



KIRLOSKAR ELECTRIC COMPANY LTD.,

Sect./12/2018
May 28, 2018

The Secretary,

NATIONAL STOCK EXCHANGE OF INDIA LTD

Exchange Plaza,
Bandra Kurla Complex,
Bandra (East)
Mumbai – 400 051
Symbol – KECL
Series – EQ

✓ **BSE LTD.,**
Stock Exchange Towers,
Floor 25, P J Towers,
Dalal Street,
Mumbai – 400 051
Scrip Code 533193
Scrip ID KIRELECT

Dear Sir,

Sub: Compliance with regulation 33 of SEBI (LODR) Regulations, 2015;

Time of commencement of meeting : 10.30 A.M
Time of conclusion of meeting : 02.15 P.M

Pursuant to the regulation under subject, please find enclosed annual audited financial results together with consolidated financial results of the company for the quarter and year ended March 31, 2018 as approved by the Board of directors at its meeting held today and signed by Mr. Vijay Ravindra Kirloskar, Executive Chairman of the company. The audit report and statement on impact of audit qualifications are also enclosed.

Please find the same in order and oblige.

Thanking you

Yours faithfully
for **KIRLOSKAR ELECTRIC COMPANY LIMITED**

K S SWAPNA
LATHA

K S Swapna Latha

Sr. General Manager (Legal) & Company Secretary

Encl: a/a

P.B. No. 5555, Malleswaram West, Bangalore – 560 055, India
T+91 80 2337 4865 / 2337 8901, F +91 80 2337 7706
Customer care No. : 1800 102 8268, website: www.kirloskar-electric.com
Regd. Office: Industrial Suburb, Rajajinagar, Bangalore – 560 010
CIN: L31100KA1946PLC000415

KIRLOSKAR ELECTRIC COMPANY LIMITED, BANGALORE

CIN:L31100KA1946PLC000415

REGD OFFICE: INDUSTRIAL SUBURB, RAJAJINAGAR, BANGALORE - 560 010.

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018



(₹ in Lakhs)

Sl No	Particulars	Standalone					Consolidated	
		Quarter ended		Year ended			Year ended	
		March 31, 2018	December 31, 2017	March 31, 2017	March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
		Audited	Unaudited	Audited*	Audited	Audited*	Audited	Audited*
I	INCOME FROM OPERATIONS:							
II	Revenue from Operations	10,924	8,292	16,688	37,913	62,612	37,925	62,614
III	Other income	375	332	534	1,541	2,664	670	1,660
IV	Total Revenue (I+II)	11,299	8,624	17,222	39,454	65,276	38,595	64,274
	Expenses:							

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STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2018

Standalone		Consolidated	
As at March 31	As at March 31	As at March 31	As at March 31

Notes:

- 1 The above audited financial results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on May 28, 2018.
- 2 The financial results of the Company for the quarter and year ended March 31, 2018 have been audited by the Statutory auditors of the Company.
- 3 The Company has prepared these Standalone and Consolidated financial results in accordance with Companies (Indian Accounting Standard) Rules, 2015 as prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with the relevant rules issued thereunder and the other accounting principles generally accepted in India. The Company has adopted Ind AS from April 01, 2017 with transition date of April 01, 2016. The Comparative financial information for the year ended March 31, 2017, which was earlier prepared as per IGAAP, has also been converted and restated to comply with Ind AS.
- 4 The format for Standalone and Consolidated results as prescribed in SEBI's circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with the requirements of SEBI's circular dated July 05, 2016, Ind AS and Schedule III of the Companies Act, 2013 applicable to the Companies that are required to comply with Ind AS.
- 5 **Reconciliation of financial results, equity and other equity as previously reported(referred to as "Previous GAAP") and Ind AS for quarter and year ended March 31, 2017 presented as under:**

(Rs. in Lakhs)

Particulars	Total Comprehensive Income			Equity and other Equity	
	Standalone		Consolidated	Standalone	Consolidated
	Quarter ended 31/03/2017	Year ended 31/03/2017	Year ended 31/03/2017	Year ended 31/03/2017	Year ended 31/03/2017

6 As a measure of restructuring and with the consent of a Lending Bank and other Lending banks under the Joint Lender Forum (JLF) mechanism, the Group's restricted term loan facility is to be restructured to a combination of term loans, revolving credit facilities and investments to

9 Goods and Service Tax (GST) has been implemented w.e.f., July 01, 2017 and therefore the revenue from operations from July 1, 2017 to March 31, 2018 is net of GST. The Revenue from operations and expenses for the previous periods are inclusive of excise duty and hence not comparable with the corresponding figures for the quarter and year ended March 31, 2018.

10 Details of Secured Redeemable Non-Convertible Debentures - NIL

11 The following have been computed as:

- a) Paid up debt capital/outstanding debt= Total outstanding short term and long term borrowings
- b) Debt equity ratio= aggregate of total debts/(shareholders' funds less miscellaneous expenditure to the extent not written off).
- c) DSCR= Earnings before finance cost, depreciation and tax/(long Term loan principal repaid+finance cost)
- d) ISCR= Earnings before finance cost, depreciation and tax/finance cost.
- f) Fixed asset coverage ratio= Total plant, property & equipments/ Total borrowings

12 Previous period figures have been regrouped wherever necessary to confirm with current period presentation.

ASHOK KUMAR, PRABHASHANKAR & CO.

CHARTERED ACCOUNTANTS

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

Bengaluru - 560 027. India

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

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

We have audited the accompanying statement of quarterly standalone financial results of Kirloskar Electric Company Limited ('the Company') for the quarter ended March 31, 2018 and for the year ended March 31, 2018, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ("Regulation"). This Statement, which is the responsibility of the company's management and approved by the Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (Ind AS 34) - Interim Financial Reporting, prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the statement based on our audit of such standalone financial statements.

We conducted our audit in accordance with the auditing standards generally accepted in India. These

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

- a) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- a) give a true and fair view of [the total comprehensive income (comprising of net loss and other comprehensive income) and other financial information for the quarter ended March 31, 2018 and for the year ended March 31, 2018.

Other Matters:

We did not audit the financial statements/information of one branch, the Kuala Lumpur office of the Company, included in the quarterly and year to date financial results of the Company for the quarter ended

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CHARTERED ACCOUNTANTS

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

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

We have audited the accompanying statement of Consolidated financial results of Kirloskar Electric Company Limited ("the Company") and its subsidiaries and associates (collectively referred as "Group") for the year ended March 31, 2018, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ("Regulation"). This Statement, which is the responsibility of the company's management and approved by the Board of Directors has been prepared in accordance with the Accounting Standards prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the statement based on our audit of such Consolidated financial statements.

We conducted our audit in accordance with the auditing standards generally accepted in India. These

- b. Unaudited financial statements of Kirloskar (Malaysia) Sdn, Bhd., an associate in which share of loss of the Group was Rs. Nil (restricted to the value of the investments) has been considered for preparation of these financial statements. Unaudited financial statements as received from the said associate has been considered for the purpose of preparation of these Consolidated financial results.

Based on our audit conducted as above except in respect of matters stated in the paragraph on "Basis of Qualified Opinion", Other Matters, and to the best of our information and according to the explanations given to us, these year to date Consolidated financial results include the year to date financial results of the following entities:

- a. Kirsons B V
b. Kelbuzz Trading Private Limited
c. Luxquisite Parkland Private Limited
d. SKG Terra Promonede Private Limited
e. SLPKG Estate Holding Private Limited
f. Kesvik Developers Private Limited
g. Swaki Habitat Private Limited
- 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 total comprehensive income (comprising of net loss and other comprehensive income) and other financial information for the year ended March 31, 2018.

Emphasis of Matter:

Without qualifying our opinion, we invite the attention of the directors to:

- a) Note 7(b) of the Consolidated audited financial results, where in the directors have detailed the reasons for preparing these audited financial results on a going concern basis, though the Networth (after excluding the Revaluation Reserve) of the Group, consisting of the Company, its subsidiaries and associate has been eroded. There are certain overdue payments to creditors and banks. The appropriateness of the said basis is subject to the Company adhering to the restructuring plan and infusion of requisite funds, with its attendant uncertainties. We have relied on the representations made by the Company.
- b) Note 8(a) of the audited financial results, which states that the Company has filed Special Leave Petition in respect of demands of resale tax and sales tax penalty of Rs.527 lakhs and Rs.362 lakhs before the honorable Supreme Court of India. The Management has represented to us that it is not probable that there will be an outflow of economic benefits and hence no provision is required to be recognized in this regard. We have relied on this representation.

for Ashok Kumar, Prabhashankar & Co.,
Chartered Accountants
Firm Regn. No. 004982S



AU
A.Umesh Patwardhan
Partner
M. No. 222945

Place: Bengaluru
Date: May 28, 2018

ANNEXURE I

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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2018 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. in Lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. in Lakhs)
	1.	Turnover / Total income	39,454	39,454
	2.	Total Expenditure	47,137	47,137
	3.	Net Profit/(Loss)	(7,683)	(7,683)
	4.	Earnings Per Share	(11.57)	(11.57)
	5.	Total Assets	75,934	75,934
	6.	Total Liabilities	55,617	55,617
	7.	Net Worth	20,317	20,317
	8.	Any other financial item(s) (as felt appropriate by the management)	Nil	Nil
II.	<u>Audit Qualification (each audit qualification separately):</u>			
	a.	Details of Audit Qualification: Attention of the Directors is invited to note 6 to the audited financial results regarding amounts due to the Company from certain subsidiaries towards part consideration receivable on sale and assignment of certain immovable properties, receivables, interest charged and expenses reimbursed. We have relied on the management's representations that it is confident of realization of amounts due to the said subsidiaries aggregating to Rs.14,516.72 lakhs (Rs.13,504.63 lakhs as at March 31, 2017) against which provision is recognized for an amount of		



ANNEXURE I

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with

Annual Audited Financial Results - (Consolidated)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2018
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

debts and in our opinion any further provision required will not have material impact on the financial results of the Company and we are confident of realizing the book debts.

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

Same as Above comment.

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

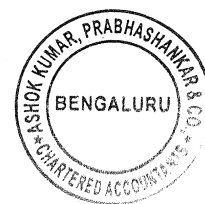
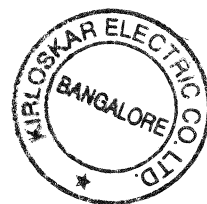
Same as Above in Point a

III.

Signatories:

- CEO/Managing Director: Anand Balaramacharya Hunnur
- CFO: Sanjeev Kumar S
- Audit Committee Chairman: Kamlesh Gandhi
- Statutory Auditor: A.Umesh Patwardhan, Mem. No.222945

Ashok Kumar, Prabhashankar & Co.,
Chartered Accountants
Firm Regn. No.0004982S



Place: Bengaluru

Date: May 28, 2018