

Date: 12<sup>th</sup> February 2024

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 31<sup>st</sup> December 2023, which were approved by the Board of Directors in its meeting held on 12<sup>th</sup> February 2024;
2. A copy of Limited Review Report of the Company, dated 12<sup>th</sup> February 2024, 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 12<sup>th</sup> February 2024, has declared Interim Dividend of Rs. 2.50/- (125%) per equity share of Rs. 2/- each for the Financial Year 2023-24 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 12<sup>th</sup> March 2024.

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](mailto:info@kirloskar.com) | Website: [www.kirloskaroilengines.com](http://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 2023-24, is fixed as 23<sup>rd</sup> February 2024.

The meeting of the Board of Directors of the Company commenced at 1:30 pm and concluded at 4:35 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 2023

( ₹ in Crores )

Particulars	Quarter ended			Nine months ended		Year ended
	31-12-2023	30-09-2023	31-12-2022	31-12-2023	31-12-2022	31-03-2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1 Income</b>						
a) Revenue from operations	1,135.19	1,058.97	1,000.13	3,458.86	2,963.54	4,116.13
b) Other income	5.65	6.37	5.48	18.97	15.45	24.90
<b>Total income (a+b)</b>	<b>1,140.84</b>	<b>1,065.34</b>	<b>1,005.61</b>	<b>3,477.83</b>	<b>2,978.99</b>	<b>4,141.03</b>
<b>2 Expenses</b>						
a) Cost of raw materials and components consumed	564.14	532.78	493.38	1,730.83	1,469.09	2,038.90
b) Purchase of traded goods	190.73	200.22	186.74	597.25	581.36	812.80
c) Changes in inventories of finished goods, work-in-progress and traded goods	(5.59)	(24.89)	(3.05)	(5.35)	(38.23)	(62.01)
d) Employee benefits expense	79.23	74.39	61.22	219.39	173.40	236.48
e) Finance costs	1.98	1.60	1.90	4.93	4.03	5.36
f) Depreciation and amortisation expense	25.67	24.34	21.23	71.31	63.08	84.76
g) Other expenses	178.76	182.29	155.10	546.83	457.32	671.87
h) Expenses capitalised	(4.98)	(4.45)	(2.65)	(16.10)	(7.67)	(11.27)
<b>Total expenses (a to h)</b>	<b>1,029.94</b>	<b>986.28</b>	<b>913.87</b>	<b>3,149.09</b>	<b>2,702.38</b>	<b>3,776.89</b>
<b>3 Profit before exceptional items and tax (1 - 2)</b>	<b>110.90</b>	<b>79.06</b>	<b>91.74</b>	<b>328.74</b>	<b>276.61</b>	<b>364.14</b>
<b>4 Exceptional items - (expense) / income</b>	-	-	-	-	-	-
<b>5 Profit before tax (3 + 4)</b>	<b>110.90</b>	<b>79.06</b>	<b>91.74</b>	<b>328.74</b>	<b>276.61</b>	<b>364.14</b>
<b>6 Tax expense :</b>						
Current tax	25.67	20.28	24.21	79.80	73.57	99.45
Deferred tax	3.04	0.20	(0.66)	4.93	(2.32)	(5.56)
<b>Total tax expense (6)</b>	<b>28.71</b>	<b>20.48</b>	<b>23.55</b>	<b>84.73</b>	<b>71.25</b>	<b>93.89</b>
<b>7 Net profit / (loss) for the period (5 - 6)</b>	<b>82.19</b>	<b>58.58</b>	<b>68.19</b>	<b>244.01</b>	<b>205.36</b>	<b>270.25</b>
<b>8 Other Comprehensive Income / (Loss)</b>						
Items that will not be reclassified to profit or loss in subsequent periods						
Re-measurement gain / (loss) on defined benefit plans	(0.77)	(0.68)	0.30	(2.32)	2.12	(8.57)
Income tax (expense)/income on above	0.19	0.17	(0.07)	0.58	(0.53)	2.16
<b>Subtotal (a)</b>	<b>(0.58)</b>	<b>(0.51)</b>	<b>0.23</b>	<b>(1.74)</b>	<b>1.59</b>	<b>(6.41)</b>
Net gain / (loss) on equity instruments measured at fair value through other comprehensive income	-	-	-	-	-	(3.27)
Income tax (expense)/income on above	-	-	-	-	-	0.75
<b>Subtotal (b)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2.52)</b>
<b>Net other comprehensive income/(loss) that will not be reclassified to profit or loss in subsequent periods [(a) + (b)]</b>	<b>(0.58)</b>	<b>(0.51)</b>	<b>0.23</b>	<b>(1.74)</b>	<b>1.59</b>	<b>(8.93)</b>
<b>Total other comprehensive income/(loss) for the year, net of tax (8)</b>	<b>(0.58)</b>	<b>(0.51)</b>	<b>0.23</b>	<b>(1.74)</b>	<b>1.59</b>	<b>(8.93)</b>
<b>9 Total comprehensive income/(loss) for the year, net of tax (7 + 8)</b>	<b>81.61</b>	<b>58.07</b>	<b>68.42</b>	<b>242.27</b>	<b>206.95</b>	<b>261.32</b>
<b>10 Paid-up equity share capital (Face value of ₹ 2 each)</b>	<b>28.98</b>	<b>28.98</b>	<b>28.93</b>	<b>28.98</b>	<b>28.93</b>	<b>28.95</b>
<b>11 Other equity</b>						<b>2,302.89</b>
<b>12 Basic Earnings Per Share (EPS) ( ₹ ) (Face value of ₹ 2 each) [not annualized]</b>	<b>5.67</b>	<b>4.04</b>	<b>4.71</b>	<b>16.85</b>	<b>14.20</b>	<b>18.68</b>
<b>13 Diluted EPS ( ₹ ) (Face value of ₹ 2 each) [not annualized]</b>	<b>5.65</b>	<b>4.03</b>	<b>4.70</b>	<b>16.80</b>	<b>14.17</b>	<b>18.64</b>

Continued to Page no.2...



**Notes :**

- 1 The Company mainly 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 2023. 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 The Board of Directors in its meeting held on 15th September 2023, had given its consent for investment in 'Series A-1 Optionally Convertible Redeemable Non-Cumulative Preference Shares (the "Series A-1 Preferred Stock – OCRNPS") upto US\$ 5,000,000 (upto Rs. 42 crores) (i.e. upto 500,000 shares of Preferred Stock at a purchase price of US\$ 10 per share) of Kirloskar Americas Corporation (hereinafter referred as 'KAC'), USA, a wholly owned subsidiary of the Company in tranches. During the quarter ended 31st December 2023, the Company has invested US\$ 2,500,000 amounting to approximately Rs. 20.85 crores in 1st tranche of Series A-1 Preferred Stock – OCRNPS, as per payment terms covered in the Letter of Offer issued by KAC to the Company.
- 4 The Company consistently recognizes provision for any significantly delayed receivables, for accounting of expected credit losses. Provision for doubtful debts and advances as at 31st December 2023 includes a fully provided receivable of Rs. 41.47 crore (30th September 2023 : Rs. 46.45 crore) in respect of receivables against sales of Gensets to a customer made in previous years. The aforesaid provision is net of reversal of Rs. 4.98 Crores (for the quarter ended 30th September 2023 : Rs. Nil) arising on account of receipt of payment from the customer during the current quarter. While the company is in active discussions with the customer for the remaining payment, the aforesaid provision has been continued as per the consistent policy of the company for accounting of expected credit losses.
- 5 During the quarter ended 31st December 2023, the Company has allotted 18,511 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 Company has increased from 14,48,82,435 fully paid-up equity shares of Rs. 2/- each to 14,49,00,946 fully paid-up equity shares of Rs. 2/- each.
- 6 The Board of Directors of Optiqua Pipes and Electricals Private Limited (OPEPL/Transferor Company, a step-down subsidiary of the Company) and La-Gajjar Machineries Private Limited (LGM/Transferee Company, a wholly-owned subsidiary of the Company), at their respective meetings held on 3rd July 2023, have given consent for the Scheme of Amalgamation between OPEPL and LGM under Section 233 and other applicable provisions of the Companies Act, 2013. The Scheme of Amalgamation is approved by the Members and Creditors of the OPEPL and LGM in their respective Extraordinary General Meetings held on 21st September 2023. The Scheme is subject to the necessary Statutory and Regulatory approvals.
- 7 On 29th November 2023, Kirloskar Americas Corporation acquired 51% stake of Engines LPG, LLC doing business as Wildcat Power Gen (hereinafter referred as 'Engines LPG LLC') at an approximate consideration of \$357,000 by signing Securities Purchase Agreement and other ancillary agreements as per prevailing applicable laws in USA. Consequent to the said acquisition, Engines LPG LLC has become a step-down subsidiary of the Company and subsidiary of KAC with effect from 29th November 2023.
- 8 Subsequent to the quarter ended 31st December 2023, the Company has received a large domestic order for the supply, erection & commissioning and handing over of 10 numbers of 6.3 MWe Emergency Diesel Gensets from Nuclear Power Corporation of India Limited (NPCIL) which is to be executed over a period of 68 months and have a broad consideration of Rs. 768 crores (basic value) plus applicable taxes.
- 9 The figures for the previous periods have been regrouped wherever required to make them comparable with those of the current period.
- 10 The above results for the quarter and nine months ended 31st December 2023 are reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on 12th February 2024 and are subjected to a "Limited Review" by the Statutory Auditors of the Company.
- 11 The Board of Directors in its meeting held on 12th February 2024 has declared an interim dividend of Rs.2.50 /- (125%) per equity share of Rs. 2/- each for the year ended 31st March 2024. The record date for payment of interim dividend is 23rd February 2024.

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

For Kirloskar Oil Engines Limited

Place : Pune  
Date : 12th February 2024

Gauri Kirloskar  
Managing Director  
DIN: 03366274

*Gauri Kirloskar*




**Independent Auditor's Review Report on Unaudited Standalone Financial Results of Kirloskar Oil Engines Limited for Quarter and nine months ended December 31, 2023 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, 2023 ("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 (ICAI). 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)



**G. D. Apte & Co.**  
Chartered Accountants

---

Regulations, 2015 including the manner in which it is to be disclosed or that it contains any material misstatement.

For G. D. Apte & Co.  
Chartered Accountants  
Firm Registration Number: 100515W  
UDIN: 24113053BKBFEU7202



Umesh S. Abhyankar  
Partner

Membership Number: 113053  
Pune, February 12, 2024



## KIRLOSKAR OIL ENGINES LIMITED

CIN : L29100PN2009PLC133351

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

## STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2023

(` in Crores)

Particulars	Consolidated					
	Quarter ended			Nine months ended		Year ended
	31-12-2023	30-09-2023	31-12-2022	31-12-2023	31-12-2022	31-03-2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1 Income</b>						
a) Revenue from operations	1,390.10	1,304.83	1,220.44	4,238.30	3,639.97	5,023.80
b) Other income	7.55	7.84	6.44	21.48	17.13	25.69
<b>Total income (a+b)</b>	<b>1,397.65</b>	<b>1,312.67</b>	<b>1,226.88</b>	<b>4,259.78</b>	<b>3,657.10</b>	<b>5,049.49</b>
<b>2 Expenses</b>						
a) Cost of raw materials and components consumed	629.41	612.82	561.82	1,968.93	1,723.42	2,346.23
b) Purchase of traded goods	174.09	192.29	180.07	564.33	590.10	826.40
c) Changes in inventories of finished goods, work-in-progress and traded goods	1.16	(32.71)	8.49	(5.17)	(36.97)	(54.88)
d) Employee benefits expense	111.48	103.09	86.71	303.94	243.14	339.72
e) Finance costs <sup>^^</sup>	81.38	74.01	57.20	231.85	145.92	209.89
f) Depreciation and amortisation expense	31.02	29.89	25.63	87.71	78.54	104.66
g) Other expenses	222.29	232.03	193.47	697.47	581.36	841.08
h) Expenses capitalised	(4.98)	(4.45)	(2.65)	(16.10)	(7.67)	(11.27)
<b>Total expenses (a to h)</b>	<b>1,245.85</b>	<b>1,206.97</b>	<b>1,110.74</b>	<b>3,832.96</b>	<b>3,317.84</b>	<b>4,601.83</b>
<b>3 Profit before share of profit/(loss) of joint venture, exceptional items and tax (1-2)</b>	<b>151.80</b>	<b>105.70</b>	<b>116.14</b>	<b>426.82</b>	<b>339.26</b>	<b>447.66</b>
<b>4 Share of net profit/(loss) of joint venture accounted for using the equity method</b>	0.67	(0.38)	0.40	0.98	0.86	1.27
<b>5 Profit before exceptional items and tax (3+4)</b>	<b>152.47</b>	<b>105.32</b>	<b>116.54</b>	<b>427.80</b>	<b>340.12</b>	<b>448.93</b>
<b>6 Exceptional items - income / (expense)</b>	(30.89)	-	-	(30.89)	-	-
<b>7 Profit before tax (5 + 6)</b>	<b>121.58</b>	<b>105.32</b>	<b>116.54</b>	<b>396.91</b>	<b>340.12</b>	<b>448.93</b>
<b>8 Tax expense :</b>						
Current tax	34.85	28.29	34.58	101.58	100.37	127.22
(Excess)/short provision relating to previous years	-	-	-	-	-	3.22
Deferred tax	(2.66)	(0.94)	(6.19)	2.44	(12.99)	(13.16)
<b>Total tax expense (8)</b>	<b>32.19</b>	<b>27.35</b>	<b>28.39</b>	<b>104.02</b>	<b>87.38</b>	<b>117.28</b>
<b>9 Net Profit/ (Loss) for the period (7 - 8)</b>	<b>89.39</b>	<b>77.97</b>	<b>88.15</b>	<b>292.89</b>	<b>252.74</b>	<b>331.65</b>
<b>10 Other Comprehensive Income / (Loss)</b>						
<b>Items that will be reclassified to profit or loss in subsequent periods (A) :</b>						
Exchange differences in translating the financial statements of a foreign operation	0.03	-	0.04	0.04	0.03	0.03
Income tax (expense)/income on above	-	-	-	-	-	-
<b>Total (A)</b>	<b>0.03</b>	<b>-</b>	<b>0.04</b>	<b>0.04</b>	<b>0.03</b>	<b>0.03</b>
<b>Items that will not be reclassified to profit or loss in subsequent periods (B):</b>						
Re-measurement gain / (loss) on defined benefit plans	(0.88)	(0.74)	0.36	(2.61)	2.31	(9.40)
Income tax (expense)/income on above	0.22	0.19	(0.09)	0.66	(0.58)	2.37
<b>Subtotal (a)</b>	<b>(0.66)</b>	<b>(0.55)</b>	<b>0.27</b>	<b>(1.95)</b>	<b>1.73</b>	<b>(7.03)</b>
Net gain / (loss) on equity instruments measured at fair value through other comprehensive income	-	-	-	-	-	(3.27)
Income tax (expense)/income on above	-	-	-	-	-	0.75
<b>Subtotal (b)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2.52)</b>
Share of other comprehensive income of joint venture accounted for using the equity method (net of tax) (c)	0.00	0.00	(0.00)	0.00	(0.01)	0.00
<b>Total (B)= (a)+(b)+(c)</b>	<b>(0.66)</b>	<b>(0.55)</b>	<b>0.27</b>	<b>(1.95)</b>	<b>1.72</b>	<b>(9.55)</b>
<b>Total other comprehensive income/(loss) for the year, net of tax (A) + (B) = (10)</b>	<b>(0.63)</b>	<b>(0.55)</b>	<b>0.31</b>	<b>(1.91)</b>	<b>1.75</b>	<b>(9.52)</b>
<b>11 Total comprehensive income/ (loss) for the year, net of tax (9 + 10)</b>	<b>88.76</b>	<b>77.42</b>	<b>88.46</b>	<b>290.98</b>	<b>254.49</b>	<b>322.13</b>
<b>12 Profit for the period attributable to:</b>						
a) Owners of the Company	89.82	77.97	88.15	293.32	253.49	332.40
b) Non-controlling interest	(0.43)	0.00	-	(0.43)	(0.75)	(0.75)
<b>13 Other comprehensive income for the period attributable to:</b>						
a) Owners of the Company	(0.65)	(0.55)	0.31	(1.93)	1.73	(9.54)
b) Non-controlling interest	0.02	-	-	0.02	0.02	0.02
<b>14 Total comprehensive income for the period attributable to:</b>						
a) Owners of the Company	89.17	77.42	88.46	291.39	255.22	322.86
b) Non-controlling interest	(0.41)	0.00	-	(0.41)	(0.73)	(0.73)
<b>15 Paid-up equity share capital (Face value of ₹ 2 each)</b>	<b>28.98</b>	<b>28.98</b>	<b>28.93</b>	<b>28.98</b>	<b>28.93</b>	<b>28.95</b>
<b>16 Other Equity</b>						<b>2,274.64</b>
<b>17 Basic EPS ( ₹ ) (Face value of ₹ 2 each) [not annualized]</b>	<b>6.20</b>	<b>5.38</b>	<b>6.09</b>	<b>20.25</b>	<b>17.53</b>	<b>22.98</b>
<b>18 Diluted EPS ( ₹ ) (Face value of ₹ 2 each) [not annualized]</b>	<b>6.18</b>	<b>5.38</b>	<b>6.06</b>	<b>20.16</b>	<b>17.45</b>	<b>22.88</b>

Continued to Page no. 2...



## Notes:

- 1 The Group operates in the business of manufacturing of Engines and Pumps 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
	31-12-2023	30-09-2023	31-12-2022	31-12-2023	31-12-2022	31-03-2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>SEGMENT REVENUE</b>						
B2B	983.95	917.59	872.84	3,007.19	2,582.08	3,582.14
B2C	259.13	260.41	250.68	829.03	799.98	1,070.87
Financial Services	147.02	126.83	96.92	402.08	257.91	370.79
<b>REVENUE FROM OPERATIONS</b>	<b>1,390.10</b>	<b>1,304.83</b>	<b>1,220.44</b>	<b>4,238.30</b>	<b>3,639.97</b>	<b>5,023.80</b>
<b>SEGMENT RESULTS*</b>						
B2B	105.86	75.54	92.22	313.79	261.06	336.49
B2C	12.31	6.33	3.59	36.01	17.53	29.09
Financial Services #	37.04	25.05	22.75	83.58	65.63	82.27
Unallocated	0.62	1.44	2.29	3.70	7.40	14.81
<b>Total</b>	<b>155.83</b>	<b>108.36</b>	<b>120.85</b>	<b>437.08</b>	<b>351.62</b>	<b>462.66</b>
Less:						
(i) Finance costs **	3.36	3.04	4.31	9.28	11.50	13.73
(ii) Exceptional Items	30.89	-	-	30.89	-	-
<b>PROFIT BEFORE TAX</b>	<b>121.58</b>	<b>105.32</b>	<b>116.54</b>	<b>396.91</b>	<b>340.12</b>	<b>448.93</b>
<b>SEGMENT ASSETS</b>						
B2B	1,632.64	1,570.91	1,286.28	1,632.64	1,286.28	1,384.51
B2C	675.87	674.25	617.31	675.87	617.31	628.43
Financial Services	5,065.94	4,523.76	3,644.53	5,065.94	3,644.53	4,368.83
Unallocated assets	354.54	247.67	359.64	354.54	359.64	343.05
<b>TOTAL ASSETS</b>	<b>7,728.99</b>	<b>7,016.59</b>	<b>5,907.76</b>	<b>7,728.99</b>	<b>5,907.76</b>	<b>6,724.82</b>
<b>SEGMENT LIABILITIES</b>						
B2B	832.03	771.46	655.20	832.03	655.20	777.81
B2C	281.33	281.57	271.77	281.33	271.77	247.71
Financial Services	3,910.37	3,373.10	2,578.09	3,910.37	2,578.09	3,289.68
Unallocated liabilities	156.17	117.65	132.10	156.17	132.10	106.01
<b>TOTAL LIABILITIES</b>	<b>5,179.90</b>	<b>4,543.78</b>	<b>3,637.16</b>	<b>5,179.90</b>	<b>3,637.16</b>	<b>4,421.21</b>

\*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

^^ Disaggregation of finance costs are as below -

Particulars	Quarter ended			Nine months ended		Year ended
	31-12-2023	30-09-2023	31-12-2022	31-12-2023	31-12-2022	31-03-2023
Finance costs relating to financial services business	78.02	70.97	52.89	222.57	134.42	196.16
Finance costs relating to Other than financial services business	3.36	3.04	4.31	9.28	11.50	13.73
<b>Total</b>	<b>81.38</b>	<b>74.01</b>	<b>57.20</b>	<b>231.85</b>	<b>145.92</b>	<b>209.89</b>

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

Continued to Page no. 3...



11



- 2 As per Ind AS 108 "Operating Segments", the Group has reported 'Segment information' as described below:-
- 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.
  - 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.
  - 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.
  - 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 The Board of Directors of Parent Company in its meeting held on 15th September 2023, had given its consent for investment in 'Series A-1 Optionally Convertible Redeemable Non-Cumulative Preference Shares (the "Series A-1 Preferred Stock – OCRNPS") upto US\$ 5,000,000 (upto Rs. 42 crores) (i.e. upto 500,000 shares of Preferred Stock at a purchase price of US\$ 10 per share) of Kirloskar Americas Corporation (hereinafter referred as 'KAC'), USA, a wholly owned subsidiary of the Parent Company in tranches. During the quarter ended 31st December 2023, the Parent Company has invested US\$ 2,500,000 amounting to approximately Rs. 20.85 crores in 1st tranche of Series A-1 Preferred Stock – OCRNPS, as per payment terms covered in the Letter of Offer issued by KAC to the Parent Company.
- 5 The Group consistently recognizes provision for any significantly delayed receivables, for accounting of expected credit losses. Provision for doubtful debts and advances as at 31st December 2023 includes a fully provided receivable of Rs. 41.47 crore (30th September 2023 : Rs. 46.45 crore) in respect of receivables against sales of Gensets to a customer made in previous years by the Parent Company. The aforesaid provision is net of reversal of Rs. 4.98 Crores (for the quarter ended 30th September 2023 : Rs. Nil) arising on account of receipt of payment from the customer during the current quarter. While the Parent company is in active discussions with the customer for the remaining payment, the aforesaid provision has been continued as per the consistent policy of the Parent company for accounting of expected credit losses.
- 6 Exceptional item as disclosed in the column "Quarter ended 31st December 2023" and "Nine months ended 31st December 2023" comprises of provision of ₹ 30.89 crores recorded by Arka Fincap Limited against its investments in Alternate Investment Funds (AIFs) as per RBI circular RBI/2023-24/90 DOR.STR.REC.58/21.04.048/2023-24 dated December 19, 2023.
- 7 During the quarter ended 31st December 2023, the Parent Company has allotted 18,511 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 14,48,82,435 fully paid-up equity shares of Rs. 2/- each to 14,49,00,946 fully paid-up equity shares of Rs. 2/- each.
- 8 During the quarter ended 31st December 2023, Arka Fincap Limited ("AFL") (a step-down subsidiary of the Parent Company) has issued and allotted 30,00,000 Senior, Secured, Listed, Taxable, Redeemable, Non-Convertible Debentures of face value of Rs.1,000/- each, aggregating to Rs. 300.00 crores through public issue.
- 9 The Board of Directors of the Optiqua Pipes and Electricals Private Limited (OPEPL/Transferor Company, a step-down subsidiary of the Parent Company) and La-Gajjar Machineries Private Limited (LGM/Transferee Company, a wholly-owned subsidiary of the Parent Company), at their respective meetings held on 3rd July 2023, have given consent for the Scheme of Amalgamation between OPEPL and LGM under Section 233 and other applicable provisions of the Companies Act, 2013. The Scheme of Amalgamation is approved by the Members and Creditors of the OPEPL and LGM in their respective Extraordinary General Meetings held on 21st September 2023. The Scheme is subject to the necessary Statutory and Regulatory approvals.
- 10 On 29th November 2023, Kirloskar Americas Corporation acquired 51% stake of Engines LPG, LLC doing business as Wildcat Power Gen (hereinafter referred as 'Engines LPG LLC') at an approximate consideration of \$357,000 by signing Securities Purchase Agreement and other ancillary agreements as per prevailing applicable laws in USA. Consequent to the said acquisition, Engines LPG LLC has become a step-down subsidiary of the Parent Company and subsidiary of KAC with effect from 29th November 2023.
- 11 Subsequent to the quarter ended 31st December 2023, the Parent Company has received a large domestic order for the supply, erection & commissioning and handing over of 10 numbers of 6.3 MWe Emergency Diesel Gensets from Nuclear Power Corporation of India Limited (NPCIL) which is to be executed over a period of 68 months and have a broad consideration of Rs. 768 crores (basic value) plus applicable taxes.
- 12 The Consolidated Financials Results includes the results of following subsidiaries :-
- La-Gajjar Machineries Private Limited ("LGM")
  - Arka Financial Holdings Private Limited ("AFHPL")
  - Kirloskar Americas Corporation ("KAC") (formerly known as KOEL Americas Corp.)
  - Optiqua Pipes and Electricals Private Limited ("OPEPL") (wholly owned subsidiary of LGM)
  - Arka Fincap Limited ("AFL") (subsidiary of AFHPL)
  - Arka Investment Advisory Services Private Limited ("AIASPL") (wholly owned subsidiary of AFHPL)
  - Engines LPG, LLC doing business as Wildcat Power Gen ("Engines LPG LLC") (subsidiary of KAC w.e.f 29th November 2023)
- 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.
- 13 The figures for the previous periods have been regrouped wherever required to make them comparable with those of the current period.
- 14 The above consolidated financial results for the quarter and nine months ended 31st December 2023 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 12th February 2024 and are subjected to a "Limited Review" by the Statutory Auditors of the Parent Company.
- 15 The Board of Directors of the Parent Company in its meeting held on 12th February 2024 has declared an interim dividend of Rs. 2.50/- (125%) per equity share of Rs. 2/- each for the year ended 31st March 2024. The record date for payment of interim dividend is 23rd February 2024.

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

Place : Pune  
Date : 12th February 2024

For Kirloskar Oil Engines Limited

*Gauri Kirloskar*  
Gauri Kirloskar  
Managing Director  
DIN : 03366274




**Independent Auditor's Review Report on Unaudited Consolidated Financial Results of Kirloskar Oil Engines Limited for Quarter and nine months ended December 31, 2023 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, including the joint venture of the subsidiary (the Parent and its subsidiaries together referred to as "the Group"), for the quarter and nine months ended December 31, 2023 ("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 (ICAI). 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:

---

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

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



**Subsidiaries of the Parent:**

- a. La-Gajjar Machineries Private Limited ("LGM") (Wholly owned Subsidiary)
- b. Arka Financial Holdings Private Limited ("AFHPL") (Wholly owned Subsidiary)
- c. Kirloskar Americas Corporation ("KAC") (Wholly owned Subsidiary)

**Step-down subsidiaries of the Parent:**

- a. Optiqua Pipes and Electricals Private Limited (Wholly owned Subsidiary of LGM)
- b. Arka Fincap Limited (Subsidiary of AFHPL)
- c. Arka Investment Advisory Services Private Limited (Wholly owned Subsidiary of AFHPL)
- d. Engines LPG, LLC doing business as Wildcat Power Gen (Subsidiary of KAC) (w.e.f. November 29, 2023)

**Joint Venture entity of Optiqua Pipes and Electricals Private Limited:**

- 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 7 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. Emphasis of Matter:**

We draw attention to Note No. 6 of the Statement, regarding provision of Rs. 30.89 Crores against investments made by Arka Fincap Limited (Step-Down Subsidiary) in Alternate Investment Funds (AIFs) as per RBI circular RBI/2023-24/90 DOR.STR.REC.58/21.04.048/2023-24 dated December 19, 2023.

Our conclusion is not modified in respect of above matter.



**7. Other Matters:**

- (i) We did not review the unaudited consolidated financial results of a subsidiary and unaudited standalone financial result of a step-down subsidiary included in the Statement, whose financial results, before consolidation adjustments, reflect total income of Rs. 275.59 Crores and Rs. 841.32 Crores, total net profit of Rs. 10.46 Crores and Rs. 57.12 crores and total comprehensive income of Rs. 10.39 Crores and Rs. 56.91 Crores for the quarter and nine months ended December 31, 2023, 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 consolidated 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. 9.48 Crores and Rs. 19.04 Crores, total net loss of Rs.1.34 Crores and Rs 1.00 Crores and total comprehensive loss of Rs. 1.31 Crores and Rs. 0.97 Crores for the quarter and nine months ended December 31, 2023, 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.

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

For G. D. Apte & Co.  
Chartered Accountants  
Firm Registration Number: 100515W  
UDIN: 24113053BKBF5007



Umesh S. Abhyankar  
Partner  
Membership Number: 113053  
Pune, February 12, 2024

