



KIRLOSKAR ELECTRIC COMPANY LTD.,

Sect./ /2014
August 12, 2014

National Stock Exchange of India Ltd
Exchange Plaza
Bandra Kurla Complex
Bandra (East)
Mumbai - 400 051

Dear Sir

Symbol – KECL
Series – EQ

We wish to inform you that the Board of Directors at their Meeting held today, have approved the consolidated audited financial results of the Company for the quarter and the year ended 31st March, 2014. We enclose a copy of the results for your information and records.

Published copy of the audited financial results will be sent to you in due course.

Thanking you,

Yours faithfully,
For KIRLOSKAR ELECTRIC COMPANY LIMITED,

K.S.SWAPNA LATHA
General Manager (Legal) &
Company Secretary

Encl :a/a

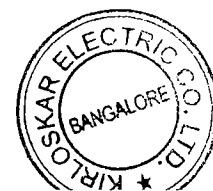
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Customer Care No. : 1800 3010 1555, website : www.kirloskar-electric.com

Regd. Office : Industrial Suburb, Rajajinagar, Bangalore - 560 010.

CIN: L85110KA1946PLC000415



							Amount (Rs.in Lacs)	
Sl No	Particulars	Standalone					Consolidated	
		Three months ended 31/03/2014	Preceding Three months ended 31/12/2013	Corresponding previous year three months ended 31/03/2013	Year to date figures for current year ended 31/03/2014	Year to date figures for previous year ended 31/03/2013	Year to Date figures for current year ended 31/03/2014	Year to Date figures for Previous year ended 31/03/2013
		Audited	Reviewed	Audited	Audited	Audited	Audited	Audited
1	a Gross Sales	16,161	16,938	23,741	74,841	88,412	1,05,960	1,15,516
	Less : Excise Duty	1,393	1,490	2,181	6,857	8,218	6,857	8,218
	Net Sales/ Income from operations	14,768	15,448	21,560	67,984	80,194	99,103	1,07,298
	b Other Operating Income	-	-	-	-	-	-	-
2	Expenditure							
	a Cost of Materials consumed	14,221	12,130	18,161	54,823	61,740	70,457	76,009
	b Purchase of Stock in trade	-	-	-	-	-	-	-
	b Change in Inventories of finished goods, work in progress and stock in trade	(2,079)	219	(1,888)	(2,201)	(2,618)	(45)	(1,820)
	c Employee benefit expenses	1,955	2,016	1,936	7,888	8,297	19,835	19,155
	d Depreciation & Amortisation Expenses	116	334	412	1,171	1,703	2,041	2,390
	e Other expenditure	2,329	1,599	2,674	7,930	8,042	14,543	13,537
	f Total	16,542	16,298	21,295	69,611	77,164	1,06,831	1,09,271
3	Profit from Operations before other income, Interest & exceptional items (1 - 2f)	(1,774)	(850)	265	(1,627)	3,030	(7,728)	(1,973)
4	Other Income	1,477	(31)	640	1,720	902	2,944	1,197
5	Profit before interest and exceptional items (3+4)	(297)	(881)	905	93	3,932	(4,784)	(776)
6	Finance Costs	1,147	1,073	819	4,194	3,358	4,939	4,114
7	Profit after interest but before exceptional items (5-6)	(1,444)	(1,954)	86	(4,101)	574	(9,723)	(4,890)
8	Exceptional Items (Net)	-	-	-	-	-	-	16
9	Profit from ordinary activities before tax (7- 8)	(1,444)	(1,954)	86	(4,101)	574	(9,723)	(4,874)
10	a Provision for current tax	-	-	1	-	158	63	310
	b Provision for deferred tax	-	-	-	-	-	(141)	(80)
11	Net profit/(loss) from ordinary activities after tax (9-10)	(1,444)	(1,954)	85	(4,101)	416	(9,645)	(5,104)
12	Extraordinary Item (net of tax expense)	-	-	-	-	-	-	-
13	Net profit/(loss) for the period (11+12)	(1,444)	(1,954)	85	(4,101)	416	(9,645)	(5,104)
14	Share of Profit/(Loss) from Associates	-	-	-	-	-	(26)	6
15	Less: Minority Interest	-	-	-	-	-	(247)	(230)
16	Net Profit/(Loss) after taxes, minority interest and share of Profit/(Loss) of associates	(1,444)	(1,954)	85	(4,101)	416	(9,424)	(4,868)
17	Paid up Equity Share Capital (face value of Rs. 10/-)	5,052	5,052	5,052	5,052	5,052	5,052	5,052
18	Reserves excluding revaluation reserves (As per balance sheet of previous accounting year)	NA	NA	NA	9,930	14,031	6,678	12,946
19	Earnings Per Share (EPS)							
	a Basic & Diluted EPS before extra ordinary items (not annualised)	(2.86)	(3.87)	0.17	(8.12)	0.82	(18.65)	(9.64)
	b Basic & Diluted EPS after extra ordinary items (not annualised)	(2.86)	(3.87)	0.17	(8.12)	0.82	(18.65)	(9.64)
20	Aggregate of non-promoters shareholding							
A	Particulars of Share Holding :							
1	Public Share Holding							
	-Number of Shares	2,55,94,359	2,55,94,859	2,56,18,621	2,55,94,359	2,56,18,621	2,55,94,359	2,56,18,621
	-Percentage of Share Holding	50.66%	50.66%	50.71%	50.66%	50.71%	50.66%	50.71%
2	Promoters and Promoter group shareholding							
a	Pledged/Encumbered:							
	-Number of Shares	-	-	-	-	-	-	-
	-Percentage of Shares(as a % of the total share holding of promoter and promoter group)	-	-	-	-	-	-	-
	-Percentage of Shares (as a % of the total share capital of the company)	-	-	-	-	-	-	-
b	Non-Encumbered:							
	-Number of Shares	2,49,27,008	2,49,26,508	2,49,02,746	2,49,27,008	2,49,02,746	2,49,27,008	2,49,02,746
	-Percentage of Shares(as a % of the total share holding of promoter and promoter group)	100%	100%	100%	100%	100%	100%	100.00%
	-Percentage of Shares (as a % of the total share capital of the company)	49.34%	49.34%	49.29%	49.34%	49.29%	49.34%	49.29%

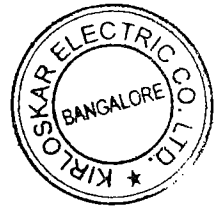


B	INVESTOR COMPLAINTS	Quarter ended March 31, 2014
	Pending at the beginning of the quarter	Nil
	Received during the quarter	Nil
	Disposed of during the quarter	Nil
	Remaining unresolved at the end of the quarter	Nil

Revenues, results and capital employed for the segments for the quarter and year ended March 31, 2014

Amount (Rs.in Lacs)

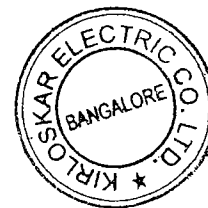
Sl No	Particulars	Standalone					Consolidated	
		Three months ended 31/03/2014	Preceding Three months ended 31/12/2013	Corresponding previous year three months ended 31/03/2013	Year to date figures for current year ended 31/03/2014	Year to date figures for previous year ended 31/03/2013	Year to Date figures for current year ended 31/03/2014	Year to Date figures for Previous year ended 31/03/2013
		Audited	Reviewed	Audited	Audited	Audited	Audited	Audited
1	Segment Revenues							
	Power generation/ distribution	6,531	7,711	11,639	32,307	41,516	32,307	41,516
	Rotating machines	9,239	8,662	11,310	39,051	44,582	70,170	71,686
	Others	938	844	1,542	5,387	4,745	5,387	4,744
	Total	16,708	17,217	24,491	76,745	90,843	1,07,864	1,17,946
	Less: Inter segment revenues	547	279	750	1,904	2,431	1,904	2,430
	Sales / Income from operations	16,161	16,938	23,741	74,841	88,412	1,05,960	1,15,516
2	Segment Results							
	Profit/(Loss) before interest, depreciation and tax expense							
	Power generation/ distribution	3	79	398	617	2,836	617	2,836
	Rotating machines	(163)	(252)	1,148	1,603	4,248	(2,405)	244
	Others	174	353	374	1,428	1,143	1,428	1,143
	Total	14	180	1,920	3,648	8,227	(360)	4,223
	Less: Interest	1,147	1,073	819	4,194	3,358	4,939	4,114
	Less: Other unallowable expenditure (net off unallocable Income)	311	1,061	1,015	3,555	4,295	4,424	4,983
	Total profit/ (loss) before tax expense & after extraordinary item	(1,444)	(1,954)	86	(4,101)	574	(9,723)	(4,874)
	Add: Share of Profits/(Losses) in the Associates (net)						(26)	6
	Minority Interest-Share of Profit/(Loss)						(247)	(230)
	Total Profit/(Losses)						(9,502)	(4,638)
3	Capital Employed (Segment Assets-Segment Liabilities)							
	Power generation/ distribution	728	1,551	5,606	728	5,606	728	(6,669)
	Rotating machines	13,481	16,366	15,282	13,481	15,282	9,856	(17,465)
	Others	834	3,206	1,719	834	1,719	834	(423)
	Total capital employed in segments	15,043	21,123	22,607	15,043	22,607	11,418	(24,557)
	Add: Unallocable	420	(4,216)	(3,043)	420	(3,043)	490	42,989
	Total Capital employed	15,463	16,907	19,564	15,463	19,564	11,908	18,432



STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2014

(Rs. In lacs)

Sl No.	Particulars	Standalone		Consolidated	
		As at March 31, 2014	As at March 31, 2013	As at March 31, 2014	As at March 31, 2013
		(Audited)		(Audited)	
A	EQUITY AND LIABILITIES				
1	Shareholders' Funds:				
(a)	Share Capital	5,052	5,052	5,052	5,052
(b)	Reserves and Surplus	10,411	14,512	7,159	13,426
	Sub Total -Share holders funds	15,463	19,564	12,211	18,478
2	Minority Interest			(303)	(46)
3	Non - current liabilities				
(a)	Long term borrowings	6,532	2,028	9,044	3,568
(b)	Other long term liabilities	1,334	715	1,334	715
(c)	Long term provisions	1,351	1,265	1,351	1,266
		9,217	4,008	11,730	5,549
4	Current Liabilities				
(a)	Short term borrowings	13,673	15,175	21,027	22,015
(b)	Trade payables	27,920	24,064	30,997	27,951
(c)	Other current liabilities	6,737	6,421	17,108	15,110
(d)	Short term provisions	737	1,186	1,410	2,145
	Sub Total -Current Liabilities	49,067	46,846	70,542	67,221
	Total - Equity and Liabilities	73,747	70,418	94,179	91,202
B	ASSETS:				
1	Non - current assets				
(a)	Fixed Assets				
(i)	Tangible assets	11,899	12,991	15,126	15,997
(ii)	Intangible assets	57	63	1,445	707
(iii)	Capital work in progress	166	429	240	429
(iv)	Intangible assets under development	-	-	-	-
		12,122	13,483	16,811	17,133
(b)	Goodwill on consolidation	-	-	17,151	14,662
(c)	Non - current investments	19,142	15,514	188	216
(d)	Deferred Tax Assets (net)	-	-	2,175	1,729
(e)	Long term loans and advances	1,773	1,705	1,773	1,840
(f)	Other non current assets	152	124	152	131
	Sub Total - Non Current Assets	33,189	30,826	38,250	35,711
2	Current Assets				
(a)	Inventories	15,411	13,500	23,378	22,655
(b)	Trade receivables	15,664	19,513	20,002	24,385
(c)	Cash and bank balances	5,123	2,693	7,289	4,171
(d)	Short term loans and advances	1,456	1,518	1,927	1,911
(e)	Other current assets	2,904	2,368	3,334	2,369
	Sub Total -Current Assets	40,558	39,592	55,930	55,491
	Total Assets	73,747	70,418	94,180	91,202



Notes:

- 1 The standalone results furnished above were reviewed by the audit committee and approved by the Board of Directors at their meeting held on May 29, 2014. At that point of time, the consolidated financial statements (CFS) of the Company had not been finalised. The consolidated financial results have now been reviewed by the audit committee and approved by the Board of Directors at their meeting held on August 12, 2014.
- 2 The standalone and consolidated financial results of the Company for the year ended March 31, 2014 have been audited by the statutory auditors of the Company.
- 3 The standalone financial results for the quarter ended March 31, 2014 represent the derived figures between the audited figures in respect of the current year ended March 31, 2014 and the published year to date figures upto December 31, 2013, being the end of the third quarter of current year which were subjected to a limited review, as required under clause 41 (1) (d) of the listing agreement.
- 4 LDW has incurred substantial losses for the current and preceding year, thereby eroding its network. However, LDW has sufficient orders in hand and is confident of earning profits in the subsequent years. The Company has formulated a turn around strategy for the said company, which has been progressing well. The Company had obtained an independent valuation report in August 2013 in terms of which the carrying value of its investment in Kirsons BV (immediate holding company of LDW) as at March 31, 2013 is less than the fair value assessed by the valuer. The Company has internally revaluated the said valuation after considering the losses for the current year. The Company has concluded that no provision is required to be recognized in this respect. The Company has also determined that there is no impairment in the value of goodwill arising on consolidation and that no provision is required to be recognized in this respect.
- 5 The Company has filed before the honorable Supreme Court, special leave petitions in respect of demands for resale tax and sales tax penalty of Rs.527 lakhs and Rs.362 Lakhs respectively, on its erstwhile subsidiary Kaytee Switchgear Limited (since merged with the Company) and confirmed by the honorable High Court of Karnataka. The Company believes based on legal advice / internal assessment that the outcome of these contingencies will be favorable, that losses are not probable and no provision is required to be recognized in this respect.
- 6 Previous period/year figures have been regrouped wherever necessary to confirm with current period presentation.

PLACE: BANGALORE
DATE: August 12, 2014

For Kirloskar Electric Company Limited


(VIJAY R KIRLOSKAR)
EXECUTIVE CHAIRMAN

