
Managing Director
DIN: 03366274

Place : Pune
Date : 10th February 2023



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

The Board of Directors
Kirloskar Oil Engines Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Kirloskar Oil Engines Limited ("the Company") for the quarter and nine months ended December 31, 2022 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations').
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), 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 express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with recognition and measurement principles laid down in the aforesaid Ind AS 34 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed or that it contains any material misstatement.



5. Other Matter

The figures for quarter ended June 30, 2021 which are included in the results for the nine months ended December 31, 2021 have been considered from the unmodified review report dated August 11, 2021 issued by the erstwhile auditors, P. G. Bhagwat LLP in terms of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015.

Our review report on the Statement is not modified in respect of the above matter.

For G. D. Apte & Co.
Chartered Accountants
Firm Registration Number: 100515W
UDIN: 23113053BGWSXO9856



Umesh S. Abhyankar
Partner
Membership Number: 113053
Pune, February 10, 2023



KIRLOSKAR OIL ENGINES LIMITED

CIN : L29100PN2009PLC133351

Registered office : Laxmanrao Kirloskar Road, Khadki, Pune - 411003

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2022

(₹ in Crores)

Particulars	Consolidated					
	Quarter ended			Nine months ended		Year ended
	31-12-2022	30-09-2022	31-12-2021	31-12-2022	31-12-2021	31-03-2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Income						
a) Revenue from operations	1,220.44	1,228.12	1,017.76	3,639.97	2,840.03	4,021.98
b) Other income	6.79	5.40	5.28	17.73	18.93	26.73
Total Income (a+b)	1,227.23	1,233.52	1,023.04	3,657.70	2,858.96	4,048.71
2 Expenses						
a) Cost of raw materials and components consumed	561.82	572.13	485.46	1,723.42	1,354.90	1,885.15
b) Purchase of traded goods	180.07	193.91	205.62	590.10	530.73	744.90
c) Changes in inventories of finished goods, work-in-progress and traded goods	8.49	(4.13)	(7.24)	(36.97)	(13.11)	7.59
d) Employee benefits expense	86.71	78.67	73.11	243.14	209.86	285.57
e) Finance costs	57.20	46.81	28.40	145.92	70.76	106.03
f) Depreciation and amortisation expense	25.63	26.29	24.96	78.54	75.95	101.29
g) Other expenses	193.82	209.41	176.76	581.96	498.78	700.53
h) Expenses capitalised	(2.65)	(2.65)	(3.72)	(7.67)	(9.84)	(13.91)
Total expenses (a to h)	1,111.09	1,120.44	983.35	3,318.44	2,718.03	3,817.15
3 Profit before share of profit/(loss) of joint venture, exceptional items and tax (1-2)	116.14	113.08	39.69	339.26	140.93	231.56
4 Share of net profit/(loss) of joint venture accounted for using the equity method	0.40	0.07	0.00	0.86	0.00	0.32
5 Profit before exceptional items and tax (3+4)	116.54	113.15	39.69	340.12	140.93	231.88
6 Exceptional items - Income / (expense)						
7 Profit before tax (5 + 6)	116.54	113.15	39.69	340.12	140.93	231.88
8 Tax expense :						
Current tax	34.58	35.63	11.40	100.37	45.56	69.26
Deferred tax	(6.19)	(5.01)	(0.77)	(12.99)	(7.67)	(8.25)
Total tax expense (8)	28.39	30.62	10.63	87.38	37.89	61.01
9 Net profit/ (loss) for the period (7 - 8)	88.15	82.53	29.06	252.74	103.04	170.87
10 Other Comprehensive Income / (Loss)						
Items that will be reclassified to profit or loss in subsequent periods (A) :						
Exchange differences in translating the financial statements of a foreign operation	0.04	(0.01)	(0.02)	0.03	-	0.01
Income tax (expense)/income on above	-	-	-	-	-	-
Total (A)	0.04	(0.01)	(0.02)	0.03	-	0.01
Items that will not be reclassified to profit or loss in subsequent periods (B):						
Re-measurement gain / (loss) on defined benefit plans	0.36	0.98	0.31	2.31	0.94	0.36
Income tax (expense)/income on above	(0.09)	(0.24)	(0.08)	(0.58)	(0.24)	(0.09)
Subtotal (a)	0.27	0.74	0.23	1.73	0.70	0.27
Net gain / (loss) on equity instruments measured at fair value through other comprehensive income	-	-	-	-	-	3.75
Income tax (expense)/income on above	-	-	-	-	-	(0.86)
Subtotal (b)	-	-	-	-	-	2.89
Share of other comprehensive income of joint venture accounted for using the equity method (net of tax) (c)	(0.00)	(0.01)	-	(0.01)	-	0.00
Total (B)= (a)+(b)+(c)	0.27	0.73	0.23	1.72	0.70	3.16
Total other comprehensive income/(loss) for the year, net of tax (A) + (B) = (10)	0.31	0.72	0.21	1.75	0.70	3.17
11 Total comprehensive income/ (loss) for the year, net of tax (9 + 10)	88.46	83.25	29.27	254.49	103.74	174.04
12 Profit for the period attributable to:						
a) Owners of the Company	88.15	83.80	30.71	253.49	105.19	174.52
b) Non-controlling interest	-	(1.27)	(1.65)	(0.75)	(2.15)	(3.65)
13 Other comprehensive income for the period attributable to:						
a) Owners of the Company	0.31	0.71	0.19	1.73	0.69	3.15
b) Non-controlling interest	-	0.01	0.02	0.02	0.01	0.02
14 Total comprehensive income for the period attributable to:						
a) Owners of the Company	88.46	84.51	30.90	255.22	105.88	177.67
b) Non-controlling interest	-	(1.26)	(1.63)	(0.73)	(2.14)	(3.63)
15 Paid-up equity share capital (Face value of ₹ 2 each)	28.93	28.93	28.92	28.93	28.92	28.92
16 Other Equity						2,052.75
17 Basic EPS (₹) (Face value of ₹ 2 each) (not annualized)	6.09	5.79	2.12	17.53	7.27	12.07
18 Diluted EPS (₹) (Face value of ₹ 2 each) (not annualized)	6.06	5.77	2.12	17.45	7.25	12.03

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Notes:

- 1 The Parent Company primarily operates in the business of manufacturing of Engines wherein from the quarter ended 31st December 2022, two customer based reportable segments have been identified namely - Business to Business ("B2B") and Business to Customer ("B2C"). However, as per para 4 of Ind AS 108 "Operating Segments", the Parent Company is required to disclose segment information only in the Consolidated Financial Results. At consolidated level, the Group has identified three operating reportable segments namely B2B, B2C and Financial Services. The identification of operating segments is consistent with performance assessment and resource allocation by the management. The Consolidated Statement of Segment wise Revenue, Results, Assets and Liabilities are as under :

(₹ in Crores)

Particulars	Consolidated					
	Quarter ended			Nine months ended		Year ended
	31-12-2022	30-09-2022	31-12-2021	31-12-2022	31-12-2021	31-03-2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
SEGMENT REVENUE						
B2B	872.84	892.76	711.72	2,582.08	1,959.04	2,818.01
B2C	250.68	252.11	251.88	799.98	743.76	1,002.49
Financial Services	96.92	83.25	54.16	257.91	137.23	201.48
REVENUE FROM OPERATIONS	1,220.44	1,228.12	1,017.76	3,639.97	2,840.03	4,021.98
SEGMENT RESULTS *						
B2B	92.22	93.01	32.85	261.06	113.99	203.89
B2C	3.59	(1.24)	(6.68)	17.53	(1.73)	(7.68)
Financial Services#	22.75	22.30	15.05	65.63	32.60	40.82
Unallocated	2.29	2.68	2.19	7.40	6.23	9.14
Total	120.85	116.75	43.41	351.62	151.09	246.17
Less:						
(i) Finance costs**	4.31	3.60	3.72	11.50	10.16	14.29
(ii) Exceptional items	-	-	-	-	-	-
PROFIT BEFORE TAX	116.54	113.15	39.69	340.12	140.93	231.88
SEGMENT ASSETS						
B2B	1,286.28	1,238.34	1,073.26	1,286.28	1,073.26	1,124.25
B2C	617.31	640.72	623.81	617.31	623.81	627.75
Financial Services	3,644.53	3,350.91	2,156.57	3,644.53	2,156.57	2,627.03
Unallocated assets	359.64	353.66	593.47	359.64	593.47	651.38
TOTAL ASSETS	5,907.76	5,583.63	4,447.11	5,907.76	4,447.11	5,030.41
SEGMENT LIABILITIES						
B2B	655.20	600.73	551.95	655.20	551.95	610.55
B2C	271.77	316.75	297.16	271.77	297.16	332.79
Financial Services	2,578.09	2,333.33	1,325.59	2,578.09	1,325.59	1,789.78
Unallocated liabilities	132.10	152.12	238.09	132.10	238.09	215.60
TOTAL LIABILITIES	3,637.16	3,402.93	2,412.79	3,637.16	2,412.79	2,948.72

*Profit/ (Loss) before tax and interest from each segment

Profit/(Loss) before tax and after interest

** Other than the interest pertaining to the "Financial Services" segment

The corresponding information for earlier periods is also restated as per para 29 of Ind AS 108.

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- 2 As per Ind AS 108 "Operating Segments", the Group has reported 'Segment information' as described below:-
- A) Business to Business (B2B) - This segment comprises of production, sales and services of Engines, Gensets, Electric Motors, Organic Waste Composter and spares parts of these products and oils.
- B) Business to Customers (B2C) - This segment comprises of production, assembly, sales and services of Diesel or Electric operated Pumps & pumpsets, accessories and allied products and Farm Machines like power tillers, power weeder, rotary tiller, implements, handheld tools, etc.
- C) Financial Services - This segment includes operations of rendering financial services through wholly owned Non-Banking Financial Company (NBFC) subsidiary Arka Financial Holdings Private Limited, NBFC step down subsidiary Arka Fincap Limited and a step down subsidiary Arka Investment Advisory Services Private Limited respectively.
- D) Unallocable - Unallocable comprises of assets, liabilities, revenue and expenses which are not directly related with any of the operating segments.
- 3 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.
- 4 Consequent to the approval of the Board of Directors of the Parent Company in its meeting held on 12th November 2022, the Parent Company has during the quarter ended 31st December 2022 invested Rs. 30 Crores in the Rights Issue of 3,00,00,000 equity shares having face value of Rs. 10/- each of Arka Financial Holdings Private Limited (AFHPL), a wholly owned subsidiary, as per payment terms covered in the Letter of Offer issued by AFHPL to the Parent Company.
- 5 The Board of Directors of the Parent Company in its meeting held on 12th November 2022, had given its consent to invest Rs. 40 Crores in Rights Issue of 4,00,00,000 8.25% Cumulative Redeemable Preference Shares (Non-Convertible) having face value of Rs. 10/- each of La-Gajjar Machineries Private Limited ("LGM"), a wholly owned subsidiary of the Parent Company, for a term of 7 years. During the quarter ended 31st December 2022, the Company has invested Rs. 10 Crores at Rs 2.5/- per share towards application money as per payment terms covered in the Letter of Offer issued by LGM to the Parent Company.
- 6 During the quarter ended 31st December 2022, the Parent Company has allotted 33,207 fully paid-up equity shares of Rs. 2/- each to the option grantees upon exercise of Employee Stock Options pursuant to 'Kirloskar Oil Engines Limited – Employee Stock Option Plan 2019' ('KOEL ESOP 2019'). Consequent to aforesaid allotment, the paid-up equity share capital of the Parent Company has increased from 14,46,32,489 fully paid-up equity shares of Rs. 2/- each to 14,46,65,696 fully paid-up equity shares of Rs. 2/- each.
- 7 The Consolidated Financials Results includes the results of following subsidiaries :-
- La-Gajjar Machineries Private Limited ("LGM")
 - Arka Financial Holdings Private Limited ("AFHPL") { w.e.f. 13th July 2021}
 - Kirloskar Americas Corporation (formerly known as KOEL Americas Corp.)
 - Optiqua Pipes and Electricals Private Limited (wholly owned subsidiary of LGM)
 - Arka Fincap Limited (subsidiary of the Parent Company upto 3rd March 2022 and subsidiary of AFHPL w.e.f 4th March 2022)
 - Arka Investment Advisory Services Private Limited ("AIASPL") (wholly owned subsidiary of AFHPL w.e.f. 30th March 2022)
- Optiqua Pipes and Electricals Private Limited's interest of 49% in its Joint Venture viz. ESVA Pumps India Private Limited (ESVA) is accounted for using equity method.
- 8 The figures for the previous periods have been regrouped wherever required to make them comparable with those of the current period.
- 9 The above consolidated financial results for the quarter and nine months ended 31st December 2022 are reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Parent Company in their respective meetings held on 10th February 2023 and are subjected to a "Limited Review" by the Statutory Auditors of the Parent Company.
- 10 The Board of Directors of the Parent Company in its meeting held on 10th February 2023 has declared an interim dividend of Rs. 2.50/- (125%) per equity share of Rs. 2/- each for the year ended 31st March 2023. The record date for payment of interim dividend is 23rd February 2023.

Registered Office:
Laxmanrao Kirloskar Road,
Khadki, Pune - 411003

For Kirloskar Oil Engines Limited

Place : Pune
Date : 10th February 2023



Gauri Kirloskar
Managing Director
DIN : 03366274

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

The Board of Directors
Kirloskar Oil Engines Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Kirloskar Oil Engines Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the quarter and nine months ended December 31, 2022 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations').
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), 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 express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of the Parent's personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations, as amended, to the extent applicable.

4. The Statement includes the results of following subsidiaries, step down subsidiaries and a joint venture entity of the step down subsidiary:

Subsidiaries of the Parent:

- a. La-Gajjar Machineries Private Limited ("LGM") (Wholly owned subsidiary w.e.f. September 26, 2022)
- b. Arka Financial Holdings Private Limited ("AFHPL") (w.e.f. July 13, 2021)

Pune Office: GDA House, Plot No.85, Right Bhusari Colony, Paud Road, Kothrud, Pune – 411 038, Phone – 020 – 66807200,
Email – audit@gdaca.com

Mumbai Office: D-509 Neelkanth Business Park, Nathani Road, Vidyavihar (West) Mumbai 400086, Phone-022-3512 3184



- c. Kirloskar Americas Corporation (formerly known as KOEL Americas Corp.)

Step down subsidiaries of the Parent:

- a. Optiqua Pipes and Electricals Private Limited (Wholly owned subsidiary of LGM)
b. Arka Fincap Limited (Subsidiary of the Parent Company upto March 3, 2022 and Subsidiary of AFHPL w.e.f March 4, 2022)
c. Arka Investment Advisory Services Private Limited ("AIASPL") (Wholly owned subsidiary of AFHPL w.e.f. March 30, 2022)

Joint venture entity of Step down subsidiary of the Parent:

- a. ESVA Pumps India Private Limited

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Ind AS 34 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Other Matters:

- (i) We did not review the unaudited consolidated financial results of a subsidiary and unaudited standalone financial results of a step down subsidiary included in the Statement, whose financial results, before consolidation adjustments, reflect total income of Rs. 230.52 Crores and Rs. 706.99 Crores, total net profit of Rs. 19.25 Crores and Rs. 50.85 Crores and total comprehensive income of Rs. 19.29 Crores and Rs. 50.99 Crores for the quarter and nine months ended December 31, 2022 respectively as considered in the unaudited consolidated financial results. These financial results have been reviewed by other auditors whose reports have been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.
- (ii) The unaudited consolidated financial results include the unaudited standalone financial results of a subsidiary which have not been subjected to review and have been furnished to us by the management. These financial results, before consolidation adjustments, reflect total income of Rs. 7.29 Crores and Rs. 21.97 Crores, total net profit of Rs. 0.33 Crores and Rs. 1.43 Crores and total comprehensive income of Rs. 0.37 Crores and Rs. 1.46 Crores for the quarter and nine months ended December 31, 2022 respectively as considered in the unaudited consolidated financial results. According to the information and explanations given to us, these financial results are not material to the Group.

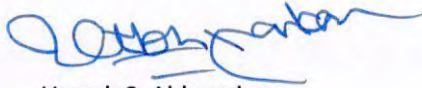


G.D. Apte & Co.
Chartered Accountants

- (iii) The figures for quarter ended June 30, 2021 which are included in the results for the nine months ended December 31, 2021 have been considered from the unmodified review report dated August 11, 2021 issued by the erstwhile auditors, P. G. Bhagwat LLP in terms of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015.

Our conclusion on the statement is not modified in respect of above matters.

For G. D. Apte & Co.
Chartered Accountants
Firm Registration Number: 100 515W
UDIN: 23113053BGWSXP1360



Umesh S. Abhyankar
Partner
Membership Number: 113 053
Pune, February 10, 2023

