

**KIRLOSKAR OIL ENGINES LIMITED**

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER 2006**

(Rs. In crores)

	Particulars	Quarter ended		Half Year ended		Year ended (Audited)
		30-09-2006	30-09-2005	30-09-2006	30-09-2005	31-03-2006
1	Sales	523.22	359.55	991.38	707.11	1,530.71
	Less : Excise duty	(46.89)	(31.62)	(88.08)	(61.63)	(135.37)
	<b>Net Sales</b>	<b>476.33</b>	<b>327.93</b>	<b>903.30</b>	<b>645.48</b>	<b>1,395.34</b>
2	Income from Operations	14.87	10.17	24.44	20.20	48.45
3	Other Income	29.49	18.64	31.62	20.57	27.42
4	<b>Total Income</b>	<b>520.69</b>	<b>356.74</b>	<b>959.36</b>	<b>686.25</b>	<b>1,471.21</b>
5	<b>Total Expenditure</b>	<b>433.66</b>	<b>306.35</b>	<b>827.05</b>	<b>604.60</b>	<b>1,285.01</b>
	a) (Increase) /decrease in stock in trade	(8.94)	0.56	(16.97)	(15.89)	(6.51)
	b) Consumption of raw materials	359.85	238.11	681.35	486.37	1,005.96
	c) Staff cost	25.26	22.23	50.53	45.66	89.43
	d) Other expenditure	57.49	45.45	112.14	88.46	196.13
6	<b>Profit before Interest and Depreciation</b>	<b>87.03</b>	<b>50.39</b>	<b>132.31</b>	<b>81.65</b>	<b>186.20</b>
7	Interest	2.91	2.17	6.58	4.21	9.74
8	Depreciation	7.44	6.56	14.88	13.43	27.98
9	<b>Profit before extraordinary items</b>	<b>76.68</b>	<b>41.66</b>	<b>110.85</b>	<b>64.01</b>	<b>148.48</b>
10	Extraordinary Items					
	Income	-	97.49	-	97.49	97.49
	Expenses	-	-	-	-	-
11	<b>Profit before Tax</b>	<b>76.68</b>	<b>139.15</b>	<b>110.85</b>	<b>161.50</b>	<b>245.97</b>
12	Provision For Taxation					
	Current	14.63	7.34	23.11	14.31	40.00
	Deferred	(3.23)	0.20	(1.36)	0.33	3.08
	Fringe Benefit Tax	0.45	0.93	0.80	1.48	2.30
13	<b>Net Profit</b>	<b>64.83</b>	<b>130.68</b>	<b>88.30</b>	<b>145.38</b>	<b>200.59</b>
14	Paid Up Equity Share Capital (Face value of Rs 2 each)	19.42	19.42	19.42	19.42	19.42
15	Reserves excluding revaluation reserves					698.96
16	<b>Basic and diluted EPS (Rs. 2 each)</b>					
	-Before extraordinary items	6.68	3.42	9.09	4.93	10.62
	-After extraordinary items	6.68	13.46	9.09	14.97	20.66
17	Aggregate of Public Shareholding					
	- Number of Shares	37,987,870	37,867,995	37,987,870	37,867,995	37,871,495
	- Percentage of shareholding	39.13	39.00	39.13	39.00	39.01

**Notes :**

- 1 Figures for the previous periods have been regrouped wherever required.
- 2 The results for the quarter ended 30th Sept. 2006 have been reviewed by the Auditors.
- 3 Company received 12 complaints during the current quarter. All complaints have been resolved. No complaint is pending at the quarter end.

The above results were taken on record by Board of Directors in its meeting held on 17th

- 4 October, 2006.

Registered Office:  
Laxmanrao Kirloskar Road,  
Khadki, Pune - 411 003

For Kirloskar Oil Engines Limited

Place : Pune  
Date : 17th October , 2006

Gautam A. Kulkarni  
Joint Managing Director

**KIRLOSKAR OIL ENGINES LIMITED**

**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED,  
AS PER CLAUSE 41 OF THE LISTING AGREEMENT**

(Rs. In Crores)

Particulars	Quarter ended		Half Year ended		Year ended (Audited)
	30-09- 2006	30-09- 2005	30-09- 2006	30-09- 2005	31-03-2006
<b>1 Segment Revenue</b>					
a Engines	408.77	258.09	754.71	506.41	1,141.22
b Auto Components	33.42	26.94	62.22	53.00	110.34
c Others	62.09	63.49	135.73	127.09	236.50
<b>Total</b>	<b>504.28</b>	<b>348.52</b>	<b>952.66</b>	<b>686.50</b>	<b>1,488.06</b>
Less: Inter segment revenue	13.08	10.42	24.92	20.82	44.27
<b>Net Sales / Income from Operations</b>	<b>491.20</b>	<b>338.10</b>	<b>927.74</b>	<b>665.68</b>	<b>1,443.79</b>
<b>2 Segment Results</b>					
Profit (+) / Loss (-) before tax and interest from each segment					
a Engines	42.00	22.72	77.88	43.76	123.52
b Auto Components	4.09	3.05	5.73	5.65	12.93
c Others	6.62	1.56	7.58	1.89	4.26
<b>Total</b>	<b>52.71</b>	<b>27.33</b>	<b>91.19</b>	<b>51.30</b>	<b>140.71</b>
<b>Less:</b>					
i Interest	2.91	2.17	6.58	4.21	9.74
ii Other Unallocable expenditure net off unallocable income	(26.88)	(113.99)	(26.24)	(114.41)	(115.00)
<b>Total Profit Before Tax</b>	<b>76.68</b>	<b>139.15</b>	<b>110.85</b>	<b>161.50</b>	<b>245.97</b>
<b>3 Capital Employed</b> (Segment assets - Segment liabilities)					
a Engines	189.39	151.61	189.39	151.61	187.87
b Auto Components	78.90	48.67	78.90	48.67	63.00
c Others	38.43	66.59	38.43	66.59	41.37
<b>Total capital employed in segments</b>	<b>306.72</b>	<b>266.87</b>	<b>306.72</b>	<b>266.87</b>	<b>292.24</b>
Add:					
Unallocable corporate assets less liabilities	571.49	506.78	571.49	506.78	502.89
<b>Total capital employed in the company</b>	<b>878.21</b>	<b>773.65</b>	<b>878.21</b>	<b>773.65</b>	<b>795.12</b>

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Gautam A. Kulkarni  
Joint Managing Director