



Enriching Lives

KIRLOSKAR BROTHERS LIMITED

A Kirloskar Group Company

SEC/ F: 17

June 01, 2017

BSE Scrip Code – 500241)

BSE Limited

Corporate Relationship Department,
2nd Floor, New Trading Ring,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai-400001

Dear Sirs,

Sub: Audited Standalone Financial Results for the quarter and year ended 31 March, 2017 and Audited Consolidated Financial Results for the quarter and year ended 31 March, 2017 in the revised format as per Schedule III of the Companies Act, 2013, prescribed vide SEBI Circular dated 5 July 2016.

Ref: E-mail dated May 31, 2017, received from BSE Limited.

We refer to your e-mail dated May 31, 2017 and SEBI Circular CIR/CFD/FAC/62/2016 dated July 05, 2016 regarding submission of Audited Standalone Financial Results for the quarter and year ended 31 March, 2017 and Audited Consolidated Financial Results for the quarter and year ended 31 March, 2017 in the format as prescribed in Schedule III of the Companies Act, 2013.

We hereby submit revised Audited Standalone Financial Results for the quarter and year ended 31 March, 2017 and Audited Consolidated Financial Results for the quarter and year ended 31 March, 2017.

We would like to submit that there is no change in the financial figures in the attached Audited Standalone Financial Results for the quarter and year ended 31 March, 2017 and Audited Consolidated Financial Results for the quarter and year ended 31 March, 2017 as compared to the results submitted by us on May 17, 2017.

Thanking you,

Yours faithfully,

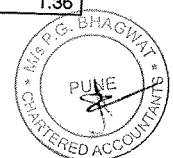
For **KIRLOSKAR BROTHERS LIMITED**

Chittaranjan Mate
Chief Financial Officer

Encl: As above

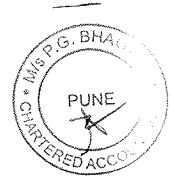
Statement of Audited Standalone Financial Results for the Quarter and Year ended March 31 2017

Sr.No.	Particulars	(Rupees in lakhs)				
		Quarter Ended			Year Ended	
		31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
	Audited	Audited	Audited	Audited	Audited	
1	Revenue from Operations	60,079.42	45,474.86	52,943.07	182,303.88	172,122.31
2	Other Income	554.01	233.89	649.14	1,823.81	2,078.64
3	Total Income (1+2)	60,633.43	45,708.75	53,592.21	184,127.69	174,200.95
4	Expenses					
	(a) Cost of Materials consumed	23,506.74	12,529.80	24,003.90	71,178.03	75,127.28
	(b) Purchase of stock-in-trade	9,346.65	9,565.45	5,025.65	32,488.83	25,909.84
	(c) Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	(31.56)	(412.02)	1,136.26	(3,748.85)	(2,059.85)
	(d) Employee benefits expense	6,172.49	5,418.48	5,529.51	21,655.63	19,155.23
	(e) Finance costs	696.05	853.31	1,063.89	3,150.90	3,818.91
	(f) Depreciation and amortisation expense	894.85	940.01	997.54	3,966.88	4,080.67
	(g) Other expenses	16,986.57	16,475.39	14,497.00	50,107.37	47,424.48
	Total Expenses	57,571.79	45,370.42	52,253.75	178,798.79	173,456.56
5	Profit/(loss) before exceptional items and tax (3-4)	3,061.64	338.33	1,338.46	5,328.90	744.39
6	Exceptional Items	-	-	-	-	-
7	Profit / (loss) before tax (5 + 6)	3,061.64	338.33	1,338.46	5,328.90	744.39
8	Tax expense					
	(a) Current tax	165.56	203.21	197.72	1,112.50	418.27
	(b) Deferred tax	235.17	(74.85)	(422.99)	(49.95)	(753.21)
	(c) Short provision of earlier years	966.64	-	1.58	966.64	1.58
	Total Tax expense	1,367.37	128.36	(223.69)	2,029.19	(333.36)
9	Profit (Loss) for the period from continuing operations (7 - 8)	1,694.27	209.97	1,562.15	3,299.71	1,077.75
10	Profit/(loss) from discontinued operations	-	-	-	-	-
	Tax expenses of discontinued operations	-	-	-	-	-
	Profit/(loss) from discontinued operations (after tax)	-	-	-	-	-
11	Net Profit / (Loss) for the period (9 + 10)	1,694.27	209.97	1,562.15	3,299.71	1,077.75
12	Other Comprehensive Income					
	Items that will not be reclassified to profit or loss	(241.69)	22.22	347.62	(175.05)	225.04
	Income tax relating to items that will not be reclassified to profit or loss	83.64	(7.69)	(118.41)	60.58	(77.88)
	Items that will be reclassified to profit or loss	-	-	-	-	-
	Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	Total Other Comprehensive Income	(158.05)	14.53	229.21	(114.47)	147.16
13	Total Comprehensive Income [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)] (11+12)	1,536.22	224.50	1,791.36	3,185.24	1,224.91
14	Paid-up equity share capital (Face value of Rs. 2 each)	1,588.18	1,588.18	1,588.18	1,588.18	1,588.18
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year				82,213.16	79,027.92
16	(i) Earnings Per Share (before extraordinary items)					
	(a) Basic	2.13	0.26	1.97	4.16	1.36
	(b) Diluted	2.13	0.26	1.97	4.16	1.36
	(ii) Earnings Per Share (after extraordinary items)					
	(a) Basic	2.13	0.26	1.97	4.16	1.36
	(b) Diluted	2.13	0.26	1.97	4.16	1.36



Notes :

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 17 May 2017.
- 2 The financial figures of last quarter i.e. quarter ended March 31, 2017, are the balancing figures between audited figures in respect of the full financial year ended on March 31, 2017 and the published year to date figures upto the third quarter i.e. December 31, 2016 of the current financial year.
- 3 These are Company's first financial statements prepared in accordance with Indian Accounting Standards (Ind AS) as notified under Companies' (Indian Accounting Standards) Rules, 2015.
- 4 During the year, Kirloskar Systech Limited (100% subsidiary of the Kirloskar Brothers Limited 'KBL') was merged with KBL. The merger is accounted as per guidance under Appendix C of Ind AS 103 (pooling of interest method) and the corresponding comparative periods are restated to give the effect of merger.
The total comprehensive income of KBL for the year ended 31 March 2017 is higher by Rs. 372.51 lakhs respectively on account of this merger.
- 5 The Board has recommended a final dividend of Rs. 1/- per equity share (50%) subject to the approval of the shareholders.



6 Audited Standalone statement of Assets and Liabilities

(Rupees in lakhs)

Sr.No	Particulars	As at 31 March 2017	As at 31 March 2016
		Audited	Audited
	ASSETS		
(1)	Non-current assets		
	(a) Property, Plant and Equipment	28,516.01	29,113.16
	(b) Capital work-in-progress	326.25	613.48
	(c) Investment Property	50.20	50.20
	(d) Other Intangible assets	608.13	445.34
	(e) Financial Assets		
	(i) Investments	23,879.59	23,879.54
	(ii) Trade receivables	1,159.82	234.51
	(iii) Loans	1,934.40	3,042.74
	(iv) Others - Claims receivable	176.88	111.20
	(f) Deferred tax assets (net)	1,916.97	1,867.02
	(g) Other non-current assets	26,450.57	29,482.17
	Total non-current assets	85,018.82	88,839.36
(2)	Current assets		
	(a) Inventories	25,951.12	20,622.18
	(b) Financial Assets		
	(i) Trade receivables	33,997.28	35,660.85
	(ii) Cash and cash equivalents	2,546.66	2,016.09
	(iii) Loans	9,339.27	9,289.04
	(iv) Others- Interest accrued	284.55	101.61
	(c) Other current assets	38,150.49	38,990.89
	Total current assets	110,269.37	106,680.66
	TOTAL ASSETS	195,288.19	195,520.02
	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity share capital	1,588.18	1,588.18
	(b) Other equity	82,213.16	79,027.92
	Total equity	83,801.34	80,616.10
(1)	LIABILITIES		
	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	85.87	172.60
	(ii) Trade payables	3,131.09	4,087.32
	(iii) Other financial liabilities	306.25	20.02
	(b) Provisions	1,638.62	1,615.21
	(c) Other non-current liabilities	7,568.51	11,411.77
	Total non-current liabilities	12,730.34	17,306.92
(2)	Current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	18,776.32	25,171.67
	(ii) Trade payables	41,388.71	39,083.62
	(iii) Other financial liabilities	8,161.59	6,019.58
	(b) Other current liabilities	26,716.12	24,102.75
	(c) Provisions	3,713.77	3,219.38
	Total current liabilities	98,756.51	97,597.00
	Total liabilities	111,486.85	114,903.92
	TOTAL EQUITY AND LIABILITIES	195,288.19	195,520.02



Regd. Office : Udyog Bhavan, Tilak Road, Pune : 411 002.

7. STANDALONE SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Under Ind AS, operating segments is a component of an entity that engages in business activities from which it may earn revenues and incur expenses; whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance and for which discrete financial information is available.

Sr. No.	Particulars	(Rupees in lakhs)				
		Quarter Ended			Year Ended	
		31.03.2017 Audited	31.12.2016 Audited	31.03.2016 Audited	31.03.2017 Audited	31.03.2016 Audited
1	Segment revenue					
	a. Project Sectors	17,358.16	13,312.68	14,152.33	45,816.92	41,059.29
	b. Product Sectors	42,060.82	31,710.44	38,028.08	134,794.41	129,266.46
	Total	59,418.98	45,023.12	52,180.41	180,611.33	170,325.75
	Less :					
	Inter segment revenue	-	-	-	-	-
	Net sales / income from operations	59,418.98	45,023.12	52,180.41	180,611.33	170,325.75
2	Segment Results Profit before tax and finance costs from each segment					
	a. Project Sectors	1,296.59	777.66	266.92	1,487.54	(2,746.75)
	b. Product Sectors	5,404.77	2,992.65	5,779.12	16,979.01	17,251.31
	Total	6,701.36	3,770.31	6,046.04	18,466.55	14,504.56
	Less :					
	i. Finance Costs	696.05	853.31	1,063.89	3,150.90	3,818.91
	ii. Other un-allocable expenditure net of un-allocable income	2,943.67	2,578.67	3,643.69	9,986.75	9,941.26
	Total Profit/(Loss) Before Tax	3,061.64	338.33	1,338.46	5,328.90	744.39
3	Segment Assets					
	a. Project Sectors	86,939.50	86,250.04	89,972.50	86,939.50	89,972.50
	b. Product Sectors	57,055.80	60,214.55	52,916.00	57,055.80	52,916.00
	c. Unallocated Corporate Assets	51,292.89	50,852.68	52,631.52	51,292.89	52,631.52
	Total	195,288.19	197,317.27	195,520.02	195,288.19	195,520.02
4	Segment Liabilities					
	a. Project Sectors	53,866.70	58,445.63	58,244.23	53,866.70	58,244.23
	b. Product Sectors	32,640.90	30,671.34	26,163.57	32,640.90	26,163.57
	c. Unallocated Corporate Liabilities	24,979.25	25,935.32	30,496.12	24,979.25	30,496.12
	Total	111,486.85	115,052.29	114,903.92	111,486.85	114,903.92

8 Figures have been regrouped wherever necessary.

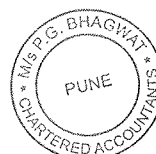
For Kirloskar Brothers Limited

Sanjay Kirloskar
SANJAY KIRLOSKAR
 CHAIRMAN AND MANAGING DIRECTOR
 DIN : 00007885

Sanjay Kirloskar

Date : 17 May 2017
 Place : Pune

Sanjay Kirloskar



Kirloskar Brothers Limited

Regd. Office : Udyog Bhavan, Tilak Road, Pune : 411 002

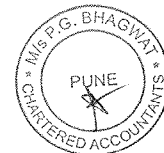
9 The Company has prepared financial results in accordance with Indian Accounting Standards (Ind AS) as notified under Companies' (Indian Accounting Standards) Rules, 2015. In preparing its corresponding quarter ended 31 March 2016 and year ended 31 March 2016, the Company has adjusted amounts reported previously in results prepared in accordance with Indian Generally Accepted Accounting Principles (Indian GAAP). An explanation of how the transition from Indian GAAP to Ind AS has affected the Company's financial performance is set out in Annexure A.

Reconciliation of Standalone statement of Profit and Loss and Other Comprehensive Income

Sr.No.	Particulars	Annexure A	(Rupees in lakhs)	
			Quarter Ended 31 March 2016	Year Ended 31 March 2016
(A)	Net profit as per previous GAAP		2,109.30	1,180.70
(B)	Ind AS adjustment			
1	Project Revenue - Multiple element arrangements	c	34.23	29.96
2	Fair valuation of sales tax deferral liability	d	(6.98)	(28.05)
3	Fair valuation of corporate guarantees given to subsidiaries	e	14.29	58.31
4	Actuarial gains/ loss on employee defined benefit funds	g	(229.21)	(147.16)
5	Deferred tax impact on Ind AS adjustments	k	(18.80)	(43.57)
6	Others	f,h,i,j	16.12	8.15
7	Merger of Kirloskar Systech Limited - restatement	l	(356.80)	19.41
	Total Ind AS adjustments		(547.15)	(102.95)
(C)	Net profit for the period as per Ind AS (A+ B)		1,562.15	1,077.75
(D)	Other Comprehensive Income	g	229.21	147.16
(E)	Total comprehensive income as per Ind AS		1,791.36	1,224.91

Reconciliation of Standalone Equity between Indian GAAP and Ind AS

Sr.No.	Particulars	Annexure A	Year Ended 31 March 2016
(A)	Equity as per previous GAAP		78,896.24
(B)	Ind AS adjustment		
1	Project Revenue - Multiple element arrangements	c	(59.04)
2	Fair valuation of sales tax deferral liability	d	56.13
3	Fair valuation of corporate guarantees given to subsidiaries	e	(62.09)
4	Deferred tax impact on Ind AS adjustments	k	9.31
5	Others	f,h,i,j	(30.00)
6	Merger of Kirloskar Systech Limited - restatement	l	217.37
	Total Ind AS adjustments		131.68
(C)	Equity as per Ind AS		79,027.92

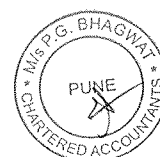


ANNEXURE A

EXPLANATION (RECONCILIATION) OF TRANSITION TO INDIAN ACCOUNTING STANDARDS (IND AS)

Notes:

- a Under Indian GAAP, excise duty is reduced from gross revenues to report revenues net of excise duty.
Under Ind AS, revenue includes gross inflows of economic benefits received by a company for its own account. Excise duty collected, which is a duty on manufacture and a primary obligation of the manufacturer is considered as revenue with the corresponding payments to Government as expenditure. This adjustment does not have any impact on statement of profit and loss.
- b Under Indian GAAP, cash discounts and certain customer incentives such as award credits are reported separately as an expenditure in statement of profit and loss.
Under Ind AS, revenue is measured at the fair value of consideration received or receivable taking into account the amount of any trade discounts and volume rebates allowed by the entity. Customer incentives such as award credits and other loyalty programs are considered as separately identifiable component of the sale transaction in which they are granted (initial sale). The fair value of the consideration received or receivable of initial sale shall be allocated between the award credits and the other components of the sale. Allocation of initial sale value to be made with reference to the fair values of the components of sale. Such allocated fair value of award credit is deferred to be recognised subsequently as revenue when the award credits/ points are utilised or lapsed.
- c Under Indian GAAP, there is no specific guidance on multiple elements transactions.
Under Ind AS, it is necessary to apply the revenue recognition criteria for each separately identifiable component of a single transaction in order to reflect the substance of the transaction. Revenue is recognised separately for each component as and when the recognition criteria for the component is fulfilled. Further Under Ind AS, contract revenue is measured at the fair value of the consideration received or receivable. The amount of revenue and estimates should be revised as and when events occur and uncertainties are resolved. Thus, contract revenue is affected by a variety of uncertainties that depend on the outcome of future events. Accordingly, the amount of estimated contract revenue is decreased as a result of penalties arising from delays.
- d Under Indian GAAP, a sales tax deferral liability, which is acquired from the third party for a consideration, is recorded as borrowings at transaction price. Amount paid for acquiring such sales tax deferral entitlement is recognised in statement of profit and loss in the year of acquisition.
Under Ind AS, acquired sales tax deferral liability is recorded as a financial liability. Such liability is measured at amortised cost using effective interest rate method. Amount paid for acquiring the sales tax deferral entitlement is treated as intangible asset and is amortised over the period of the benefit received.
- e Under Indian GAAP, financial guarantee given by the parent on behalf of its subsidiaries is recognised as 'Contingent liability'.
Under Ind AS, corporate / financial guarantee is treated as financial liability and recognised at fair value on initial and subsequent recognition. The fair value of the guarantee recoverable from the subsidiary is treated as receivable from subsidiary. The fair value of the guarantee not recoverable from the subsidiary is written off as expenditure. Finance income is recognised over the term of the guarantee using effective interest method.
- f Under Indian GAAP, a company uses intrinsic value approach to measure the cost of share based payments. Under this approach, if the exercise price for employee stock option is not less than the market price of the underlying shares on the date of the grant, no compensation cost is recorded.
Under Ind AS, costs of share based payments are recorded based on the fair value of employee stock option. Under this approach, the instrument would have a value even if the exercise price is equal to the market price of the underlying shares on the date of grant.
- g Under Indian GAAP, actuarial gains and losses and return on plan assets on post-employment defined benefit plans are recognised immediately in statement of profit and loss.
Under Ind AS, Remeasurements which comprise of actuarial gains and losses, return on plan assets and changes in the effect of asset ceiling, if any, with respect to post-employment defined benefit plans are recognised immediately in other comprehensive income (OCI). Further, Remeasurements recognised in OCI are never reclassified to statement of profit and loss.
- Under Indian GAAP, net finance cost / income on post-employment defined benefit plans (gratuity) is recognised in statement of profit and loss under 'employee benefit expense'. Under Ind AS, the company has opted to disclose net financial cost / income under 'finance cost / income'.
- h Under Indian GAAP, at the initial recognition of an asset, provision for decommissioning, restoration and similar liabilities is not recorded.
Under Ind AS, the cost of dismantling or removing the item or restoration of the site is included as part of initial cost of the property, plant and equipment. Accordingly, a liability equivalent to the present value of such costs is recognised, with equivalent amount capitalised as an additional cost of the component. Depreciation on asset and imputed interest on the provision is subsequently recognised in statement of profit and loss.
- i Under Indian GAAP, provision for warranty is recorded at transaction price.
Under Ind AS, warranty provision is discounted to its present value where the effect of time value of money is material. The imputed interest on the provision is subsequently recognised in statement of profit and loss.



Kirloskar Brothers Limited

Regd. Office : Udyog Bhavan, Tilak Road, Pune : 411 002

- j Under Indian GAAP, there is no specific guidance for contracts that involve leases of land.
Under Ind AS, leases of land is recognised as operating or finance lease as per definition and classification criteria. Where the land lease is for several decades, generally it qualifies as a finance lease even though the right of ownership of the land may not transfer at the end of the lease term . Land leases for relatively shorter periods are treated as operating leases. In such cases lease rentals paid in advance are recorded as prepaid lease rentals as part of other current / non-current assets.
- k Under Indian GAAP, the deferred tax is recognised using the income statement / balance sheet approach i.e. reflecting the tax effects of timing differences between accounting income and taxable income for the period.
Under Ind AS, the Company has recognised deferred taxes using the balance sheet approach i.e. reflecting the tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Also, deferred taxes is recognised on account of the above mentioned changes explained in notes (a) to (j)
- l Under Indian GAAP, for common control business combinations, restatement of prior period financial statements is not required.
Under Ind AS, for common control business combinations, the financial information in the financial statements in respect of prior periods should be restated as if the business combination had occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination.

For Kirloskar Brothers Limited

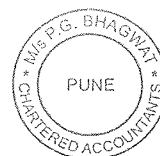
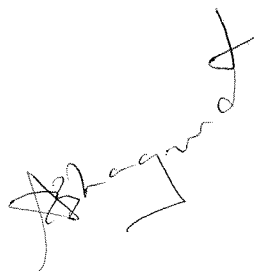


SANJAY KIRLOSKAR
CHAIRMAN AND MANAGING DIRECTOR
DIN : 00007885



Date : 17 May 2017

Place : Pune

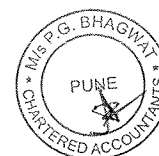


Audited Financial Results for the Quarter ended 31 March 2017

<i>(Rupees in lakhs)</i>				
Sr.No	Particulars	Quarter Ended	Year Ended	Quarter Ended
		31.03.2017	31.03.2017	31.03.2016
		Audited	Audited	Audited
1	Total income from Operations	60,079.42	182,303.88	52,943.07
2	Net Profit / (Loss) for the period (before Tax, Exceptional and Extraordinary items)	3,061.64	5,328.90	1,338.46
3	Net Profit / (Loss) for the period before Tax (after Exceptional and Extraordinary items)	3,061.64	5,328.90	1,338.46
4	Net Profit / (Loss) for the period after Tax (after Exceptional and Extraordinary items)	1,694.27	3,299.71	1,562.15
5	Total Comprehensive income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	1,536.22	3,185.24	1,791.36
6	Equity Share Capital	1,588.18	1,588.18	1,588.18
7	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	82,213.16	82,213.16	79,027.92
8	I			
	(a) Basic	2.13	4.16	1.97
	(b) Diluted	2.13	4.16	1.97

Notes:

- The above is an extract of the detailed format of Quarterly financial results filed with the stock Exchanges under Regulation 33 of the SEBI (Listing obligations and Disclosures Requirements) Regulations, 2015 and SEBI circular no. CIR/CFD/FAC/62/2016 dated 5th July 2016. The full format of the Quarterly financial Results and Explanatory Notes are available on the Stock Exchange websites at www.nseindia.com and www.bseindia.com and on the company's website at www.kirloskarpumps.com.
- The Company has published financial results prepared in accordance with Indian Accounting Standards (Ind AS) as notified under Companies' (Indian Accounting Standards) Rules, 2015. In preparing its corresponding quarter ended 31 March 2016 the Company has adjusted amounts reported previously in results prepared in accordance with Indian Generally Accepted Accounting Principles (Indian GAAP). Detailed explanation of how the transition from Indian GAAP to Ind AS has affected the Company's financial performance is set as notes to reconciliation to the quarterly financial results on the Stock Exchange websites at www.nseindia.com and www.bseindia.com and on the company's website at www.kirloskarpumps.com.



3 Impact on Standalone net profit / loss and other comprehensive income

(Rupees in lakhs)

Sr.No	Particulars	Quarter Ended 31 March 2016
(A)	Net profit as per previous GAAP	2,109.30
(B)	Ind AS adjustment	
1	Project Revenue - Multiple element arrangements	34.23
2	Fair valuation of sales tax deferral liability	(6.98)
4	Fair valuation of corporate guarantees given to subsidiaries	14.29
5	Actuarial gains/ loss on employee defined benefit funds	(229.21)
6	Deferred tax impact on Ind AS adjustments	(18.80)
7	Others	16.12
8	Merger of Kirloskar Systech Limited - restatement	(356.80)
	Total Ind AS adjustments	(547.15)
(C)	Net profit for the period as per Ind AS (A+ B)	1,562.15
(D)	Other Comprehensive Income	229.21
(E)	Total comprehensive income as per Ind AS	1,791.36

Date : 17 May 2017

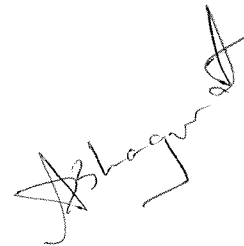
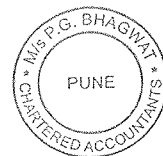
Place : Pune

For Kirloskar Brothers Limited



SANJAY KIRLOSKAR
CHAIRMAN AND MANAGING DIRECTOR

Q DIN : 00007885

Auditors' Report
On the Standalone Year to Date Results of Kirloskar Brothers Limited
Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)
Regulations, 2015

To
The Board of Directors
Kirloskar Brothers Limited
Udyog Bhavan, Tilak Road,
Pune – 411002, Maharashtra
India

We have audited the year to date financial results of **Kirloskar Brothers Limited** for the period 1st April 2016 to 31st March 2017, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These year to date financial results have been prepared on the basis of the financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

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 opinion.

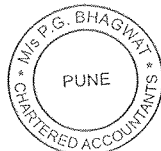
In our opinion and to the best of our information and according to the explanations given to us the year to date financial results:

- (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (ii) give a true and fair view of the net profit and other financial information of the year to date results for the period from 1st April 2016 to 31st March 2017.

For M/s **P.G.BHAGWAT**
Chartered Accountants
Firm's Registration No. 101118W


Abhijeet Bhagwat

Partner
Membership No. 136835
Pune
17th May 2017



Statement of Audited Consolidated Financial Results for the Year ended March 31 2017

(Rupees in lakhs)

Sr.No.	Particulars	Year Ended	
		31.03.2017	31.03.2016
		Audited	Audited
1	Revenue from Operations	265,681.71	264,191.74
2	Other Income	3,062.49	2,733.75
3	Total income (1+2)	268,744.20	266,925.49
4	Expenses		
	(a) Cost of Materials consumed	117,510.69	125,201.62
	(b) Purchase of Stock-in-trade	15,371.67	12,888.33
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(3,550.92)	(4,234.01)
	(d) Employee benefits expense	46,860.30	43,045.81
	(e) Finance Costs	4,452.95	5,076.02
	(f) Depreciation and amortisation expense	6,494.29	6,617.15
	(g) Other expenses	79,963.95	79,838.97
	Total Expenses	267,102.93	268,433.89
5	Profit / (Loss) from operations before exceptional items and tax (3-4)	1,641.27	(1,508.40)
6	Exceptional Items	-	-
7	Profit / (Loss) before tax (5 + 6)	1,641.27	(1,508.40)
8	Tax expense		
	(1) Current tax	1,526.52	929.40
	(2) Deferred tax	(676.00)	(1,307.95)
	(3) Short provision of earlier years	966.64	1.58
	Total Tax expense	1,817.16	(376.97)
9	Profit (Loss) for the period from continuing operations (7-8)	(175.89)	(1,131.43)
10	Share of Profit/(loss) of joint venture company	532.93	(1,191.87)
11	Profit/(loss) for the year (9+10)	357.04	(2,323.30)
12	Profit/(loss) from discontinued operations	-	-
	Tax expenses of discontinued operations	-	-
	Profit/(loss) from discontinued operations (after	-	-
13	Profit/(loss) for the period (11+12)	357.04	(2,323.30)
	Attributable to		
	Non-controlling interest	(25.55)	88.50
	Equity holder's of parent	382.59	(2,411.80)



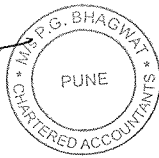
Statement of Audited Consolidated Financial Results for the Year ended March 31 2017

Sr.No.	Particulars	Year Ended	
		31.03.2017	31.03.2016
		Audited	Audited
14	Other Comprehensive Income Items that will not be reclassified to profit or loss		
	Remeasurement of employee benefits	(186.35)	220.10
	Income tax relating to items that will not be reclassified to profit or loss	70.78	(76.17)
	Share of other comprehensive income of associates and joint venture accounted for using equity method	(3.70)	(18.08)
	Items that will be reclassified to profit or loss		
	Foreign Currency Translation	(1,357.14)	(389.72)
	Foreign exchange loss for subsidiary company	(1,240.78)	-
	Total Other comprehensive income	(2,717.19)	(263.87)
15	Total Comprehensive Income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period) (13+ 14)	(2,360.15)	(2,587.17)
	Attributable to		
	Non-controlling interest	(25.36)	87.79
	Equity holder's of parent	(2,334.79)	(2,674.96)
16	Paid-up equity share capital (Face value of Rs. 2 each)	1,588.18	1,588.18
17	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	88,219.23	90,650.76
18	(i) Earnings Per Share (before extraordinary items)		
	(a) Basic	0.48	(3.04)
	(b) Diluted	0.48	(3.04)
	(ii) Earnings Per Share (after extraordinary items)		
	(a) Basic	0.48	(3.04)
	(b) Diluted	0.48	(3.04)

Notes :

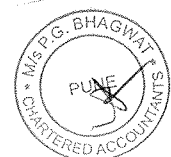
- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 17 May 2017.
- These are group's first financial statements prepared in accordance with Indian Accounting Standards (Ind AS) as notified under Companies' (Indian Accounting Standards) Rules, 2015. In preparing its corresponding year ended 31 March 2016, year ended 31 March 2016, the group has adjusted amounts reported previously in results prepared in accordance with Indian Generally Accepted Accounting Principles (Indian GAAP). An explanation of how the transition from Indian GAAP to Ind AS has affected the Group's financial performance and position is set out in Annexure A.
- During the year 2016-17, SPP Pumps (Asia) Limited was incorporated as a wholly owned subsidiary of Kirloskar Brothers Thailand Ltd, (KBTL) with a registered capital of 1 Mln Baht (10000 ordinary shares of Baht 100 each).
 - During the year 2016-17, Kirloskar Brothers International Zambia Limited was incorporated as a wholly owned subsidiary of Kirloskar Brothers International (PTY) Ltd. with registered capital of 10,000 ZMK (10,000 shares of ZMK 1 each called up and fully paid up).
- Previous year's figures have been regrouped wherever necessary.

Bhagwat



5 Consolidated Audited statement of Assets and Liabilities

Sr.No	Particulars	(Rupees in lakhs)	
		As at 31 March 2017 Audited	As at 31 March 2016 Audited
	ASSETS		
(1)	Non-current assets		
	(a) Property, Plant and Equipment	44,302.60	46,482.49
	(b) Capital work-in-progress	393.81	636.08
	(c) Investment Property	255.12	256.18
	(d) Goodwill	1,768.67	1,764.53
	(e) Other Intangible assets	1,707.78	1,804.03
	(f) Financial Assets		
	(i) Investments	4,560.39	4,025.39
	(ii) Trade receivables	1,159.97	278.66
	(iii) Loans	2,188.56	3,251.96
	(iv) Others - Claims receivable	181.28	114.95
	(f) Deferred tax assets (net)	3,251.00	2,393.69
	(g) Other non-current assets	27,070.38	30,005.27
	Total non-current assets	86,839.56	91,013.23
(2)	Current assets		
	(a) Inventories	43,066.13	36,204.30
	(b) Financial Assets		
	(i) Trade receivables	53,157.71	56,810.91
	(ii) Cash and cash equivalents	6,741.08	6,026.25
	(iii) Bank balance other than (ii) above	565.12	66.91
	(iii) Loans	9,219.54	9,173.48
	(iv) Others- Interest accrued	299.05	119.15
	(v) Current Tax Assets (net)	893.86	1,113.54
	(c) Other current assets	46,141.75	45,377.96
	Total current assets	160,084.24	154,892.50
	TOTAL ASSETS	246,923.80	245,905.73
	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity share capital	1,588.18	1,588.18
	(b) Other equity	88,219.23	90,650.76
	Equity attributable to owner's of parent	89,807.41	92,238.94
	Non controlling interest	290.02	218.63
	Total equity	90,097.43	92,457.57
(1)	LIABILITIES		
	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	5,018.74	4,541.57
	(ii) Trade payables	3,122.81	4,091.07
	(b) Provisions	2,129.79	2,087.34
	(c) Deferred tax liabilities (net)	909.52	864.55
	(d) Other non-current liabilities	7,650.60	11,412.33
	Total non-current liabilities	18,831.46	22,996.86
(2)	Current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	30,502.79	30,355.04
	(ii) Trade payables	54,974.36	53,914.68
	(iii) Other financial liabilities	19,008.60	15,355.61
	(b) Other current liabilities	28,687.11	26,183.58
	(c) Provisions	4,822.05	4,642.39
	Total current liabilities	137,994.91	130,451.30
	Total liabilities	156,826.37	153,448.16
	TOTAL EQUITY AND LIABILITIES	246,923.80	245,905.73



KIRLOSKAR BROTHERS LIMITED

Regd.Office : Udyog Bhavan, Tilak Road, Pune : 411 002.

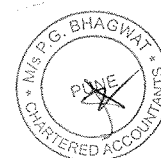
6 CONSOLIDATED SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Under Ind AS, operating segments is a component of an entity that engages in business activities from which it may earn revenues and incur expenses; whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance and for which discrete financial information is available.

(Rupees in lakhs)

Sr. No.	Particulars	Year Ended	
		31.03.2017	31.03.2016
		Audited	Audited
1	Segment revenue		
	a. Project Sectors	48,186.94	38,423.75
	b. Product Sectors	211,952.42	219,955.95
	Total	260,139.36	258,379.70
	Less :		
	Inter segment revenue	-	-
	Net sales / income from operations	260,139.36	258,379.70
2	Segment Results Profit before tax and finance costs from each segment		
	a. Project Sectors	1,487.54	(2,746.75)
	b. Product Sectors	14,732.56	17,488.54
	Total	16,220.10	14,741.79
	Less :		
	i. Finance Costs	4,452.95	5,076.02
	ii. Other un-allocable expenditure net of un-allocable income	10,125.88	11,174.17
	Total Profit/(Loss) Before Tax	1,641.27	(1,508.40)
3	Segment Assets		
	a. Project Sectors	84,912.64	88,446.76
	b. Product Sectors	128,717.45	123,481.79
	c. Unallocated Corporate Assets	33,293.71	33,977.18
	Total	246,923.80	245,905.73
4	Segment Liabilities		
	a. Project Sectors	53,866.70	58,014.56
	b. Product Sectors	77,051.14	64,315.03
	c. Unallocated Corporate Liabilities	25,908.53	31,118.57
	Total	156,826.37	153,448.16

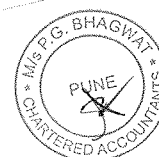
7 Figures have been regrouped wherever necessary.



8 . The Group has prepared financial results in accordance with Indian Accounting Standards (Ind AS) as notified under Companies' (Indian Accounting Standards) Rules, 2015. In preparing its corresponding year ended 31 March 2016, the Group has adjusted amounts reported previously in results prepared in accordance with Indian Generally Accepted Accounting Principles (Indian GAAP). An explanation of how the transition from Indian GAAP to Ind AS has affected the Group's financial performance is set out in Annexure A.

Reconciliation of the consolidated statement of profit and loss and other comprehensive income

Sr.No.	Particulars	Annexure A	Year Ended 31 March 2016
(A)	Net profit as per previous GAAP		(3,216.00)
(B)	Ind AS adjustment		
1	Project Revenue - Multiple element arrangements	c	29.96
2	Fair valuation of sales tax deferral liability	d	(28.05)
3	Actuarial gains/ loss on employee defined benefit funds	g	(220.10)
4	Tax impact on Ind AS adjustments	k	223.90
5	Reversal of goodwill amortisation	m	690.44
6	Others	f,h,i,j,n,o,p	167.22
7	Investment in joint venture - proportionate consolidation method to equity pick up	p	29.33
	Total Ind AS adjustments		892.70
(C)	Net profit for the period as per Ind AS (A+ B)		(2,323.30)
(D)	Other Comprehensive Income		
	Remeasurements gains/ losses (Net of tax)	g	125.85
	Foreign currency translation reserve	e	(389.72)
(E)	Total comprehensive income as per Ind AS		(2,587.17)



Reconciliation of the consolidated equity

Sr.No.	Particulars	Annexure A	Year Ended 31 March 2016
(A)	Equity as per previous GAAP		95,210.44
(B)	Ind AS adjustment		
1	Project Revenue - Multiple element arrangements	c	(59.04)
2	Fair valuation of sales tax deferral liability	d	56.13
3	Deferred tax impact on Ind AS adjustments	k	(637.49)
4	Others	f,h,i,j,n,o,p	(181.94)
5	Goodwill impairment	m	(3,833.54)
6	Changes in non-controlling interest	q	96.20
	Total Ind AS adjustments		(4,559.68)
(C)	Equity as per Ind AS		90,650.76

ANNEXURE A

EXPLANATION (RECONCILIATION) OF TRANSITION TO INDIAN ACCOUNTING STANDARDS (IND AS)

Notes:

- a Under Indian GAAP, excise duty is reduced from gross revenues to report revenues net of excise duty.
Under Ind AS, revenue includes gross inflows of economic benefits received by a company for its own account. Excise duty collected, which is a duty on manufacture and a primary obligation of the manufacturer is considered as revenue with the corresponding payments to Government as expenditure. This adjustment does not have any impact on statement of profit and loss.
- b Under Indian GAAP, cash discounts and certain customer incentives such as award credits are reported separately as an expenditure in statement of profit and loss.
Under Ind AS, revenue is measured at the fair value of consideration received or receivable taking into account the amount of any trade discounts and volume rebates allowed by the entity. Customer incentives such as award credits and other loyalty programs are considered as separately identifiable component of the sale transaction in which they are granted (initial sale). The fair value of the consideration received or receivable of initial sale shall be allocated between the award credits and the other components of the sale. Allocation of initial sale value to be made with reference to the fair values of the components of sale. Such allocated fair value of award credit is deferred to be recognised subsequently as revenue when the award credits/ points are utilised or lapsed.
- c Under Indian GAAP, there is no specific guidance on multiple elements transactions.
Under Ind AS, it is necessary to apply the revenue recognition criteria for each separately identifiable component of a single transaction in order to reflect the substance of the transaction. Revenue is recognised separately for each component as and when the recognition criteria for the component is fulfilled. Further Under Ind AS, contract revenue is measured at the fair value of the consideration received or receivable. The amount of revenue and estimates should be revised as and when events occur and uncertainties are resolved. Thus, contract revenue is affected by a variety of uncertainties that depend on the outcome of future events. Accordingly, the amount of estimated contract revenue is decreased as a result of penalties arising from delays.
- d Under Indian GAAP, a sales tax deferral liability, which is acquired from the third party for a consideration, is recorded as borrowings at transaction price. Amount paid for acquiring such sales tax deferral entitlement is recognised in statement of profit and loss in the year of acquisition.
Under Ind AS, acquired sales tax deferral liability is recorded as a financial liability. Such liability is measured at amortised cost using effective interest rate method. Amount paid for acquiring the sales tax deferral entitlement is treated as intangible asset and is amortised over the period of the benefit received.
- e Under Indian GAAP, foreign currency translation difference is transferred to reserve directly.
Under Ind AS, foreign currency translation difference is routed through other comprehensive income.

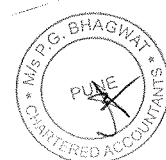


Kirloskar Brothers Limited

Regd. Office : Udyog Bhavan, Tilak Road, Pune : 411 002

EXPLANATION (RECONCILIATION) OF TRANSITION TO INDIAN ACCOUNTING STANDARDS (IND AS)
(Continued)

- f Under Indian GAAP, a company uses intrinsic value approach to measure the cost of share based payments. Under this approach, if the exercise price for employee stock option is not less than the market price of the underlying shares on the date of the grant, no compensation cost is recorded. Under Ind AS, costs of share based payments are recorded based on the fair value of employee stock option. Under this approach, the instrument would have a value even if the exercise price is equal to the market price of the underlying shares on the date of grant.
- g Under Indian GAAP, actuarial gains and losses and return on plan assets on post-employment defined benefit plans are recognised immediately in statement of profit and loss. Under Ind AS, Remeasurements which comprise of actuarial gains and losses, return on plan assets and changes in the effect of asset ceiling, if any, with respect to post-employment defined benefit plans are recognised immediately in other comprehensive income (OCI). Further, Remeasurements recognised in OCI are never reclassified to statement of profit and loss.
- Under Indian GAAP, net finance cost / income on post-employment defined benefit plans (gratuity) is recognised in statement of profit and loss under 'employee benefit expense'. Under Ind AS, the company has opted to disclose net financial cost / income under 'finance cost / income'.
- h Under Indian GAAP, at the initial recognition of an asset, provision for decommissioning, restoration and similar liabilities is not recorded. Under Ind AS, the cost of dismantling or removing the item or restoration of the site is included as part of initial cost of the property, plant and equipment. Accordingly, a liability equivalent to the present value of such costs is recognised, with equivalent amount capitalised as an additional cost of the component. Depreciation on asset and imputed interest on the provision is subsequently recognised in statement of profit and loss.
- i Under Indian GAAP, provision for warranty is recorded at transaction price. Under Ind AS, warranty provision is discounted to its present value where the effect of time value of money is material. The imputed interest on the provision is subsequently recognised in statement of profit and loss.
- j Under Indian GAAP, there is no specific guidance for contracts that involve leases of land. Under Ind AS, leases of land is recognised as operating or finance lease as per definition and classification criteria. Where the land lease is for several decades, generally it qualifies as a finance lease even though the right of ownership of the land may not transfer at the end of the lease term. Land leases for relatively shorter periods are treated as operating leases. In such cases lease rentals paid in advance are recorded as prepaid lease rentals as part of other current / non-current assets.
- k Under Indian GAAP, the deferred tax is recognised using the income statement / balance sheet approach i.e. reflecting the tax effects of timing differences between accounting income and taxable income for the period. Under Ind AS, the Company has recognised deferred taxes using the balance sheet approach i.e. reflecting the tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Also, deferred taxes is recognised on account of the above mentioned changes explained in notes (a) to (j)
- l Under Indian GAAP, for common control business combinations, restatement of prior period financial statements is not required. Under Ind AS, for common control business combinations, the financial information in the financial statements in respect of prior periods should be restated as if the business combination had occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination.
- m Under Indian GAAP, company used to amortised goodwill over period of 10 years. Under Ind AS, goodwill being intangible asset with indefinite life is tested for impairment.
- Accordingly, goodwill amortised in the year ended 31 March 2016, is reversed. KBL has provided for impairment loss on goodwill as on date of transition to Ind AS i.e. 1 April 2015.
- n Revenue amounting to Rs. 8.149 Millions was incorrectly recognised by KBIPTY before the goods were delivered to the customer in 2014. The goods were not subsequently delivered or collected by the customer as the customer failed to pay for the goods in advance.



Kirloskar Brothers Limited

Regd. Office : Udyog Bhavan, Tilak Road, Pune : 411 002

EXPLANATION (RECONCILIATION) OF TRANSITION TO INDIAN ACCOUNTING STANDARDS (IND AS)
(Continued)

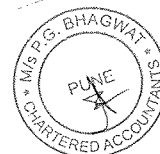
- o Under Indian GAAP, the premium or the discount on foreign exchange forward derivative contracts related to underlying receivables and payables are amortised over the period of the contracts. In case of foreign exchange forward derivative contracts entered into at highly probable future transactions or firm commitments, mark to market losses (gains are ignored), if any, are recognised in the statement of profit and loss at the reporting date. Under Ind AS, all the foreign exchange forward derivative contracts are recorded at fair value with the subsequent changes in fair value recognised in the statement of profit and loss.
- p Under Indian GAAP, proportionate consolidation approached is used for joint venture. Under Ind AS, joint venture is consolidated using equity method accounting.
- q Under Indian GAAP, in case the losses attributable to minority interest in a subsidiary exceed the minority interest in the equity of the subsidiary, such excess and further losses are adjusted against the parent's share, except where the minority has a binding obligation to make good such losses.

Under Ind AS, losses relating to the subsidiary are attributed to the noncontrolling interest even if it results in a negative balance of the non-controlling interest.

For Kirloskar Brothers Limited

Date : 17 May 2017
Place : Pune


SANJAY KIRLOSKAR
CHAIRMAN AND MANAGING DIRECTOR
DIN : 00007885

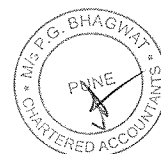


Audited Consolidated Financial Results for the Year ended 31 March 2017

Sr.No	Particulars	(Rupees in lakhs)	
		Year Ended	Year Ended
		31.03.2017	31.03.2016
		Audited	Audited
1	Total income from Operations	260,139.36	258,379.70
2	Net Profit / (Loss) for the period (before Tax, Exceptional and Extraordinary items)	1,641.27	(1,508.40)
3	Net Profit / (Loss) for the period before Tax (after Exceptional and Extraordinary items)	1,641.27	(1,508.40)
4	Net Profit / (Loss) for the period after Tax (after Exceptional and Extraordinary items)	357.04	(2,323.30)
5	Total Comprehensive income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	(2,360.15)	(2,587.17)
6	Equity Share Capital	1,588.18	1,588.18
7	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	88,219.23	90,650.76
8	(i) Earnings Per Share (of Rs. 2/- each) (for continuing and discontinued operations)		
	(a) Basic	0.48	(3.04)
	(b) Diluted	0.48	(3.04)

Notes:

- The above is an extract of the detailed format of financial results filed with the stock Exchanges under Regulation 33 of the SEBI (Listing obligations and Disclosures Requirements) Regulations, 2015 and SEBI circular no. CIR/CFD/FAC/62/2016 dated 5th July 2016. The full format of the financial Results and Explanatory Notes are available on the Stock Exchange websites at www.nseindia.com and www.bseindia.com and on the company's website at www.kirloskarpumps.com.
- The Company has published financial results prepared in accordance with Indian Accounting Standards (Ind AS) as notified under Companies' (Indian Accounting Standards) Rules, 2015. In preparing its corresponding year ended 31 March 2016 the Company has adjusted amounts reported previously in results prepared in accordance with Indian Generally Accepted Accounting Principles (Indian GAAP). Detailed explanation of how the transition from Indian GAAP to Ind AS has affected the Company's financial performance is set as notes to reconciliation to the quarterly financial results on the Stock Exchange websites at www.nseindia.com and www.bseindia.com and on the company's website at www.kirloskarpumps.com.



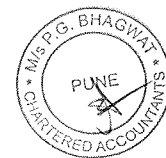
KIRLOSKAR BROTHERS LIMITED

Regd. Office : Udyog Bhavan, Tilak Road, Pune : 411 002.

3 Impact on consolidated net profit /loss and other comprehensive income

Sr.No.	Particulars	Year Ended 31 March 2016
(A)	Net profit as per previous GAAP	(3,216.00)
(B)	Ind AS adjustment	
1	Project Revenue - Multiple element arrangements	29.96
2	Fair valuation of sales tax deferral liability	(28.05)
3	Actuarial gains/ loss on employee defined benefit funds	(220.10)
4	Tax impact on Ind AS adjustments	223.90
5	Reversal of goodwill amortisation	690.44
6	Others	167.22
7	Investment in joint venture - proportionate consolidation method to equity pick up	29.33
	Total Ind AS adjustments	892.70
(C)	Net profit for the period as per Ind AS (A+ B)	(2,323.30)
(D)	Other Comprehensive Income	
1	Remeasurements gains/ losses (Net of tax)	125.85
2	Foreign currency translation reserve	(389.72)
(E)	Total comprehensive income as per Ind AS	(2,587.17)

For Kirloskar Brothers Limited

SANJAY KIRLOSKAR
CHAIRMAN AND MANAGING DIRECTOR
DIN : 00007885Date : 17 May 2017
Place : Pune

Auditors' Report
On the Consolidated Year to Date Results of Kirloskar Brothers Limited
Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)
Regulations, 2015

To
The Board of Directors
Kirloskar Brothers Limited
Udyog Bhavan, Tilak Road,
Pune – 411002, Maharashtra
India

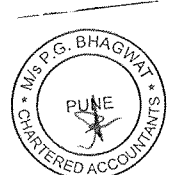
We have audited the consolidated year to date results of **Kirloskar Brothers Limited** for the period 1st April 2016 to 31st March 2017, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These consolidated year to date financial results have been prepared from consolidated financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards, mandated under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

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 consolidated 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 opinion.

We did not audit the financial statements of eighteen subsidiary companies, a jointly controlled entity and an associate. The financial statements of the subsidiaries reflect total assets of Rs. 59,736.80 lakhs as at 31st March 2017, total revenues of Rs. 78,585.89 lakhs for the year ended on that date, and share of profit from the jointly controlled entity of Rs. 532.93 lakhs as considered in the year to date consolidated 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 financial results, to the extent they have been derived from such financial statements is based solely on the report of such other auditors

In our opinion and to the best of our information and according to the explanations given to us this consolidated year to date results:

- (i) include the year to date financial results of the following entities:



M/s P. G. BHAGWAT

CHARTERED ACCOUNTANTS

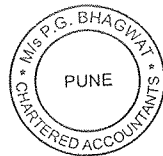

Karad Projects and Motors Limited, The Kolhapur Steel Limited, Kirloskar Corrocoat Private Limited, Kirloskar Brothers International B.V., SPP Pumps Limited, Kirloskar Brothers(Thailand) Limited, SPP Pumps (MENA) L.L.C., Kirloskar Pompen B.V, Micawber 784 (Proprietary Limited), Kirloskar Brothers International PTY Ltd. , SPP France S A S, SPP Pumps Inc, SPP Pumps (South Africa Pty.) Limited, Braybar Pumps Limited, Rodelta Pumps International BV, Rotaserve Overhaul B.V., SPP Pumps Real Estate LLC, SyncroFlo Inc., SPP Pumps (Asia) Limited, SPP Pumps (Singapore) Limited, Rotaserve Limited, Kirloskar Brother International Zambia Limited, KBL Synergy LLP (Associate) and Kirloskar Ebara Pumps (JV).

- (ii) have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (iii) give a true and fair view of the consolidated net profit and other financial information for the consolidated year to date results for the period from 1st April 2016 to 31st March 2017.

For M/s **P.G.BHAGWAT**

Chartered Accountants

Firm's Registration No.: 101118W



Abhijeet Bhagwat

Partner

Membership No. 136835

Pune

17th May 2017



Enriching Lives

KIRLOSKAR BROTHERS LIMITED

A Kirloskar Group Company

SEC/ F: 17

June 01, 2017

BSE Scrip Code – 500241)

BSE Limited

Corporate Relationship Department,

2nd Floor, New Trading Ring,

Phiroze Jeejeebhoy Towers,

Dalal Street,

Mumbai-400001

Dear Sirs,

Sub: Declaration in respect of Audit Report with unmodified opinion.

Ref: E-mail dated May 31, 2017, received from BSE Limited.

We refer to your e-mail dated May 31, 2017, SEBI Circular CIR/CFD/CMD/56/2016 dated May 27, 2016 and BSE circular dated June 1, 2016 regarding submission of Declaration in respect of Audit Report with unmodified opinion.

We hereby state that M/s P.G. Bhagwat, Chartered Accountants (Firm Registration No. 101118W), Statutory Auditor of the Company have issued Audit Report with unmodified opinion on the Audited Standalone Financial Results for the quarter and year ended 31 March, 2017 and Audited Consolidated Financial Results for the quarter and year ended 31 March, 2017.

You are requested to take the same on record.

Thanking you,

Yours faithfully,

For **KIRLOSKAR BROTHERS LIMITED**


Chittaranjan Mate
Chief Financial Officer

Encl: As above