

9 November 2023

BSE Limited,  
Corporate Relationship Department  
1<sup>st</sup> Floor, P.J. Towers,  
Dalal Street, Fort,  
Mumbai 400 001

**Scrip Code: 500243**

The Manager  
Listing Department  
National Stock Exchange of India Limited,  
Exchange Plaza, C-1, Block G,  
Bandra-Kurla Complex, Bandra (E),  
Mumbai 400 051

**Scrip Code: KIRLOSIND**

Dear Sir / Madam,

**Subject: Disclosure of Related Party Transactions pursuant to Regulation 23(9) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the half-year ended 30 September 2023.**

Pursuant to Regulation 23(9) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, including amendments thereunder, please find enclosed disclosures of related party transactions, for the half year ended 30 September 2023.

You are requested to take the same on your record.

Thanking you.

Yours faithfully,  
For Kirloskar Industries Limited

Ashwini Mali  
Company Secretary &  
Compliance Officer

Encl.: As above



















**Related party transactions**

Additional disclosure of related party transactions - applicable only in case the related party transaction relates to loans, inter-corporate deposits, advances or investments made or given by the listed entity/subsidiary. These details need to be disclosed only once, during the reporting period when such transaction was undertaken.

Sr No.	Details of the party (listed entity /subsidiary) entering into the transaction		Details of the counterparty			Type of related party transaction	Details of other related party transaction	Value of the related party transaction as approved by the audit committee	Remarks on approval by audit committee	Value of transaction during the reporting period	In case monies are due to either party as a result of the transaction		In case any financial indebtedness is incurred to make or give loans, inter-corporate deposits, advances or investments				Details of the loans, inter-corporate deposits, advances or investments				
	Name	PAN	Name	PAN	Relationship of the counterparty with the listed entity or its subsidiary						Opening balance	Closing balance	Nature of indebtedness (loan/ issuance of debt/ any other etc.)	Details of other indebtedness	Cost	Tenure	Nature (loan/ advance/ inter-corporate deposit/ investment)	Interest Rate (%)	Tenure	Secured/ unsecured	Purpose for which the funds will be utilised by the ultimate recipient of funds (endusage)
170	Nagapattinam Energy Private Limited	AACCN9225H	Best Exim Private Limited	AACCB6953A	Wholly-owned Subsidiary	Advance		Not Applicable. Exempt since transaction is between wholly-owned subsidiaries whose accounts are consolidated with ISMT Limited, Holding Company and placed before the shareholders at general meeting for approval	0.01	1.98	1.99					Advance	0.00%	NA	Unsecured	Business Operations	
171	Nagapattinam Energy Private Limited	AACCN9225H	Marshal Microware Infrastructure Development Pvt Limited	AAF00087P	Wholly-owned Subsidiary	Advance		Not Applicable. Exempt since transaction is between wholly-owned subsidiaries whose accounts are consolidated with ISMT Limited, Holding Company and placed before the shareholders at general meeting for approval	0.01	4.44	4.45					Advance	0.00%	NA	Unsecured	Business Operations	
172	Nagapattinam Energy Private Limited	AACCN9225H	Success Power & Infraprojects Pvt Limited	AAKCS2080D	Wholly-owned Subsidiary	Advance		Not Applicable. Exempt since transaction is between wholly-owned subsidiaries whose accounts are consolidated with ISMT Limited, Holding Company and placed before the shareholders at general meeting for approval	0.00	5.96	5.97					Advance	0.00%	NA	Unsecured	Business Operations	

Related party transactions															Additional disclosure of related party transactions - applicable only in case the related party transaction relates to loans, inter-corporate deposits, advances or investments made or given by the listed entity/subsidiary. These details need to be disclosed only once, during the reporting period when such transaction was undertaken.										
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	Name	PAN	Name	PAN	Relationship of the counterparty with the listed entity or its subsidiary						Opening balance	Closing balance	Nature of indebtedness (loan/ issuance of debt/ any other etc.)	Details of other indebtedness	Cost	Tenure	Nature (loan/ advance/ inter-corporate deposit/ investment)	Interest Rate (%)	Tenure	Secured/ unsecured	Purpose for which the funds will be utilised by the ultimate recipient of funds (endusage)				
173	ISMT Enterprises SA	ZZZZZ9999Z	Structo Hydraulics AB	ZZZZZ9998Z	Subsidiary	Loan			Not Applicable. Exempt under Regulation 23(2)(b) of the SEBI (LODR) Regulations, 2015	0.00	19.99	19.99													
174	Structo Hydraulics AB	ZZZZZ9999Z	ISMT Enterprises SA	ZZZZZ9998Z	Subsidiary	Advance			Not Applicable. Exempt under Regulation 23(2)(b) of the SEBI (LODR) Regulations, 2015	0.38	1.86	2.24									Advance	0.00%	NA	Unsecured	Business Operations
175	ISMT Europe AB	ZZZZZ9999Z	Structo Hydraulics AB	ZZZZZ9998Z	Subsidiary	Advance			Not Applicable. Exempt under Regulation 23(2)(b) of the SEBI (LODR) Regulations, 2015	0.00	7.24	7.24									Advance	0.00%	NA	Unsecured	Business Operations
<b>Total value of transaction during the reporting period</b>										<b>2059.32124</b>															

**Note:**

- The Company has granted Employee Stock Appreciation Rights (ESAR Units) to the Key Management Personnel. The benefit accrued to the KMPs during the period on account of the vesting and subsequent exercise of the ESAR Units allotted to them are disclosed separately from remuneration. For the ESAR units that have not vested, the Company has recognised proportionate share-based payment expenditure amounting to Rs 18.81 million during the period (01 April 2023 to 30 September 2023).
- The investments of the Company are carried at fair value as per the Indian Accounting Standards (Ind AS). The opening and closing balances represent the fair values as on the reporting dates. The transaction value represents the fair value changes. The original cost of investments (transaction value) of the Company are: Kirloskar Management Services Private Limited (Rs 1.75 million), Kirloskar Pneumatic Company Limited (Rs 627.14 million), Kirloskar Brothers Limited (Rs 2817.09 million), Kirloskar Oil Engines Limited (Rs 1698.10 million).
- Kirloskar Industries Limited, has approved the sale of the windmills business of the Company viz. the business of wind power generation along with 7 (seven) Wind Generated Turbines situated at Panchapatta, Maharashtra owned by the Company ("Windmill Business") to ISMT Limited (ISMT) on a going concern basis for a total consideration of Rs 540.28 million subject to the receipt of requisite governmental, statutory, regulatory and third party approvals, required to be obtained by the Company.
- In FY 2021-22, Avante Spaces Limited allotted 6,00,00,000 units of its non-interest bearing unsecured Optionally Convertible Debentures (OCD) of Rs 10 each amounting to Rs 600 million to Kirloskar Industries Limited. As per Indian Accounting Standards (Ind AS), the instrument has been recognised as a compound financial instrument and the transaction amount was split into an equity (deemed investment) and debt portion. The debt portion of the investment is carried at amortised cost. The transaction value represents the unwinding of the interest. On 30 June 2023, Avante Spaces Limited allotted 27,24,868 equity shares to Kirloskar Industries Limited as a result of the conversion of the Optionally Convertible Debentures (OCD). The OCDs were converted into equity shares at Rs 6,911.36 million.
- As per Indian Accounting Standards (Ind AS), the security deposits received from lessees have been fair valued on initial recognition. The transaction value of security deposits represents the unwinding of interest and also includes any additional deposit received or paid.
- Oliver Engineering Private Limited has entered into a leave and license agreement with Kirloskar Industries Limited.
- All amounts in negative denote credit balances.
- The reported transaction values do not include the applicable indirect taxes.