

KIRLOSKAR ELECTRIC COMPANY LIMITED, BANGALORE
Regd Office: Industrial Suburb, Rajajinagar, Bangalore - 560 010
FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 2008



Amount (Rs.in Lacs)

	Particulars	Quarter ended		Nine Months ended		Year ended
		Dec 31, 2008	Dec 31, 2007	Dec 31, 2008	Dec 31, 2007	31st March 2008
		Reviewed	Reviewed	Reviewed	Reviewed	(Audited)
1	Gross Sales	19,236	20,153	73,202	54,060	76,499
	Less : Excise Duty	2,273	914	7,949	2,403	3,721
2	Net Sales	16,963	19,239	65,253	51,657	72,778
3	Expenditure					
a	(Increase)/decrease in stock in trade	2,585	373	492	(739)	(2,072)
b	Consumption of raw materials	9,112	5,927	48,679	15,492	24,279
c	Purchase of traded goods	59	11,074	945	31,839	43,851
d	Staff cost	1,985	404	5,580	1,152	1,553
e	Other expenditure	1,666	560	4,599	1,421	2,172
f	Depreciation, Amortisation & Provisions	381	76	1,090	233	479
g	Total	15,788	18,414	61,385	49,398	70,262
	Profit from Operations before other income, Interest & exceptional items	1,175	825	3,868	2,259	2,516
4	Other Income	119	46	229	163	596
6	Profit before interest and exceptional items	1,294	871	4,097	2,422	3,112
7	Interest	644	73	1,515	256	384
8	Exceptional Items	-	-	-	-	-
9	Profit before tax	650	798	2,582	2,166	2,728
10	Provision for Current Tax -(Including Fringe Benefit Tax)	125	120	381	285	360
11	Provision for deferred Tax	-	-	-	-	-
12	Net Profit after Tax	525	678	2,201	1,881	2,368
13	Paid up Equity Share Capital (face value of Rs. 10/-)	5,052	3,327	5,052	3,327	3,327
15	Reserves Excluding Revaluation Reserves & Debit Balance in P & L Account (As per Balance Sheet of Previous Accounting Year)	NA	NA	NA	NA	7,518
16	Earnings Per Share (EPS)					
a	Basic & Diluted EPS before Extra ordinary items (not annualised)	0.94	1.96	4.06	5.57	6.92
b	Basic & Diluted EPS after Extra ordinary items (not annualised)	0.94	1.96	4.06	5.57	6.92
15	Aggregate of Non-Promoters Shareholding					
	Number of Shares	25,536,116	17,706,529	25,536,116	17,706,529	17,748,584
	Percentage of holding	50.55%	53.22%	50.55%	53.22%	53.35%

Revenues, Results & Capital Employed for the Segments for the quarter ended 31/12/2008
Amount (Rs.in Lacs)

	Particulars	Quarter ended		Nine Months ended		Year ended
		Dec 31, 2008	Dec 31, 2007	Dec 31, 2008	Dec 31, 2007	31st March 2008
		Reviewed	Reviewed	Reviewed	Reviewed	(Audited)
1	Segment Revenues					
	POWER GENERATION/ DISTRIBUTION	10,418	7,115	37,150	17,514	25,771
	ROTATING MACHINES	6,783	11,193	31,803	32,487	44,708
	OTHERS	2,035	1,845	4,249	4,059	6,020
	Total	19,236	20,153	73,202	54,060	76,499
	Less: Inter segment revenues					
	Sales / Income from operations	19,236	20,153	73,202	54,060	76,499
2	Segment Results					
	Profit before interest, depreciation and tax expense					
	POWER GENERATION/ DISTRIBUTION	1,843	890	3,655	2,388	2,604
	ROTATING MACHINES	876	215	3,089	592	686
	OTHERS	442	452	931	1,024	1,863
	Total	3,161	1,557	7,675	4,004	5,153
	Less: Interest	644	73	1,515	257	384
	Less: Other unallocable expenditure (net off unallocable expenditure)	1,867	686	3,578	1,581	2,041
	Total profit before tax expense	650	798	2,582	2,166	2,728
	Capital Employed(Segment Assets-Segment Liabilities)					
3						
	POWER GENERATION/ DISTRIBUTION	1,737	2,606	1,737	2,606	3,145
	ROTATING MACHINES	12,732	15,533	12,732	15,533	7,286
	OTHERS	1,863	872	1,863	872	1,441
	TOTAL CAPITAL EMPLOYED IN SEGMENTS	16,332	19,011	16,332	19,011	11,872
	ADD: UNALLOCABLE	(211)	(6,943)	(211)	(6,943)	653
	TOTAL CAPITAL EMPLOYED	16,121	12,068	16,121	12,068	12,525

Consolidated Key Financials*

Kirsons BV is a Subsidiary (100%) of the Company. The consolidated key figures of the Company with Kirsons BV for the period ended 31/12/2008 are as follows:

Particulars	Nine Months ended Dec 31, 2008 Un-audited
Gross Sales	86,476
Less : Excise Duty	7,949
Net Sales	78,527
Net Profit (Before Extra-ordinary items & Taxation)	2,828
Provision for taxation (including FBT)	357
Profit After Tax	2,471
Less: Minority Interest	24
Profit attributable to shareholders of the Company	2,447
EPS Basic & Diluted (Not Annualised) Rs. Per Share	4.55
EPS Basic & Diluted (Not Annualised) Rs. Per Share	4.55

* Not subject to limited review by statutory auditors.

Notes:

- 1 The Hon'ble High Court of Karnataka and the Hon'ble High Court of Judicature at Bombay have sanctioned the Scheme of Amalgamation and Arrangement (Scheme) of the Company involving amalgamation of Kaytee Switchgear Limited (KSL) with the Company and the demerger of the operating business of Kirloskar Power Equipments Limited (KPEL) with the Company. The Scheme has become effective on October 17, 2008. The appointed date in terms of the Scheme is April 01, 2007. Accordingly, working results of the Company for the nine months period ended December 31, 2008 and for the three months period ended December 31, 2008 take cognizance of the said Scheme and present the combined working results of the merged entity. The comparative figures furnished for the three months ended December 31, 2007, the nine months ended on that date and the year ended on March 31, 2008 are for the Company on a standalone basis without taking into account the operations and working results of the said KSL & KPEL. Accordingly, the figures for the corresponding previous quarter, the previous nine months and the year ended on March 31, 2008 are not Comparable.
- 2 Consquent to the orders refered to in Note 1(herein above), the Company has allotted on 17/10/2008, 17,252,550 equity shares of Rs. 10/- each and 1,176,746 preference shares of Rs.100/- each to the share holders of KSL & KPEL. Accordingly, the Capital of the Company stands as under:
 - a) 50,521,367 Equity Shares of Rs.10/- each
 - b) 2,376,746 Preference Shares of Rs.100/- each.
- 3 The above results have been reviewed by the Audit Committee and approved by the Committee of the Board formed for considering and approving Financial Results at their meeting held on January 28, 2009.
- 4 During the quarter, the Company received 24 complaints from the shareholders, which have been resolved. There were no complaints remaining unresolved as at the beginning and end of the quarter.
- 5 Earning Per Share (EPS) has been calculated after providing for preference dividend.
- 6 The Company has promoted a wholly owned subsidiary in Netherlands under the name ' Kirsons BV' at a total investment of Rs.5,856 lacs . This company has in turn acquired a 94.9% interest in a german limited liability partnership under the name Lloyd Dynamo Werke GmbH & Co. KG and another company under the name 'Lloyd Beteiligungs GmbH'. The German limited liability partnership manufactures high end motors and alternators.
- 7 The consolidated key financials presented above do not take into account share of income/ loss from associates, pending receipt of necessary information.

For Kirloskar Electric Company Limited

PLACE: BANGALORE
DATE: 28/01/2009

Vijay R Kirloskar
Chairman & Managing Director