



# KIRLOSKAR ELECTRIC COMPANY LTD.,

Sect./13/2023-24

May 30, 2023

To,

The Secretary,

**BSE LTD.,**

Stock Exchange Towers,

Floor 25, PJ Towers, Dalal Street,

Mumbai – 400 051

*Scrip Code 533193; Scrip ID KIRELECT*

**National Stock Exchange of India Limited**

Exchange Plaza, Plot no. C/1, G-Block,

Bandra-Kurla Complex, Bandra (E),

Mumbai - 400 051

*Symbol – KECL; Series – EQ*

Dear Sir,

**Sub: Outcome of Board meeting;**

**Ref: Compliance with regulation 30 and 33 of SEBI (LODR) Regulations, 2015;**

Time of commencement of meeting : 11:30 A.M

Time of conclusion of meeting : 03:55 P.M

Pursuant to the regulation under subject, please find enclosed, Ind AS compliant audited standalone and consolidated financial results of the Company for the quarter and year ended March 31, 2023 as approved by the Board of directors at its meeting held today i.e., May 30, 2023 and signed by Mr. Vijay Ravindra Kirloskar, Executive Chairman of the Company. The audit report and statement on impact of audit qualifications are also enclosed.

This is for your information and dissemination.

Thanking you

Yours faithfully

for **Kirloskar Electric Company Limited**

MAHABALE  
SHWAR  
BHAT

Digitally signed by  
MAHABALESHWAR  
BHAT  
Date: 2023.05.30  
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Mahabaleshwar Bhat

**Company Secretary and Compliance Officer**

Encl: a/a

**Regd. Office:** No. 19, 2nd Main Road, Peenya 1st Stage, Phase -1, Peenya, Bengaluru, Karnataka, 560058

T+91 80 2839 7256, F +91 80 2839 6727; Email Id: investors@kirloskarelectric.com

Customer care No. : 1800 102 8268, website: www.kirloskarelectric.com

CIN: L31100KA1946PLC000415



KIRLOSKAR ELECTRIC COMPANY LIMITED  
 CIN:L31100KA1946PLC000415  
 REGD OFFICE: NO.19 2ND MAIN ROAD, PEENYA 1ST STAGE, PHASE-1, PEENYA, BENGALURU-560 058.  
 STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

Sl No	Particulars	Standalone					Consolidated				
		Quarter ended		Year ended			Quarter ended		Year ended		
		March 31, 2023	December 31, 2022'	March 31, 2022	March 31, 2023	March 31, 2022	March 31, 2023	December 31, 2022'	March 31, 2022	March 31, 2023	March 31, 2022
	Audited	Unaudited	Audited	Audited	Audited	Audited	Unaudited	Audited	Audited	Audited	
I	<b>INCOME FROM OPERATIONS:</b>										
	Revenue from operations	14,505	11,575	10,510	47,355	33,467	14,505	11,575	10,510	47,355	33,467
II	Other income	116	290	10,495	1,608	10,772	115	291	11,625	2,225	11,902
III	<b>Total income (I+II)</b>	<b>14,621</b>	<b>11,865</b>	<b>21,005</b>	<b>48,963</b>	<b>44,239</b>	<b>14,620</b>	<b>11,866</b>	<b>22,135</b>	<b>49,580</b>	<b>45,369</b>
IV	<b>Expenses:</b>										
a	Cost of materials consumed	9,799	7,760	7,968	32,367	25,588	9,799	7,760	7,968	32,367	25,588
b	Change in inventories of finished goods, work in progress and stock in trade	(82)	(74)	(273)	(296)	(858)	(82)	(74)	(273)	(296)	(858)
c	Employee benefit expenses	1,681	1,697	1,429	6,588	5,977	1,681	1,697	1,429	6,588	5,977
d	Finance costs	547	566	839	2,135	2,880	574	595	887	2,248	3,073
e	Depreciation and amortisation expenses	129	123	130	500	520	129	123	130	500	520
f	Other expenses	1,432	1,457	1,412	5,081	4,316	1,430	1,427	1,415	5,065	4,330
	<b>Total expenses</b>	<b>13,506</b>	<b>11,529</b>	<b>11,505</b>	<b>46,375</b>	<b>38,423</b>	<b>13,531</b>	<b>11,528</b>	<b>11,556</b>	<b>46,472</b>	<b>38,630</b>
V	<b>Profit / (loss) before tax (III-IV)</b>	<b>1,115</b>	<b>336</b>	<b>9,500</b>	<b>2,588</b>	<b>5,816</b>	<b>1,089</b>	<b>338</b>	<b>10,579</b>	<b>3,108</b>	<b>6,739</b>
VI	<b>Tax expense:</b>										
a	Current Tax	-	-	-	-	-	-	-	-	-	-
b	Deferred tax	-	-	-	-	-	-	-	-	-	-
VII	<b>Profit / (loss) after tax (V-VI)</b>	<b>1,115</b>	<b>336</b>	<b>9,500</b>	<b>2,588</b>	<b>5,816</b>	<b>1,089</b>	<b>338</b>	<b>10,579</b>	<b>3,108</b>	<b>6,739</b>
VIII	<b>Other comprehensive income</b>										
	(I) Items that will not be reclassified to profit or loss										
a	Remeasurements of the defined benefit plans	32	-	15	32	15	32	-	15	32	15
b	Taxes on above	(9)	-	(4)	(9)	(4)	(9)	-	(4)	(9)	(4)
	(II) Items that may be reclassified to profit or loss										
a	Mark to Market of Investments	2	2	(1)	12	8	2	2	(1)	12	8
b	Revaluation gain on land	-	(98)	(3,277)	(98)	(3,277)	-	(98)	(3,277)	(98)	(3,277)
c	Taxes on above	(1,479)	22	770	(1,459)	767	(1,479)	22	770	(1,459)	767
	<b>Total other comprehensive income</b>	<b>(1,454)</b>	<b>(74)</b>	<b>(2,497)</b>	<b>(1,522)</b>	<b>(2,491)</b>	<b>(1,454)</b>	<b>(74)</b>	<b>(2,497)</b>	<b>(1,522)</b>	<b>(2,491)</b>
IX	<b>Total comprehensive income for the period (VII+VIII)</b>	<b>(339)</b>	<b>262</b>	<b>7,003</b>	<b>1,066</b>	<b>3,325</b>	<b>(365)</b>	<b>264</b>	<b>8,082</b>	<b>1,586</b>	<b>4,248</b>
	<b>Paid-up equity share capital (face value of Rs. 10/- each)</b>	<b>6,641</b>	<b>6,641</b>	<b>6,641</b>	<b>6,641</b>	<b>6,641</b>	<b>6,641</b>	<b>6,641</b>	<b>6,641</b>	<b>6,641</b>	<b>6,641</b>
	<b>Other Equity</b>				<b>4,739</b>	<b>3,673</b>					
	<b>Earnings per share (EPS) (face value of Rs. 10/- each)</b>										
a	Basic EPS (not annualised)	1.68	0.51	14.30	3.90	8.76	1.64	0.51	15.93	4.68	10.15
b	Diluted EPS (not annualised)	1.68	0.51	14.30	3.90	8.76	1.64	0.51	15.93	4.68	10.15
	<b>Paid-up debt capital/outstanding debts</b>										
	Debt redemption reserve										
	Net worth				(23,040)	(25,662)					
	Fixed asset coverage ratio				3.52	3.31					
	Debt equity ratio				1.10	1.29					
	Debt service coverage ratio (DSCR)				2.42	1.93					
	Interest service coverage ratio (ISCR)				2.45	3.20					

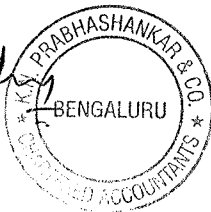
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 K.M. PRABHASHANKAR & CO  
 BENGALURU  
 CHARTERED ACCOUNTANTS

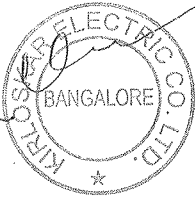
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 KIRLOSKAR ELECTRIC CO. LTD.  
 BANGALORE

REVENUES, RESULTS, ASSETS, LIABILITIES AND CAPITAL EMPLOYED FOR THE SEGMENTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

Sl No	Particulars	Standalone					Consolidated				
		Quarter ended		Year ended			Quarter ended		Year ended		
		March 31, 2023	December 31, 2022'	March 31, 2022	March 31, 2023	March 31, 2022	March 31, 2023	December 31, 2022'	March 31, 2022	March 31, 2023	March 31, 2022
	Audited	Unaudited	Audited	Audited	Audited	Audited	Unaudited	Audited	Audited	Audited	
1	<b>Segment Revenues</b>										
	Power generation/ distribution	6,786	4,777	4,007	19,924	12,980	6,786	4,777	4,007	19,924	12,980
	Rotating machines	6,809	6,343	6,129	24,480	18,594	6,809	6,343	6,129	24,480	18,594
	Others	1,111	560	443	3,423	2,126	1,111	560	443	3,423	2,126
	<b>Total</b>	<b>14,706</b>	<b>11,680</b>	<b>10,579</b>	<b>47,827</b>	<b>33,700</b>	<b>14,706</b>	<b>11,680</b>	<b>10,579</b>	<b>47,827</b>	<b>33,700</b>
	Less: Inter segment revenues	201	105	69	472	233	201	105	69	472	233
	<b>Revenue from operations</b>	<b>14,505</b>	<b>11,575</b>	<b>10,510</b>	<b>47,355</b>	<b>33,467</b>	<b>14,505</b>	<b>11,575</b>	<b>10,510</b>	<b>47,355</b>	<b>33,467</b>
2	<b>Segment Results</b>										
	Profit / (loss) before interest and tax expense										
	Power generation/ distribution	876	501	(82)	1,978	(498)	876	501	(82)	1,978	(498)
	Rotating machines	830	657	554	3,482	424	830	657	554	3,482	424
	Others	642	219	57	1,548	853	642	219	57	1,548	853
	<b>Total</b>	<b>2,348</b>	<b>1,377</b>	<b>529</b>	<b>7,008</b>	<b>779</b>	<b>2,348</b>	<b>1,377</b>	<b>529</b>	<b>7,008</b>	<b>779</b>
	Less: Interest	547	566	839	2,135	2,880	574	595	887	2,248	3,073
	Less: Other unallocable expenditure (net off unallocable income)	686	475	(9,810)	2,285	(7,917)	685	444	(10,937)	1,652	(9,033)
	<b>Total profit / (loss) before tax expense</b>	<b>1,115</b>	<b>336</b>	<b>9,500</b>	<b>2,588</b>	<b>5,816</b>	<b>1,089</b>	<b>338</b>	<b>10,579</b>	<b>3,108</b>	<b>6,739</b>
3	<b>Segment Assets</b>										
	Power generation/ distribution	7,923	7,540	7,535	7,923	7,535	7,923	7,540	7,535	7,923	7,535
	Rotating machines	37,499	37,915	36,078	37,499	36,078	37,499	37,915	36,078	37,499	36,078
	Others	8,804	8,513	8,553	8,804	8,553	8,804	8,513	8,553	8,804	8,553
	<b>Total</b>	<b>54,226</b>	<b>53,968</b>	<b>52,166</b>	<b>54,226</b>	<b>52,166</b>	<b>54,226</b>	<b>53,968</b>	<b>52,166</b>	<b>54,226</b>	<b>52,166</b>
	Add Unallocable Assets	7,817	7,372	10,544	7,817	10,544	7,019	6,570	9,332	7,019	9,273
	<b>Total Segment Assets</b>	<b>62,043</b>	<b>61,340</b>	<b>62,710</b>	<b>62,043</b>	<b>62,710</b>	<b>61,245</b>	<b>60,538</b>	<b>61,498</b>	<b>61,245</b>	<b>61,439</b>
4	<b>Segment Liabilities</b>										
	Power generation/ distribution	9,180	8,487	11,233	9,180	11,233	9,180	8,487	11,233	9,180	11,233
	Rotating machines	10,635	11,135	15,541	10,635	15,541	10,635	11,135	15,541	10,635	15,541
	Others	1,435	1,383	788	1,435	788	1,435	1,383	788	1,435	788
	<b>Total</b>	<b>21,250</b>	<b>21,005</b>	<b>27,562</b>	<b>21,250</b>	<b>27,562</b>	<b>21,250</b>	<b>21,005</b>	<b>27,562</b>	<b>21,250</b>	<b>27,562</b>
	Add Unallocable Liabilities	29,413	28,617	24,834	29,413	24,834	30,808	29,982	26,334	30,808	26,275
	<b>Total Segment Liabilities</b>	<b>50,663</b>	<b>49,622</b>	<b>52,396</b>	<b>50,663</b>	<b>52,396</b>	<b>52,058</b>	<b>50,987</b>	<b>53,896</b>	<b>52,058</b>	<b>53,837</b>
5	<b>Capital Employed (Segment Assets-Segment Liabilities)</b>										
	Power generation/ distribution	(1,257)	(948)	(3,698)	(1,257)	(3,698)	(1,257)	(948)	(3,698)	(1,257)	(3,698)
	Rotating machines	26,864	26,780	20,537	26,864	20,537	26,864	26,780	20,537	26,864	20,537
	Others	7,367	7,130	7,765	7,367	7,765	7,367	7,130	7,765	7,367	7,765
	<b>Total capital employed in segments</b>	<b>32,974</b>	<b>32,962</b>	<b>24,604</b>	<b>32,974</b>	<b>24,604</b>	<b>32,974</b>	<b>32,962</b>	<b>24,604</b>	<b>32,974</b>	<b>24,604</b>
	Add: Unallocated	(21,594)	(21,244)	(14,290)	(21,594)	(14,290)	(23,787)	(23,411)	(17,002)	(23,787)	(17,002)
	<b>Total capital employed</b>	<b>11,380</b>	<b>11,718</b>	<b>10,314</b>	<b>11,380</b>	<b>10,314</b>	<b>9,187</b>	<b>9,551</b>	<b>7,602</b>	<b>9,187</b>	<b>7,602</b>

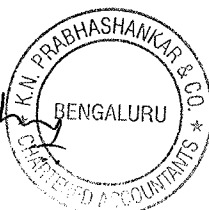
*Prabhashankar & Co.*  


*Prabhashankar & Co.*  


## STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2023

(₹ in Lakhs)

Particulars	Standalone		Consolidated	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
	(Audited)	(Audited)	(Audited)	(Audited)
<b>ASSETS</b>				
<b>Non-current assets</b>				
(a) Property, plant and equipment	43,928	44,151	43,928	44,151
(b) Capital work-in-progress	53	67	53	67
(c) Investment Property	-	-	5	15
(d) Other Intangible assets	15	19	15	19
(e) Financial assets				
(i) Investments	1,047	1,035	178	166
(ii) Trade Receivables	358	440	358	440
(iii) Other financial assets	225	170	225	170
(f) Other non-current assets	2,078	2,013	2,160	2,090
<b>Total Non-current assets</b>	<b>47,704</b>	<b>47,895</b>	<b>46,922</b>	<b>47,118</b>
<b>Current assets</b>				
(a) Inventories	5,168	4,711	5,214	4,711
(b) Financial assets				
(i) Trade receivables	3,035	1,440	5,430	3,839
(ii) Cash and cash equivalents	1,266	3,671	1,295	3,688
(iii) Other Bank balances	1,098	1,055	1,173	1,063
(c) Other current assets	3,772	3,938	1,211	1,020
<b>Total Current assets</b>	<b>14,339</b>	<b>14,815</b>	<b>14,323</b>	<b>14,321</b>
<b>TOTAL ASSETS</b>	<b>62,043</b>	<b>62,710</b>	<b>61,245</b>	<b>61,439</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Shareholders' funds</b>				
(a) Share capital	6,641	6,641	6,641	6,641
(b) Other equity	4,739	3,673	2,542	957
<b>Equity attributable to shareholders of Kirloskar Electric</b>	<b>11,380</b>	<b>10,314</b>	<b>9,183</b>	<b>7,598</b>
<b>Non-controlling interest</b>	<b>-</b>	<b>-</b>	<b>4</b>	<b>4</b>
<b>TOTAL EQUITY</b>	<b>11,380</b>	<b>10,314</b>	<b>9,187</b>	<b>7,602</b>
<b>LIABILITIES</b>				
<b>Non-current liabilities</b>				
(a) Financial liabilities				
(i) Other financial liabilities	596	605	596	605
(b) Provisions	2,756	2,727	2,756	2,727
(c) Deferred tax liabilities (net)	5,449	3,981	5,449	3,981
(d) Other non-current liabilities	-	-	-	-
<b>Total Non current liabilities</b>	<b>8,801</b>	<b>7,313</b>	<b>8,801</b>	<b>7,313</b>
<b>Current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	12,472	13,341	13,346	14,214
(ii) Trade payables				
(i) micro and small enterprises, and	1,228	579	1,228	579
(ii) other than micro and small enterprises	15,174	14,833	15,177	14,833
(iii) Other financial liabilities	14	170	435	647
(b) Provisions	3,444	3,211	3,444	3,211
(c) Other current liabilities	9,530	12,949	9,627	13,040
(d) Current tax liabilities (net)	-	-	-	-
<b>Total Current liabilities</b>	<b>41,862</b>	<b>45,083</b>	<b>43,257</b>	<b>46,524</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>62,043</b>	<b>62,710</b>	<b>61,245</b>	<b>61,439</b>

*[Signature]*  


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KIRLOSKAR ELECTRIC COMPANY LIMITED  
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

Particulars	Standalone		Consolidated	
	March 31, 2023 (Audited)	March 31, 2022 (Audited)	March 31, 2023 (Audited)	March 31, 2022 (Audited)
<b>Cash flows from operating activities</b>				
Profit / (loss) before taxation	2,588	5,816	3,108	6,739
Adjustments for:				
Depreciation and amortisation	500	520	500	520
Provisions (net)	(82)	609	(82)	610
(Profit)/loss on sale of fixed assets	(213)	(3,485)	(672)	(3,485)
Interest income	(69)	(73)	(70)	(73)
(Profit)/loss on sale of investment property	-	(6,633)	-	(6,633)
Finance costs	2,135	2,880	2,248	3,073
	<b>2,271</b>	<b>(6,182)</b>	<b>1,924</b>	<b>(5,988)</b>
	<b>4,859</b>	<b>(366)</b>	<b>5,032</b>	<b>751</b>
(Increase)/ decrease in trade and other receivables	(944)	810	(1,297)	832
(Increase)/ decrease in inventories	(464)	(682)	(510)	(682)
Increase/ (decrease) in trade payables and other current liabilities	(2,439)	2,774	(2,430)	2,717
	<b>(3,847)</b>	<b>2,902</b>	<b>(4,237)</b>	<b>2,867</b>
	<b>1,012</b>	<b>2,536</b>	<b>795</b>	<b>3,618</b>
Income taxes paid	60	127	65	122
<b>Net cash from operating activities</b>	<b>952</b>	<b>2,409</b>	<b>730</b>	<b>3,496</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant and equipment	(386)	(65)	(386)	3,212
Proceeds from sale of property, plant and equipment	223	3,526	684	249
Proceeds from sale of investment property	-	6,780	10	6,780
Interest received	64	70	64	70
Increase in margin money and short term deposits	(98)	-	(165)	-
Dividend received	-	-	-	-
<b>Net cash from investing activities</b>	<b>(197)</b>	<b>10,311</b>	<b>207</b>	<b>10,311</b>
<b>Cash flows from financing activities</b>				
Repayment of long term borrowings	-	(4,142)	-	(4,142)
ICD's Accepted	-	1,082	-	1,082
ICD's Repaid net	(64)	(2,766)	(64)	(2,766)
Repayment of fixed deposits from public	(15)	(7)	(15)	(7)
Increase/ (decrease) of short term borrowings (net)	(790)	2,169	(790)	2,169
Finance costs	(2,291)	(6,074)	(2,461)	(7,215)
<b>Net cash from financing activities</b>	<b>(3,160)</b>	<b>(9,738)</b>	<b>(3,330)</b>	<b>(10,879)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(2,405)</b>	<b>2,982</b>	<b>(2,393)</b>	<b>2,928</b>
Cash and cash equivalents at beginning of the year	<b>3,671</b>	<b>689</b>	<b>3,688</b>	<b>760</b>
Cash and cash equivalents at end of the year	<b>1,266</b>	<b>3,671</b>	<b>1,295</b>	<b>3,688</b>

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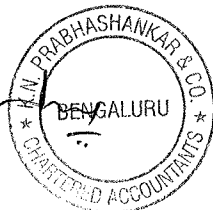
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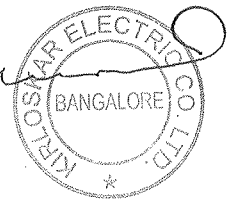
**Notes:**

- 1 The above audited standalone and consolidated financial results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on May 30, 2023.
- 2 The standalone and consolidated financial results of the Company for the quarter and year ended March 31, 2023 have been audited by its Statutory auditors.
- 3 The Company has prepared these Standalone and Consolidated financial results in accordance with Companies (Indian Accounting Standard) Rules, 2015 as amended as prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with the relevant rules issued thereunder as amended and the other accounting principles generally accepted in India.
- 4 As a measure of restructuring and with the consent of Lead Bank and other Lender banks under the Joint Lender Forum (JLF) mechanism, the Company had transferred in the year ended March 31, 2015 certain assets comprising of immovable properties, receivables and inventory to its subsidiaries - Kelbuzz Trading Private Limited, SKG Terra Promenade Private Limited and SLPKG Estate Holdings Private Limited, which will function as special purpose vehicles to hold such assets, dispose off the same and pay off certain debts (bank dues) transferred by the Company. The amounts outstanding and due from the subsidiaries as at March 31, 2023 in respect of the transfer of the assets as mentioned above, other expenses incurred by the subsidiaries reimbursed by the Company and interest charged totally amounts to ₹11,384.28 lakhs (₹11,762.42 lakhs as at March 31, 2022) after considering Ind AS adjustments. As on date, the majority of the immovable properties in these subsidiaries have been disposed off and the debts including the interest thereon have been paid. All the Banks (Financial liabilities) in these subsidiaries have been paid off. The Company is in the process of taking necessary steps for disposing the remaining immovable properties and inventories and realisation of receivables in these subsidiaries. The Board of Directors are confident of disposing the remaining assets in these subsidiaries and repaying the pending dues to the Company. However, based on expected credit losses as prescribed under Ind AS as against the incurred loss model envisaged under earlier GAAP, a sum of ₹8,400.77 lakhs has been provided upto March 31, 2023 (₹8,400.77 lakhs provided upto March 31, 2022).
- 5 In case of Consolidated audited financial results - Confirmation of balances from customers are awaited in certain cases. Accounts with certain parties are under review and reconciliation. Provision has been made to the extent required and further adjustments if any, will be made on completion of review/reconciliation. The debts exceeding two years and considered good of recovery by the management is estimated at ₹ 2,428 lakhs.
- 6 The net worth (after excluding revaluation reserve) of the group in terms of the consolidated financial statement as at March 31, 2023 consisting of the Company, its subsidiaries and its associate is eroded. The company has repaid all term loans including Asset Restructuring Company Limited (ARCIL) which were restructured under JLF mechanism. Also the company is in advance stage of negotiation for monetization/disposal of assets which will improve the working capital and in turn improve the performance in the forthcoming periods. The company is confident that this funding will have a positive impact on the performance and net worth. Accordingly your directors have prepared these financial results of the company on the basis that it is a going concern and that no adjustments are considered necessary to the carrying value of assets and liabilities.
- 7 The Company has filed before the honorable Supreme Court, special leave petition (SLP) in respect of resale tax penalty demand of ₹527 lakhs on its erstwhile subsidiary Kaytee Switchgear Limited (since merged with the parent company) and confirmed by the honorable High Court of Karnataka. This SLP has been admitted by the honorable Supreme Court. The Company believes based on legal advice / internal assessment that the outcome of the contingency will be favorable, that loss is not probable and no provision is required to be recognized in this respect.

*H. Prabhakar*



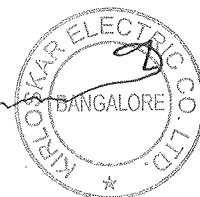
*Amey Kulkarni*


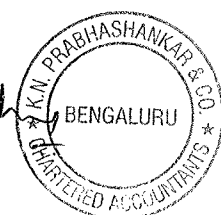


- 8 Other income for the year ended March 31, 2022 includes ₹ 9,819.65 lakhs profit on sale of 29.5 acres of land of the Company situated at Hubballi and ₹ 297.86 lakhs profit on sale of non core asset situated at Hyderabad. Consequently, major part of the sale proceeds have been utilised towards the repayment of the financial dues to the financial institutions and balance towards working capital.
- 9 Other Income for the quarter ended December 31, 2022 and year ended March 31, 2023 in standalone Financial results includes ₹199.08 lakhs profit on sale of properties of the Company situated at Gudimangalam.
- 10 Other Income for the year ended March 31, 2023 in Consolidated Financial results includes ₹467.16 lakhs profit on sale of properties of the Company situated at Nehru place, Delhi. .
- 11 The outstanding loan of Union Bank of India has been paid during the year ended March 31, 2023 and settled as per the mutual consent.
- 12 On October 03, 2022, the Company has entered into an Agreement to Sell, its immovable property, situated at Gokul Road, Hubballi admeasuring 31 Acres 24 Guntas for a consideration of ₹ 9,512 lakhs, on such terms and conditions as set out in the Agreement to sell. Currently the Company is in the process of completing the required legal compliance, post which the sale will be completed.
- 13 Details of Secured Redeemable Non-Convertible Debentures - NIL
- 14 The following have been computed as:
- a) Paid up debt capital/outstanding debt= Non Current Borrowing, current portion of long term borrowings and current
  - b) Debt equity ratio= Aggregate of outstanding debts/Equity attributable to shareholders.
  - c) DSCR= Profit or (Loss) before Depreciation and amortisation expense, finance costs, exceptional items and tax/(Long
  - d) ISCR= Profit or (Loss) before Depreciation and amortisation expense, finance costs, exceptional items and tax and
  - e) Fixed asset coverage ratio= Revalued Value of Property, Plant & Equipment and Capital Work in Progress / Long Term
- 15 Previous period figures have been regrouped wherever necessary to confirm with the current period presentation.
- 16 The figures for the quarter ended March 31, 2023 are the balancing figures between the audited figures in respect of the full year ended March 31, 2023 and nine months ended December 31, 2022.

Place: Bengaluru  
Date: May 30, 2023

  
(Vijay R Kirloskar)  
Executive Chairman



  
A circular stamp with the text "K.N. PRABHASHANKAR & CO." around the top edge, "BENGALURU" in the center, and "CHARTERED ACCOUNTANTS" around the bottom edge. There is a small star at the bottom.

# K.N. PRABHASHANKAR & CO.

CHARTERED ACCOUNTANTS

S-2, Narayana, 25, Mission Road, Shama Rao Compound

Bangalore - 560 027. India

Telefax: +91-80-22237045, +91-80-22241284

e-mail: knp@akpco.com

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

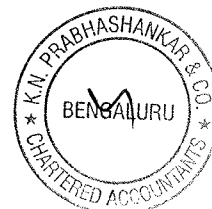
To,  
The Board of Directors  
Kirloskar Electric Company Limited  
Bengaluru.

1. We have audited the accompanying Statement of Standalone financial results of Kirloskar Electric Company Limited ('the Company') for the quarter ended March 31, 2023 and for the year ended March 31, 2023, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ("Regulation") as amended. This Statement, which is the responsibility of the company's management and approved by the Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (Ind AS 34) - Interim Financial Reporting, prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the statement based on our audit of such Standalone financial statements.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our qualified opinion.
3. **Basis of Qualified Opinion:**

Attention of the Directors is invited to note 4 to the audited financial results regarding amounts due to the Company from certain subsidiaries towards part consideration receivable on sale/assignment of certain immovable properties, receivables, interest charged and expenses reimbursed. We have relied on the management's representations that it is confident of realization of amounts due to the said subsidiaries aggregating to ₹11,384.28 lakhs (₹11,762.42 lakhs as at March 31, 2022) against which provision is recognized for an amount of ₹8,400.77 lakhs as at March 31, 2023 (₹8,400.77 lakhs as at March 31, 2022). Pending disposals/realization of assets by the subsidiaries, shortfall in realization of the amount outstanding (net of provision), if any, could not be ascertained.

Based on our audit conducted as above except for the effects in respect of the matter stated in the paragraph on "Basis of Qualified Opinion" and to the best of our information and according to the explanations given to us, these quarterly and year to date financial results:

- a) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended in this regard; and
- b) give a true and fair view of total comprehensive income (comprising of net profit and other comprehensive loss) and other financial information for the quarter ended March 31, 2023 and for the year ended March 31, 2023.





#### 4. Key Audit Matters:

- a) Note 6 of the audited financial results - The directors have detailed the reasons for preparing these audited financial results on a going concern basis, though the Company/Group (consisting of the Company, its subsidiaries and associate) has accumulated losses and their net worth (after excluding Revaluation Reserve) is eroded. There are certain overdue payments to creditors. The Company has repaid all the term loans including the loan assigned to Asset Reconstruction Company India Limited (ARCIL) which was restructured under JLF mechanism.
- We have relied on the representations made by the Company and the appraisal of the restructuring plan including monetization of few non-core assets, projection of increase in turnover and infusion of funds in the near future. The appropriateness of the said basis of Going Concern is subject to the Company adhering to the restructuring plan and infusion of requisite funds. Hence, we are of the opinion that there is no existence of material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

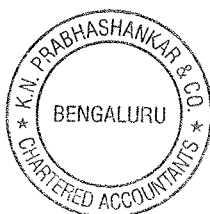
#### 5. Emphasis of Matter:

- a) Note 7 of the audited financial results, which states that the Company has filed Special Leave Petition in respect of demands of resale tax penalty of ₹527 lakhs before the honorable Supreme Court of India. The Management has represented to us that it is not probable that there will be an outflow of economic benefits and hence no provision is required to be recognized in this regard. We have relied on this representation. Our opinion is not modified in respect of this matter.

In respect of the matter detailed in paragraph (a) above, management has represented to us that it is not probable that there will be an outflow of economic benefits and hence no provision is required to be recognized in this regard. We have relied on such representations.

#### 6. Other Matters:

- a) We did not audit the financial statement/information of two branches of the Company, included in the financial results of the Company for the quarter ended and year ended March 31, 2023 whose financial statements/information reflect total assets of ₹419.07 lakhs as at March 31, 2023 and total revenues of ₹1,207.46 lakhs for the year ended on that date. The financial statements/information of the said branches has been audited by the other auditors whose reports has been furnished to us and our opinion on the year-to-date standalone results to the extent they have been derived from such financial statements is based solely on the report of such other auditors. Our report is not modified in respect of this matter.
7. The figures for the quarter ended March 31, 2023 are the balancing figures between audited figures in respect of the full financial year ended March 31, 2023 and the published year-to-date figures upto December 31, 2022, being the date of the end of the third quarter of the current financial year, subjected to a limited review by us.



Place: Bengaluru  
Date: May 30, 2023

for K N Prabhaskar & Co.,  
Chartered Accountants  
Firm Reg. No. 004982S

K.N.Prabhaskar  
Partner

M. No. 19575  
UDIN: 23019575B6YJRK2195

# K.N. PRABHASHANKAR & CO.

CHARTERED ACCOUNTANTS

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Bangalore - 560 027. India

Telefax: +91-80-22237045, +91-80-22241284

e-mail: knp@akpco.com

## Auditor's Report on Consolidated Financial Results for the Year to Date Results of the Group Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended

To,  
The Board of Directors  
Kirloskar Electric Company Limited  
Bengaluru.

1. We have audited the accompanying Statement of Consolidated financial results of Kirloskar Electric Company Limited ("the Company") and its subsidiaries and associates (collectively referred as "Group") for the year ended March 31, 2023, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ("Regulation") as amended. This Statement, which is the responsibility of the company's management and approved by the Board of Directors has been prepared in accordance with the Accounting Standards prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the statement based on our audit of such Consolidated financial statements.
2. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act 2013. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Parent's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the Parent's internal financial control with reference to the Statement. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us and the audit evidence obtained by the branch auditors and other auditors in terms of their reports referred to in paragraph 6 below, is sufficient and appropriate to provide a basis for our qualified audit opinion.

### 3. Basis of Qualified Opinion:

Attention of the Directors is invited to note 5 to the audited financial results regarding trade receivables/book debts exceeding two years and considered good by the management estimated at ₹2,428 lakhs. The relevant accounts are subject to adjustments, if required after management completes review, reconciliation and identification of doubtful debts. We are unable to express an independent opinion on the extent of shortfall in the recovery of the same.



#### 4. Key Audit Matters:

- a) Note 6 of the audited financial results - The directors have detailed the reasons for preparing these audited financial results on a going concern basis, though the Company/Group (consisting of the Company, its subsidiaries and associate) has accumulated losses and their net worth (after excluding Revaluation Reserve) is eroded. There are certain overdue payments to creditors. The Company has repaid all the term loans including the loan assigned to Asset Reconstruction Company India Limited (ARCIL) which was restructured under JLF mechanism.

We have relied on the representations made by the Company and the appraisal of the restructuring plan including monetization of few non-core assets, projection of increase in turnover and infusion of funds in the near future. The appropriateness of the said basis of Going Concern is subject to the Company adhering to the restructuring plan and infusion of requisite funds. Hence, we are of the opinion that there is no existence of material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

#### 5. Emphasis of Matter:

- a) Note 7 of the audited financial results, which states that the Company has filed Special Leave Petition in respect of demand of resale tax penalty of ₹527 lakhs before the honorable Supreme Court of India. The Management has represented to us that it is not probable that there will be an outflow of economic benefits and hence no provision is required to be recognized in this regard. We have relied on this representation. Our opinion is not modified in respect of this matter.

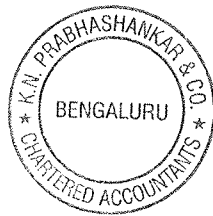
In respect of the matter detailed in paragraph (a) above, management has represented to us that it is not probable that there will be an outflow of economic benefits and hence no provision is required to be recognized in this regard. We have relied on such representations.

#### 6. Other Matters:

- a. We did not audit the financial statements of 4 subsidiaries included in the Consolidated year to date financial results, whose Consolidated financial results reflect total assets of ₹230.23 lakhs as at March 31, 2023, total revenues of ₹158.67 lakhs and net cash flows of ₹78.58 lakhs for the year ended on that date, as considered in the Consolidated financial results. These financial statements and other financial information have been audited by other auditors whose reports have been furnished to us and our opinion on the year-to-date Consolidated results to the extent they have been derived from such financial statements is based solely on the report of such other audit. Our report is not modified in respect of this matter.
- b. We did not audit the financial statement of 1 subsidiary included in the Consolidated year to date financial results, whose financial results reflect total assets of ₹391.19 lakhs as at March 31, 2023, total revenues of ₹Nil lakhs and net cash flows of ₹Nil lakhs for the year ended on that date, as considered in the Consolidated financial results. This financial statement and other financial information has been prepared and provided to us by the management and our opinion on the year to date Consolidated results to the extent they have been derived from such financial statement is based solely on the report of the management. Our report is not modified in respect of this matter.



- c. We did not audit the financial statement of Kirloskar (Malaysia) Sdn, Bhd., an associate of the Company whose share of loss of the Group was ₹ Nil (restricted to the value of the investments) was considered in the preparation of these Consolidated financial results. This financial statement and other financial information has been prepared and provided to us by the management and our opinion on the year to date Consolidated results to the extent they have been derived from such financial statement is based solely on the report of the management. Our report is not modified in respect of this matter.
7. i. Based on our audit conducted as above except for the effects in respect of the matter stated in the paragraph on "Basis of Qualified Opinion", Other Matters, and to the best of our information and according to the explanations given to us, these year-to-date Consolidated financial results include the year-to-date financial results of the following entities:
- Kirsons B V
  - Kelbuzz Trading Private Limited
  - Luxquisite Parkland Private Limited
  - SKG Terra Promonede Private Limited
  - SLPKG Estate Holding Private Limited
- ii. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- iii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated total comprehensive income (comprising of net profit and other comprehensive loss) and other financial information of the Group for the year ended March 31, 2023.



for K N Prabhaskar & Co.,  
Chartered Accountants  
Firm Reg. No. 004982S

A handwritten signature in black ink, appearing to read "K.N. Prabhaskar".

K.N.Prabhaskar  
Partner

M. No. 19575

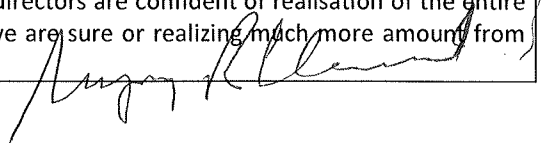
UDIN: 23019575B6YJRL5939

Place: Bengaluru  
Date: May 30, 2023

**ANNEXURE I**

**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results - (Standalone)**

<b>Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2023</b> [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. in Lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. in Lakhs)
	1.	Turnover / Total income	48,963	48,963
	2.	Total Expenditure	46,375	46,375
	3.	Net Profit/(Loss)	2,588	2,588
	4.	Earnings Per Share	3.90	3.90
	5.	Total Assets	62,043	62,043
	6.	Total Liabilities	50,663	50,663
	7.	Net Worth	11,380	11,380
	8.	Any other financial item(s) (as felt appropriate by the management)	Nil	Nil
II.	<p><b><u>Audit Qualification (each audit qualification separately):</u></b></p> <p>a. <b>Details of Audit Qualification:</b> Attention of the Directors is invited to note 4 to the audited financial results regarding amounts due to the Company from certain subsidiaries towards part consideration receivable on sale and assignment of certain immovable properties, receivables, interest charged and expenses reimbursed. We have relied on the management's representations that it is confident of realization of amounts due to the said subsidiaries aggregating to Rs.11,384.28 lakhs (Rs. 11,762.42 lakhs as at March 31, 2022) against which provision is recognized for an amount of Rs.8,400.77 lakhs. Pending disposals/realization of assets by the subsidiaries, shortfall in realization of the amount outstanding (net of provision), if any, could not be ascertained.</p> <p>b. <b>Type of Audit Qualification :</b> Qualified Opinion</p> <p>c. <b>Frequency of qualification:</b> Repetitive</p> <p>d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b> Not Applicable</p> <p>e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b></p> <p>(i) <b>Management's estimation on the impact of audit qualification:</b> These subsidiaries are taking active steps to repay the dues of the Company, from collection of book debts assigned and from disposal of immovable properties transferred apart from debts transferred as referred above. The board of directors are confident of realisation of the entire amounts due from the said subsidiaries as we are sure or realizing much more amount from the sale of immovable properties.</p>			



(ii) If management is unable to estimate the impact, reasons for the same:

Same as Above comment.

(iii) Auditors' Comments on (i) or (ii) above:

Same as Above in Point a

III. Signatories:

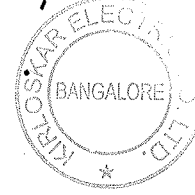
- Executive Chairman: Vijay R Kirloskar

- CFO: Sanjeev Kumar S

- Audit Committee Chairman: Kamlesh Gandhi

- Statutory Auditor: K.N.Prabhashankar, Mem. No.019575

K N Prabhashankar & Co.,  
Chartered Accountants  
Firm Regn. No.0004982S



Place: Bengaluru

Date: May 30, 2023

**ANNEXURE I**

**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results - (Consolidated)**

<b>Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2023</b> [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. in Lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. in Lakhs)
	1.	Turnover / Total income	49,580	49,580
	2.	Total Expenditure	46,472	46,472
	3.	Net Profit/(Loss)	3,108	3,108
	4.	Earnings Per Share	4.68	4.68
	5.	Total Assets	61,245	61,245
	6.	Total Liabilities	52,058	52,058
	7.	Net Worth	9,187	9,187
	8.	Any other financial item(s) (as felt appropriate by the management)	Nil	Nil
II.	<b><u>Audit Qualification (each audit qualification separately):</u></b>			
	a.	<b>Details of Audit Qualification:</b> Attention of the Directors is invited to note 5 to the audited financial results regarding trade receivables/book debts exceeding two years and considered good by the management estimated at Rs.2,428 lakhs. The relevant accounts are subject to adjustments, if required after management completes review, reconciliation and identification of further doubtful debts. We are unable to express an independent opinion on the extent of shortfall in the recovery of the same.		
	b.	<b>Type of Audit Qualification :</b> Qualified Opinion		
	c.	<b>Frequency of qualification:</b> Repetitive		
	d.	<b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b> Not Applicable		
	e.	<b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b>		
		<b>(i) Management's estimation on the impact of audit qualification:</b> The Company is in the process of completing the review and reconciliation of receivables/book debts and in our opinion any further provision required will not have material impact on the financial results of the Company and we are confident of realizing the book debts.		

(ii) If management is unable to estimate the impact, reasons for the same:

Same as Above comment.

(iii) Auditors' Comments on (i) or (ii) above:

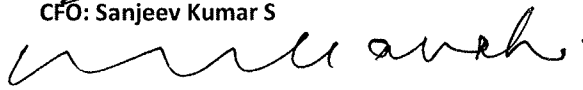
Same as Above in Point a

III. Signatories:

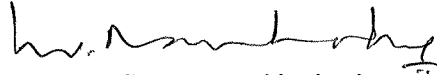
- Executive Chairman: Vijay R Kirloskar



- CFO: Sanjeev Kumar S

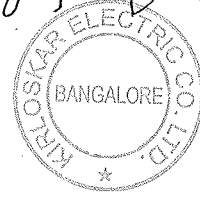


- Audit Committee Chairman: Kamlesh Gandhi



- Statutory Auditor: K.N.Prabhashankar, Mem. No.019575

K N Prabhashankar & Co.,  
Chartered Accountants  
Firm Regn. No.00049825



Place: Bengaluru

Date: May 30, 2023