

Date: 2nd November 2023

BSE Scrip Code: **533293**

NSE Scrip Code: **KIRLOSENG**

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

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

Dear Sir/Madam,

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

1. The Standalone and Consolidated Un-audited Financial Results of the Company for the quarter and half year ended 30th September 2023, which were approved by the Board of Directors in its meeting held on 2nd November 2023;
2. A copy of Limited Review Report of the Company, dated 2nd November 2023, received from G. D. Apte & Co., Chartered Accountants, Pune, (Firm Registration No. 100515W), Statutory Auditors of the Company on aforesaid un-audited Financial Results - Standalone and Consolidated;
3. The Board of Directors also approved the allotment of 5,779 fully paid-up Equity Shares of Rs. 2/- each upon exercise of Employee Stock Options pursuant to 'Kirloskar Oil Engines Limited – Employee Stock Option Plan 2019 [KOEL ESOP 2019]'.

Consequent to the aforesaid allotment, the share capital of the Company has increased as under:

Share Capital	From	To
Issued and Subscribed Capital	14,48,82,900 equity shares of Rs. 2/- each aggregating to Rs. 28,97,65,800/-	14,48,88,679 equity shares of Rs. 2/- each aggregating to Rs. 28,97,77,358/-
Paid-up Capital	14,48,82,435 fully paid-up equity shares of Rs. 2/- each aggregating to Rs. 28,97,64,870/-	14,49,14,703 fully paid-up equity shares of Rs. 2/- each aggregating to Rs. 28,98,29,406/-

Kirloskar Oil Engines Limited
A Kirloskar Group Company

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

Tel: +91 (20) 25810341, 66084000

Fax: +91 (20) 25813208, 25810209

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

CIN: L29100PN2009PLC133351

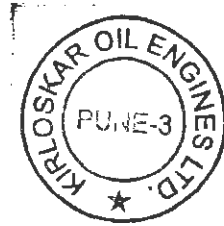
The meeting of the Board of Directors of the Company commenced at 2.00 PM and concluded at 4.50 PM.

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 HALF YEAR ENDED 30TH SEPTEMBER 2023

(₹ in Crores)

Particulars	Quarter ended			Half year ended		Year ended
	30-09-2023	30-06-2023	30-09-2022	30-09-2023	30-09-2022	31-03-2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Income						
a) Revenue from operations	1,058.97	1,264.70	1,010.40	2,323.67	1,963.41	4,116.13
b) Other income	6.37	6.95	4.72	13.32	9.97	24.90
Total income (a+b)	1,065.34	1,271.65	1,015.12	2,336.99	1,973.38	4,141.03
2 Expenses						
a) Cost of raw materials and components consumed	532.78	633.91	490.59	1,166.69	975.71	2,038.90
b) Purchase of traded goods	200.22	206.30	182.71	406.52	394.62	812.80
c) Changes in inventories of finished goods, work-in-progress and traded goods	(24.89)	25.13	0.74	0.24	(35.18)	(62.01)
d) Employee benefits expense	74.39	65.77	56.67	140.16	112.18	236.48
e) Finance costs	1.60	1.35	1.03	2.95	2.13	5.36
f) Depreciation and amortisation expense	24.34	21.30	21.32	45.64	41.85	84.76
g) Other expenses	182.29	185.78	166.96	368.07	302.22	671.87
h) Expenses capitalised	(4.45)	(6.67)	(2.65)	(11.12)	(5.02)	(11.27)
Total expenses (a to h)	986.28	1,132.87	917.37	2,119.15	1,788.51	3,776.89
3 Profit before exceptional items and tax (1 - 2)	79.06	138.78	97.75	217.84	184.87	364.14
4 Exceptional items - (expense) / income	-	-	-	-	-	-
5 Profit before tax (3 + 4)	79.06	138.78	97.75	217.84	184.87	364.14
6 Tax expense :						
Current tax	20.28	33.85	26.52	54.13	49.36	99.45
Deferred tax	0.20	1.69	(1.36)	1.89	(1.66)	(5.56)
Total tax expense (6)	20.48	35.54	25.16	56.02	47.70	93.89
7 Net profit / (loss) for the period (5 - 6)	58.58	103.24	72.59	161.82	137.17	270.25
8 Other Comprehensive Income / (Loss)						
Items that will not be reclassified to profit or loss in subsequent periods						
Re-measurement gain / (loss) on defined benefit plans	(0.68)	(0.87)	0.91	(1.55)	1.82	(8.57)
Income tax (expense)/income on above	0.17	0.22	(0.23)	0.39	(0.46)	2.16
Subtotal (a)	(0.51)	(0.65)	0.68	(1.16)	1.36	(6.41)
Net gain / (loss) on equity instruments measured at fair value through other comprehensive income	-	-	-	-	-	(3.27)
Income tax (expense)/income on above	-	-	-	-	-	0.75
Subtotal (b)	-	-	-	-	-	(2.52)
Net other comprehensive income/(loss) that will not be reclassified to profit or loss in subsequent periods [(a) + (b)]	(0.51)	(0.65)	0.68	(1.16)	1.36	(8.93)
Total other comprehensive income/(loss) for the year, net of tax (8)	(0.51)	(0.65)	0.68	(1.16)	1.36	(8.93)
9 Total comprehensive income/(loss) for the year, net of tax (7 + 8)	58.07	102.59	73.27	160.66	138.53	261.32
10 Paid-up equity share capital (Face value of ₹ 2 each)	28.98	28.97	28.93	28.98	28.93	28.95
11 Other equity						2,302.89
12 Basic Earnings Per Share (EPS) (₹) (Face value of ₹ 2 each) [not annualized]	4.04	7.13	5.02	11.17	9.48	18.68
13 Diluted EPS (₹) (Face value of ₹ 2 each) [not annualized]	4.03	7.11	5.01	11.14	9.47	18.64

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Notes :

1 Statement of assets and liabilities (Balance Sheet)

Particulars	Standalone	Standalone
	As at	As at
	30-09-2023	31-03-2023
	Unaudited	Audited
ASSETS		
I. Non-current assets		
(a) Property, plant and equipment	382.84	362.36
(b) Capital work-in-progress	26.31	15.82
(c) Right-of-use assets	14.37	15.89
(d) Other Intangible assets	94.83	46.85
(e) Intangible assets under development	18.32	50.61
(f) Financial assets		
(i) Investments	1,466.91	1,430.87
(ii) Loans	8.04	8.04
(iii) Other financial assets	14.43	15.00
(g) Income tax assets (net)	30.75	33.92
(h) Other non-current assets	87.27	44.11
Sub-total - Non-current assets	2,144.07	2,023.47
II. Current assets		
(a) Inventories	565.11	468.45
(b) Financial assets		
(i) Investments	111.71	261.65
(ii) Trade receivables	473.65	467.21
(iii) Cash and cash equivalents	85.46	23.91
(iv) Bank balances other than (iii) above	8.73	9.92
(v) Loans	8.64	21.88
(vi) Other financial assets	30.85	34.26
(c) Assets held for sale	-	-
(d) Other current assets	46.50	29.02
Sub-total - Current assets	1,330.65	1,316.30
TOTAL - ASSETS	3,474.72	3,339.77
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	28.98	28.95
(b) Other equity	2,429.41	2,302.89
Sub-total - Equity	2,458.39	2,331.84
LIABILITIES		
I. Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	-	-
(ii) Lease liabilities	0.94	2.51
(iii) Other financial liabilities	18.06	18.20
(b) Provisions	35.77	33.22
(c) Deferred tax liabilities (net)	7.62	6.12
(d) Other non-current liabilities	21.73	22.62
Sub-total - Non-current liabilities	84.12	82.67
II. Current liabilities		
(a) Financial liabilities		
(i) Borrowings	85.56	75.14
(ii) Lease liabilities	3.06	2.89
(iii) Trade and other payables		
a) total outstanding dues of micro enterprises and small enterprises	79.77	97.59
b) total outstanding dues of creditors other than micro enterprises and small enterprises	555.87	535.02
(iv) Other financial liabilities	67.81	63.66
(b) Other current liabilities	47.18	60.08
(c) Provisions	92.96	90.88
Sub-total - Current liabilities	932.21	925.26
TOTAL - EQUITY AND LIABILITIES	3,474.72	3,339.77

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2 Statement of Cash Flow

Particulars	Half year ended		Year ended
	30-09-2023	30-09-2022	31-03-2023
	Unaudited	Unaudited	Audited
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before tax	217.84	184.87	364.14
Adjustments:			
Add:			
Depreciation and amortisation expense	45.64	41.85	84.76
Finance costs	2.95	2.13	5.36
Share based compensation of employees	0.75	0.82	1.85
Impairment loss allowance, write off on trade receivables / other receivables (net)	6.95	0.59	26.17
Bad debts and irrecoverable balances written off	5.24	0.21	1.07
Write down / (reversal) in write down of inventories	4.74	1.43	2.68
	66.27	47.03	121.89
Less :			
Gain/(Loss) on sale of investments in mutual funds measured at fair value through profit and loss ("FVTPL") (net)	6.69	6.60	13.94
Gain/ (Loss) on fair valuation of investments in Mutual Funds measured at FVTPL (net)	1.59	2.63	4.18
Provisions no longer required written back	1.97	2.93	5.48
Interest income	3.26	0.54	1.89
Unwinding of security deposit & subsidy receivable under Package Scheme of Incentives (PSI) Scheme, 2002	0.09	(1.13)	(1.05)
Gain/ (Loss) on disposal of property, plant and equipment (net)	0.00	0.07	0.39
(Profit)/Loss on reinstatement on receivables/payables	0.98	2.15	(0.84)
Sundry credit balances written back	(0.04)	1.23	1.31
Gain/ (Loss) on fair valuation of derivative instruments	1.37	(4.48)	2.07
Revenue from deferred Export Promotion Capital Goods (EPCG) Scheme	-	0.15	0.15
Dividend income	0.00	0.00	0.00
	15.91	10.69	27.52
Operating profit before working capital changes	268.20	221.21	458.51
<i>Working Capital Adjustments</i>			
(Increase)/Decrease in government grant receivables	0.93	1.38	2.50
(Increase)/Decrease in trade and other receivables	(42.04)	(65.96)	(85.68)
(Increase)/Decrease in inventories	(101.40)	(83.48)	(168.05)
Increase/(Decrease) in trade and other payables	6.11	(17.17)	138.49
Increase/(Decrease) in provisions	3.77	3.01	10.29
	(132.63)	(162.22)	(102.45)
Net cash generated from operations	135.57	58.99	356.06
Income tax paid (net of refunds)	(50.97)	(38.72)	(95.98)
NET CASH FLOW GENERATED FROM OPERATING ACTIVITIES	84.60	20.27	260.08
CASH FLOW FROM INVESTING ACTIVITIES			
Investment in subsidiaries	(36.05)	(258.96)	(328.96)
Purchase of property, plant and equipment (PPE) and intangible assets	(132.68)	(29.18)	(121.31)
(Purchase)/ Proceeds from sale of mutual funds (net)	158.22	286.15	323.52
Proceeds from sale of PPE & other intangible assets including advances	0.04	0.12	0.67
Fixed deposits placed	(0.24)	-	(0.29)
Loans granted to subsidiaries	13.24	-	(29.85)
Dividend received	-	0.00	0.00
Interest received	3.25	-	0.60
NET CASH (USED IN) INVESTING ACTIVITIES	5.78	(1.87)	(155.62)
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from bill discounting & borrowings	85.55	108.46	74.99
(Repayment) of bill discounting & borrowings	(75.14)	(97.35)	(96.77)
Final and interim dividend paid	(36.21)	(36.16)	(72.34)
Finance costs	(2.79)	(1.53)	(5.00)
Payment for lease liabilities	(1.56)	(1.25)	(3.22)
Proceeds from issuance of share capital including securities premium	1.28	0.18	1.36
Receipt of share application money pending allotment of shares	0.04	0.34	0.07
NET CASH GENERATED FROM/(USED IN) FINANCING ACTIVITIES	(28.83)	(27.31)	(100.91)
Net increase/(decrease) in Cash and cash equivalents	61.55	(8.91)	3.55
Opening Cash and cash equivalents	23.91	20.36	20.36
Closing Cash and cash equivalents	85.46	11.45	23.91

i. The above Cash Flow Statement has been prepared under the indirect method set out in Indian Accounting Standard (IND AS) 7, 'Statement of Cash Flows' as specified in the Companies (Indian Accounting Standards) Rules, 2015

ii. Income Tax paid is treated as arising from operating activities and are not bifurcated between investing and financing activities.

iii. All figures in bracket indicate cash outflow.

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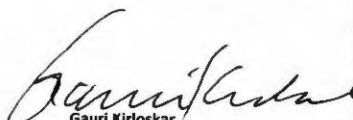
Notes :


- 3 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 half year ended 30th September 2023. The corresponding information for earlier periods is also restated as per para 29 of Ind AS 108.
- 4 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.
- 5 The Company consistently recognizes provision for any significantly delayed receivables, for accounting of expected credit losses. Provision for doubtful debts and advances for the quarter includes a provision of Rs. 10.46 Crores (FY 22-23 Rs. 28.09 Crores and for quarter ended June 2023 Rs. 7.90 Crores) in respect of receivables against sales of Gensets to a customer made in previous years. Accordingly, the entire receivables in respect of the aforesaid sales stand fully provided for and the trade receivables are presented net of provision in the Statement of Assets and Liabilities forming part of the notes to the financial results. While the company is in active discussions with the customer for the payment, the aforesaid provision has been recognised as per the consistent policy of the company for accounting of expected credit losses.
- 6 The Nomination and Remuneration Committee of the Board of Directors of the Company in its meeting held on 10th August 2023 has approved the grant of 135,000 employee stock options to the eligible employees of the Company in terms of 'Kirloskar Oil Engines Limited - Employee Stock Option Plan 2019 ("KOEL ESOP 2019") and the special resolutions passed by the Members of the Company at the Annual General Meeting held on 9th August 2019 and 12th August 2021.
- 7 During the quarter ended 30th September 2023, the Company has allotted 45,141 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 14,48,37,294 fully paid-up equity shares of Rs. 2/- each to 14,48,82,435 fully paid-up equity shares of Rs. 2/- each.
- 8 The Board of Directors of the Optiqua Pipes and Electricals Private Limited (OPEPL/Transferor Company, a step-down subsidiary of the Company and La-Gajjar Machinerics 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.
- 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 half year ended 30th September 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 2nd November 2023 and are subjected to a "Limited Review" by the Statutory Auditors.

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

For Kirloskar Oil Engines Limited

Place : Pune
Date : 2nd November 2023


Gauri Kirloskar
Managing Director
DIN: 03366274




Independent Auditor's Review Report on Unaudited Standalone Financial Results of Kirloskar Oil Engines Limited for Quarter and Half year ended September 30, 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 half year ended September 30, 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: 23113053BGWTEE2312



Umesh S. Abhyankar
Partner
Membership Number: 113053
Pune, November 02, 2023



KIRLOSKAR OIL ENGINES LIMITED
CIN : L29100PN2009PLC133351

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

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2023

(₹ in Crores)

Particulars	Consolidated					
	Quarter ended			Half year ended		Year ended
	30-09-2023	30-06-2023	30-09-2022	30-09-2023	30-09-2022	31-03-2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Income						
a) Revenue from operations	1,304.83	1,543.37	1,228.12	2,848.20	2,419.53	5,023.80
b) Other income	7.84	6.09	5.64	13.93	10.69	25.69
Total income (a+b)	1,312.67	1,549.46	1,233.76	2,862.13	2,430.22	5,049.49
2 Expenses						
a) Cost of raw materials and components consumed	612.82	726.70	572.13	1,339.52	1,161.60	2,346.23
b) Purchase of traded goods	192.29	197.95	193.91	390.24	410.03	826.40
c) Changes in inventories of finished goods, work-in-progress and traded goods	(32.71)	26.38	(4.13)	(6.33)	(45.46)	(54.88)
d) Employee benefits expense	103.09	89.37	78.67	192.46	156.43	339.72
e) Finance costs^^	74.01	76.46	46.81	150.47	88.72	209.89
f) Depreciation and amortisation expense	29.89	26.80	26.29	56.69	52.91	104.66
g) Other expenses	232.03	243.15	209.65	475.18	387.89	841.08
h) Expenses capitalised	(4.45)	(6.67)	(2.65)	(11.12)	(5.02)	(11.27)
Total expenses (a to h)	1,206.97	1,380.14	1,120.68	2,587.11	2,207.10	4,601.83
3 Profit before share of profit/(loss) of joint venture, exceptional items and tax (1-2)	105.70	169.32	113.08	275.02	223.12	447.66
4 Share of net profit/(loss) of joint venture accounted for using the equity method	(0.38)	0.69	0.07	0.31	0.46	1.27
5 Profit before exceptional items and tax (3+4)	105.32	170.01	113.15	275.33	223.58	448.93
6 Exceptional items - income / (expense)	-	-	-	-	-	-
7 Profit before tax (5 + 6)	105.32	170.01	113.15	275.33	223.58	448.93
8 Tax expense :						
Current tax	28.29	38.44	35.63	66.73	65.79	127.22
(Excess)/short provision relating to previous years	-	-	-	-	-	3.22
Deferred tax	(0.94)	6.04	(5.01)	5.10	(6.80)	(13.16)
Total tax expense (8)	27.35	44.48	30.62	71.83	58.99	117.28
9 Net Profit/ (Loss) for the period (7 - 8)	77.97	125.53	82.53	203.50	164.59	331.65
10 Other Comprehensive Income / (Loss)						
Items that will be reclassified to profit or loss in subsequent periods (A) :						
Exchange differences in translating the financial statements of a foreign operation	-	0.01	(0.01)	0.01	(0.01)	0.03
Income tax (expense)/income on above	-	-	-	-	-	-
Total (A)	-	0.01	(0.01)	0.01	(0.01)	0.03
Items that will not be reclassified to profit or loss in subsequent periods (B):						
Re-measurement gain / (loss) on defined benefit plans	(0.74)	(0.99)	0.98	(1.73)	1.95	(9.40)
Income tax (expense)/income on above	0.19	0.25	(0.24)	0.44	(0.49)	2.37
Subtotal (a)	(0.55)	(0.74)	0.74	(1.29)	1.46	(7.03)
Net gain / (loss) on equity instruments measured at fair value through other comprehensive income	-	-	-	-	-	(3.27)
Income tax (expense)/income on above	-	-	-	-	-	0.75
Subtotal (b)	-	-	-	-	-	(2.52)
Share of other comprehensive income of joint venture accounted for using the equity method (net of tax) (c)	0.00	0.00	(0.01)	0.00	(0.01)	0.00
Total (B)= (a)+(b)+(c)	(0.55)	(0.74)	0.73	(1.29)	1.45	(9.55)
Total other comprehensive income/(loss) for the year, net of tax (A) + (B) = (10)	(0.55)	(0.73)	0.72	(1.28)	1.44	(9.52)
11 Total comprehensive income/ (loss) for the year, net of tax (9 + 10)	77.42	124.80	83.25	202.22	166.03	322.13
12 Profit for the period attributable to:						
a) Owners of the Company	77.97	125.53	83.80	203.50	165.34	332.40
b) Non-controlling interest	0.00	0.00	(1.27)	0.00	(0.75)	(0.75)
13 Other comprehensive income for the period attributable to:						
a) Owners of the Company	(0.55)	(0.73)	0.71	(1.28)	1.42	(9.54)
b) Non-controlling interest	-	-	0.01	-	0.02	0.02
14 Total comprehensive income for the period attributable to:						
a) Owners of the Company	77.42	124.80	84.51	202.22	166.76	322.86
b) Non-controlling interest	0.00	0.00	(1.26)	0.00	(0.73)	(0.73)
15 Paid-up equity share capital (Face value of ₹ 2 each)	28.98	28.97	28.93	28.98	28.93	28.95
16 Other Equity						2,274.64
17 Basic EPS (₹) (Face value of ₹ 2 each) (not annualized)	5.38	8.67	5.79	14.05	11.43	22.98
18 Diluted EPS (₹) (Face value of ₹ 2 each) (not annualized)	5.38	8.65	5.77	14.03	11.40	22.88

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			Half year ended		Year ended
	30-09-2023	30-06-2023	30-09-2022	30-09-2023	30-09-2022	31-03-2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
SEGMENT REVENUE						
B2B	917.59	1,105.64	892.76	2,023.23	1,709.24	3,582.14
B2C	260.41	309.50	252.11	569.91	549.30	1,070.87
Financial Services	126.83	128.23	83.25	255.06	160.99	370.79
REVENUE FROM OPERATIONS	1,304.83	1,543.37	1,228.12	2,848.20	2,419.53	5,023.80
SEGMENT RESULTS*						
B2B	75.54	132.39	93.01	207.93	168.84	336.49
B2C	6.33	17.38	(1.24)	23.71	13.93	29.09
Financial Services #	25.05	21.49	22.30	46.54	42.88	82.27
Unallocated	1.44	1.63	2.68	3.07	5.12	14.81
Total	108.36	172.89	116.75	281.25	230.77	462.66
Less:						
(i) Finance costs **	3.04	2.88	3.60	5.92	7.19	13.73
(ii) Exceptional items	-	-	-	-	-	-
PROFIT BEFORE TAX	105.32	170.01	113.15	275.33	223.58	448.93
SEGMENT ASSETS						
B2B	1,570.91	1,401.80	1,238.34	1,570.91	1,238.35	1,384.51
B2C	674.25	644.28	640.72	674.25	640.72	628.43
Financial Services	4,523.76	4,203.03	3,350.91	4,523.76	3,350.91	4,368.83
Unallocated assets	247.67	435.64	353.66	247.67	353.66	343.05
TOTAL ASSETS	7,016.59	6,684.75	5,583.63	7,016.59	5,583.64	6,724.82
SEGMENT LIABILITIES						
B2B	771.46	788.31	600.73	771.46	600.73	777.81
B2C	281.57	260.50	316.75	281.57	316.75	247.71
Financial Services	3,373.10	3,071.46	2,333.33	3,373.10	2,333.33	3,289.68
Unallocated liabilities	117.65	134.33	152.12	117.65	152.12	106.01
TOTAL LIABILITIES	4,543.78	4,254.60	3,402.93	4,543.78	3,402.93	4,421.21

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

Profit/(Loss) before tax and after interest

^^ Disaggregation of finance costs are as below -

Particulars	Quarter ended			Half year ended		Year ended
	30-09-2023	30-06-2023	30-09-2022	30-09-2023	30-09-2022	31-03-2023
Finance costs relating to financial services business	70.97	73.58	43.21	144.55	81.53	196.16
Finance costs relating to Other than financial services business	3.04	2.88	3.60	5.92	7.19	13.73
Total	74.01	76.46	46.81	150.47	88.72	209.89

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

Continued to Page no. 3...

2 Statement of assets and liabilities (Balance Sheet)

Particulars	(₹ in Crores)	
	Consolidated	
	As at	As at
	30-09-2023	31-03-2023
	Unaudited	Audited
ASSETS		
I. Non-current assets		
(a) Property, plant and equipment	405.36	384.75
(b) Capital work-in-progress	43.98	17.90
(c) Right-of-use assets	64.89	57.18
(d) Goodwill	185.76	185.76
(e) Other Intangible assets	106.87	60.87
(f) Intangible assets under development	18.32	50.61
(g) Financial assets		
(i) Investments	38.88	97.26
(ii) Loans and Receivables of Financial Services Business	2,627.24	2,317.57
(iii) Loans	0.04	0.05
(iv) Other financial assets	40.64	31.58
(h) Deferred tax assets (net)	11.29	15.23
(i) Income tax assets (net)	30.75	33.92
(j) Other non-current assets	92.42	44.66
Sub-total - Non-current assets	3,666.44	3,297.34
II. Current assets		
(a) Inventories	645.14	544.98
(b) Financial assets		
(i) Investments	224.46	560.92
(ii) Trade receivables	555.84	527.73
(iii) Cash and cash equivalents	436.18	270.30
(iv) Bank balance other than (iii) above	22.44	20.17
(v) Loans and Receivables of Financial Services Business	1,318.07	1,368.08
(vi) Loans	0.08	0.13
(vii) Other financial assets	54.70	46.53
(c) Assets held for sale	23.68	35.92
(d) Current tax assets (net)	16.13	4.91
(e) Other current assets	57.43	47.81
Sub-total - Current assets	3,350.15	3,427.48
TOTAL - ASSETS	7,016.59	6,724.82
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	28.98	28.95
(b) Other equity	2,443.80	2,274.64
(c) Non-controlling interests	0.03	0.02
Sub-total - Equity	2,472.81	2,303.61
LIABILITIES		
I. Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	1,851.30	1,801.90
(ii) Lease Liabilities	10.86	5.50
(iii) Other financial liabilities	18.21	18.23
(b) Provisions	42.99	39.81
(c) Deferred tax liabilities (net)	8.23	7.50
(d) Other non-current liabilities	21.73	22.62
Sub-total - Non-current liabilities	1,953.32	1,895.56
II. Current liabilities		
(a) Financial liabilities		
(i) Borrowings	1,454.99	1,428.45
(ii) Lease liabilities	11.29	8.40
(iii) Trade and other payables		
a) total outstanding dues of micro enterprises and small enterprises	111.63	132.28
b) total outstanding dues of creditors other than micro enterprises and small enterprises	575.14	546.05
(iv) Other financial liabilities	223.37	195.05
(b) Other current liabilities	97.31	106.26
(c) Provisions	114.12	108.12
(d) Current tax liabilities (net)	2.61	1.04
Sub-total - Current liabilities	2,590.46	2,525.65
TOTAL - EQUITY AND LIABILITIES	7,016.59	6,724.82

Continued to Page no. 4...



3 Statement of Cash Flow

(₹ in Crores)

Particulars	Consolidated		
	30-09-2023	30-09-2022	31-03-2023
	Unaudited	Unaudited	Audited
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before Tax	275.33	223.58	448.93
Adjustments:			
Add:			
Depreciation and amortisation expense	56.69	52.91	104.66
Finance costs (excluding financial services business)	5.91	88.72	13.73
Share based compensation to employees	1.88	1.23	3.36
Impairment loss allowance, write off on trade receivable / other receivable (net)	24.75	2.11	32.39
Bad debts and irrecoverable balances written off	5.24	0.27	1.14
Write down / (reversal) in write down of inventories	6.65	2.76	3.84
	101.12	148.00	159.12
Less:			
Net Gain/(loss) on lease modifications	0.20	-	-
Gain / (Loss) on sale of investments measured at fair value through profit or loss (net)	18.74	11.81	25.76
Gain/ (loss) on fair valuation of investments measured at fair value through profit or loss (net)	1.59	2.11	3.42
Provisions no longer required written back	2.12	3.25	5.78
Interest income	15.43	6.33	21.12
Unwinding of security deposit & subsidy receivable under Package Scheme of Incentives (PSI), 2001	0.80	(0.14)	0.12
Gain/ (loss) on disposal of property, plant and equipment (net)	0.68	0.06	0.48
Profit/(Loss) on reinstatement on receivables/payables	1.20	2.38	(0.77)
Sundry credit balances written back	-	1.26	1.34
Share of Profit of joint venture	0.31	0.46	1.27
Gain/ (loss) on fair valuation of derivative instruments	1.37	-	2.07
Revenue from deferred Export Promotion Capital Goods (EPCG) Scheme	-	0.15	0.15
Dividend income	0.00	0.00	0.00
	42.44	27.67	60.74
Operating profit before working capital changes	334.01	343.91	547.31
Working Capital Adjustments			
(Increase) / Decrease in loans and receivables of financial services business	(276.86)	(419.72)	(1,392.82)
(Increase) / Decrease in government grant receivables	0.93	1.38	2.50
Increase / (Decrease) in provisions	8.12	6.90	18.76
(Increase) / Decrease in trade and other receivables	(66.93)	(56.66)	(37.45)
Increase / (Decrease) in trade and other payables	36.59	(6.37)	223.78
(Increase) / Decrease in inventories	(106.78)	(88.70)	(160.76)
	(404.93)	(563.17)	(1,345.99)
Net Cash used in operations	(70.92)	(219.26)	(798.68)
Income tax paid (net of refunds)	(73.21)	(54.69)	(121.62)
NET CASH (USED IN) OPERATING ACTIVITIES	(144.13)	(273.95)	(920.30)
CASH FLOW FROM INVESTING ACTIVITIES			
Add:			
Purchase of property, plant and equipment and intangible assets	(160.68)	(33.25)	(161.47)
(Purchase)/ sale of mutual funds, equity shares, debentures and bonds (net)	415.17	80.65	105.32
Interest received on financial instruments and fixed deposits	15.43	5.94	19.04
Investment in fixed deposits	(3.71)	-	(0.52)
Proceeds from sale of property, plant and equipment and intangible assets including advances	13.22	0.12	0.97
Dividend received	0.50	0.00	1.59
Payment towards acquisition of balance interest in a subsidiary	-	(109.36)	(109.36)
NET CASH GENERATED FROM / (USED IN) INVESTING ACTIVITIES	279.93	(55.90)	(144.43)
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from bill discounting & borrowings	3,306.28	2,708.86	3,230.22
(Repayment) of bill discounting & borrowings	(3,230.37)	(2,177.85)	(1,955.23)
Final and interim dividend paid	(36.21)	(36.16)	(72.34)
Finance Costs	(4.83)	(75.03)	(13.35)
Payment for lease liabilities	(6.09)	(4.09)	(8.55)
Share issuance expenses of a subsidiary	(0.03)	-	(0.01)
Proceeds from issuance of share based payment options in a subsidiary	0.00	-	0.00
Proceeds from issuance of share capital including securities premium	1.28	0.18	1.36
Receipt of share application money pending allotment of shares	0.04	0.34	0.07
NET CASH GENERATED FROM FINANCING ACTIVITIES	30.07	416.25	1,182.17
Net increase / (decrease) in Cash and cash equivalents	165.87	86.40	117.44
Opening Cash and cash equivalents	270.30	152.95	152.95
Effect of foreign exchange on Cash and cash equivalents	0.01	0.01	(0.09)
Closing Cash and cash equivalents	436.18	239.36	270.30

i) The above Cash Flow Statement has been prepared under the indirect method set out in Indian Accounting Standard (IND AS) 7, 'Statement of Cash Flows' as specified in the Companies (Indian Accounting Standards) Rules, 2015

ii) Income Tax paid is treated as arising from operating activities and are not bifurcated between investing and financing activities.

iii) All figures in bracket indicate cash outflow.

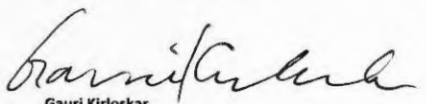


- 4 As per Ind AS 108 "Operating Segments", the Group has reported 'Segment information' as described below:-
- A) Business to Business (B2B) - This segment comprises of production, sales and services of Engines, Gensets, Electric Motors, Organic Waste Composter and spares parts of these products and oils.
- B) Business to Customers (B2C) - This segment comprises of production, assembly, sales and services of Diesel or Electric operated Pumps & pumpsets, accessories and allied products and Farm Machines like power tillers, power weeder, rotary tiller, implements, handheld tools, etc.
- C) Financial Services - This segment includes operations of rendering financial services through wholly owned Non-Banking Financial Company (NBFC) subsidiary Arka Financial Holdings Private Limited, NBFC step down subsidiary Arka Fincap Limited and a step down subsidiary Arka Investment Advisory Services Private Limited respectively.
- D) Unallocable - Unallocable comprises of assets, liabilities, revenue and expenses which are not directly related with any of the operating segments.
- 5 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.
- 6 The Group consistently recognizes provision for any significantly delayed receivables, for accounting of expected credit losses. Provision for doubtful debts and advances for the quarter includes a provision of Rs. 10.46 Crores (FY 22-23 Rs. 28.09 Crores and for quarter ended 30 June 2023 Rs. 7.90 Crores) in respect of receivables against sales of Gensets to a customer made in previous years by the Parent Company. Accordingly, the entire receivables in respect of the aforesaid sales stand fully provided for and the trade receivables are presented net of provision in the Statement of Assets and Liabilities forming part of the notes to the financial results. While the Parent Company is in active discussions with the customer for the payment, the aforesaid provision has been recognised as per the consistent policy of the Parent Company for accounting of expected credit losses.
- 7 The Nomination and Remuneration Committee of the Board of Directors of the Parent Company in its meeting held on 10th August 2023 has approved the grant of 135,000 employee stock options to the eligible employees of the Parent Company in terms of 'Kirkoskar Oil Engines Limited - Employee Stock Option Plan 2019 ("KOEL ESOP 2019") and the special resolutions passed by the Members of the Parent Company at the Annual General Meeting held on 9th August 2019 and 12th August 2021.
- 8 During the quarter ended 30th September 2023, the Parent Company has allotted 45,141 fully paid-up equity shares of Rs. 2/- each to the option grantees upon exercise of Employee Stock Options pursuant to 'Kirkoskar 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 14,48,37,294 fully paid-up equity shares of Rs. 2/- each to 14,48,82,435 fully paid-up equity shares of Rs. 2/- each.
- 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 The Consolidated Financials Results includes the results of following subsidiaries :-
- La-Gajjar Machineries Private Limited ("LGM")
 - Arka Financial Holdings Private Limited ("AFHPL")
 - Kirkoskar Americas Corporation (formerly known as KOEL Americas Corp.)
 - Optiqua Pipes and Electricals Private Limited (wholly owned subsidiary of LGM)
 - Arka Fincap Limited (subsidiary of AFHPL)
 - Arka Investment Advisory Services Private Limited ("AIASPL") (wholly owned subsidiary of AFHPL)
- 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.
- 11 The figures for the previous periods have been regrouped wherever required to make them comparable with those of the current period.
- 12 The above consolidated financial results for the quarter and half year ended 30th September 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 2nd November 2023 and are subjected to a "Limited Review" by the Statutory Auditors of the Parent Company.

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

Place : Pune
Date : 2nd November 2023

For Kirkoskar Oil Engines Limited



Gauri Kirkoskar
Managing Director
DIN : 03366274



Independent Auditor's Review Report on Unaudited Consolidated Financial Results of Kirloskar Oil Engines Limited for Quarter and Half year ended September 30, 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 half year ended September 30, 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:

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 (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 ("AIASPL") (Wholly owned Subsidiary of AFHPL)

Joint venture entity of Optiqua Pipes and Electricals Private Limited:

ESVA Pumps India Private Limited

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

6. Other Matters:

- (i) We did not review the unaudited consolidated financial results of a subsidiary and unaudited standalone financial result of a step-down subsidiary included in the Statement, whose financial results, before consolidation adjustments, reflect total assets of Rs. 4,838.72 Crores as at September 30, 2023, total income of Rs. 268.16 Crores and Rs 565.74 Crores, total net profit of Rs. 21.84 Crores and Rs 46.67 crores and total comprehensive income of Rs. 21.78 Crores and Rs 46.54 Crores for the quarter and half year ended September 30, 2023 respectively and cash inflow of Rs 125.66 Crores for the half year ended September 30, 2023 as considered in the unaudited consolidated financial results. These financial results have been

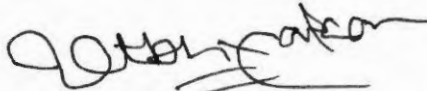
G.D. Apte & Co.
Chartered Accountants

reviewed by other auditors whose reports have been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

- (ii) The unaudited consolidated financial results include the unaudited standalone financial results of a subsidiary, which have not been subjected to review and have been furnished to us by the management. These financial results, before consolidation adjustments, reflect total assets of Rs. 16.72 Crores as at September 30, 2023, total income of Rs. 5.64 Crores and Rs. 9.56 Crores, total net profit of Rs. 0.37 Crores and Rs. 0.33 Crores and total comprehensive income of Rs. 0.37 Crores and Rs. 0.34 Crores for the quarter and half year ended September 30, 2023 respectively and cash inflow of Rs. 0.76 Crores for the half year ended September 30, 2023 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: 100 515W
UDIN: 23113053BGWTEF3363



Umesh S. Abhyankar
Partner
Membership Number: 113 053
Pune, November 02, 2023

