

KIRLOSKAR ELECTRIC COMPANY LIMITED, BANGALORE

Regd Office: Industrial Suburb, Rajajinaga, Bangalore - 560 010

FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2008

Amount Rs.in Lacs

	Particulars	Quarter ended		Half Year Ended		Year ended
		Sep 30, 2008	Sep 30, 2007	Sep 30, 2008	Sep 30, 2007	31st March 2008
		Reviewed	Reviewed	Reviewed	Reviewed	(Audited)
1	Gross Sales	28,864	18,994	53,966	33,907	76,499
	Less : Excise Duty	2,694	804	5,676	1,489	3,721
2	Net Sales	26,170	18,190	48,290	32,418	72,778
3	Expenditure					
a	(Increase)/decrease in stock in trade	(976)	(1,323)	(2,093)	(1,112)	(2,072)
b	Consumption of raw materials	13,903	6,337	21,943	9,565	24,279
c	Purchase of traded goods	8,790	11,448	18,510	20,765	43,851
d	Staff cost	1,833	397	3,595	748	1,553
e	Other expenditure	1,412	442	2,933	861	2,172
f	Depreciation, Amortisation & Provisions	369	83	709	157	479
g	Total	25,331	17,384	45,597	30,984	70,262
4	Profit from Operations before other income, Interest & exceptional items	839	806	2,693	1,434	2,516
5	Other Income	65	83	110	117	596
6	Profit before interest and exceptional items	904	889	2,803	1,551	3,112
7	Interest	469	100	871	183	384
8	Exceptional Items	-	-	-	-	-
9	Profit before tax	435	789	1,932	1,368	2,728
10	Provision for Current Tax -(Including Fringe Benefit Tax)	106	115	256	165	360
11	Provision for deferred Tax	-	-	-	-	-
12	Net Profit after Tax	329	674	1,676	1,203	2,368
13	Paid up Equity Share Capital (face value of Rs. 10/-)	5,052	3,327	5,052	3,327	3,327
14	Reserves Excluding Revaluation Reserves & Debit Balance in P & L Account (As per Balance Sheet of Previous Accounting Year)	NA	NA	NA	NA	7,518
15	Earnings Per Share (EPS)					
a	Basic EPS before Extra ordinary items (not annualised)	0.55	1.95	3.12	3.58	6.92
	Diluted EPS before Extra ordinary items (not annualised)	0.55	1.95	3.12	3.58	6.92
b	Basic EPS after Extra ordinary items (not annualised)	0.55	1.95	3.12	3.58	6.92
	Diluted EPS after Extra ordinary items (not annualised)	0.55	1.95	3.12	3.58	6.92
16	Aggregate of Non-Promoters Shareholding					
	Number of Shares	25608236	17726370	25608236	17726370	17748584
	Percentage of holding	50.69%	53.28	50.69%	53.28	53.35%

Revenues, Results & Capital Employed for the Segments for the quarter ended 30/09/2008

Amount Rs.in Lacs

Particulars	Quarter ended		Half Year Ended		Year ended
	Sep 30, 2008	Sep 30, 2007	Sep 30, 2008	Sep 30, 2007	31st March 2008
	Reviewed	Reviewed	Reviewed	Reviewed	(Audited)
1 Segment Revenues					
POWER GENERATION/ DISTRIBUTION	13,376	5,940	26,732	10,399	25,771
ROTATING MACHINES	14,192	11,703	25,020	21,294	44,708
OTHERS	1,296	1,351	2,214	2,214	6,020
Total	28,864	18,994	53,966	33,907	76,499
Less: Inter segment revenues					
Sales / Income from operations	28,864	18,994	53,966	33,907	76,499
	-	-	-	-	-
2 Segment Results					
Profit before interest, depreciation and tax expense					
POWER GENERATION/ DISTRIBUTION	661	681	1,812	1,498	2,604
ROTATING MACHINES	1,453	199	2,213	377	686
OTHERS	289	372	489	572	1,863
Total	2,403	1,252	4,514	2,447	5,153
Less: Interest	469	100	871	183	384
Less: Other unallocable expenditure (net off unallocable expenditure)	1,499	363	1,711	896	2,041
Total profit before tax expense	435	789	1,932	1,368	2,728
	-	-	-	-	-
3 Capital Employed(Segment Assets-Segment Liabilities)					
POWER GENERATION/ DISTRIBUTION	1,932	1,936	1,932	1,936	3,145
ROTATING MACHINES	8,698	9,214	8,698	9,214	7,286
OTHERS	1,324	697	1,324	697	1,441
TOTAL CAPITAL EMPLOYED IN SEGMENTS	11,954	11,847	11,954	11,847	11,872
ADD: UNALLOCABLE	3,363	(456)	3,363	(456)	653
TOTAL CAPITAL EMPLOYED	15,317	11,391	15,317	11,391	12,525

NOTES:-

- 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 of the Company involving amalgamation of Kaytee Switchgear Limited (KSL) with the Company and the demerger of the operating business of Kirloskar Power Equipments Ltd (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 six months ended on September 30, 2008 and for the three months ended on June 30, 2008 take cognizance of of the said Scheme and present the combined working results of the merged entity. The comparative figures furnished for the three months ended on September 30, 2007, the six months ended on that date and the year ended on March 31, 2008 are for the Company on a stand alone 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 first half and the year ended on March 31, 2008 are not comparable.
- Consequent to the orders referred to in Note 1(herein above), the Company has allotted on 17/10/2008 17252550 Equity Shares of Rs. 10/- each and 1176746 Preference Shares of Rs. 100/- to the shareholders of KSL & KPEL. Accordingly, the Capital of the Company stands as under
 - 50521367 Equity Shares of Rs. 10 / each
 - 2376746 Preference Shares of Rs. 100/- each.
- The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on October 31, 2008
- During the quarter, the Company received 29 complaints from the shareholders, which have been resolved. There were no complaints remaining unresolved as at the beginning and end of the quarter.
- Earning Per Share (EPS) has been calculated after providing for preference dividend.
- Even though the shares in the merged entity was allotted on 17/10/2008, the consolidated Non Promoters Shareholding figures have been given above for the quarter & half year ended 30/09/2008.

For Kirloskar Electric Company Limited

PLACE: BANGALORE
DATE: 31/10/2008Vijay R Kirloskar
Chairman & Managing Director

