

KIRLOSKAR OIL ENGINES LIMITED

UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER 2008

(Rs In Lakhs)

Particulars	Quarter ended		Nine months ended		Year ended
	31-12-2008	31-12-2007	31-12-2008	31-12-2007	31-03-2008
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 a) Net Sales	47,642	52,527	163,430	156,038	215,645
b) Other Operating Income	1,817	1,183	5,671	3,469	5,523
2 Total Operating Income	49,459	53,710	169,101	159,507	221,168
3 Expenditure	45,248	49,822	154,596	146,196	202,085
a) (Increase) / decrease in stock in trade and work in progress	946	(314)	1,194	(1,907)	(2,616)
b) Consumption of raw materials	26,537	30,240	94,475	88,246	124,899
c) Purchase of traded goods	7,243	8,512	24,127	26,838	35,108
d) Employees cost	3,405	3,701	10,918	10,506	13,930
e) Depreciation	1,840	985	5,623	3,009	4,386
f) Other Expenditure	5,277	6,698	18,259	19,504	26,378
4 Profit from Operations before Other Income, Interest and Exceptional Items (2-3)	4,211	3,888	14,505	13,311	19,083
5 Other Income	226	207	1,178	940	1,628
6 Profit before Interest and Exceptional Items (4+5)	4,437	4,095	15,683	14,251	20,711
7 Interest (Refer note 2)	2,690	523	6,074	1,183	1,970
8 Profit after Interest but before Exceptional Items (6-7)	1,747	3,572	9,609	13,068	18,741
9 Exceptional Items - (Expenses) / Income (Refer note 3)	-	-	570	-	-
10 Profit(+) / Loss(-) from Ordinary Activities before tax (8+9)	1,747	3,572	10,179	13,068	18,741
11 Tax Expenses	748	1,396	3,496	4,790	6,846
12 Net Profit (+) / Loss (-) from Ordinary Activities after tax (10-11)	999	2,176	6,683	8,278	11,895
13 Extraordinary Items (net of tax expense)	-	-	-	-	-
14 Net Profit(+)/ Loss(-) for the period (12-13)	999	2,176	6,683	8,278	11,895
15 Paid-up Equity Share Capital (Face value of Rs 2 each)	3,883	3,883	3,883	3,883	3,883
16 Reserves excluding revaluation reserves as per balance sheet of previous accounting year	-	-	-	-	87,616
17 Basic and diluted EPS (Rs.) Before and After Extraordinary items for the period, for the year to date and for the previous year (not annualized)	0.5	1.1	3.4	4.3	6.1
18 Public Shareholding					
- Number of Shares	76,130,137	76,130,137	76,130,137	76,130,137	76,130,137
- Percentage of shareholding	39.21	39.21	39.21	39.21	39.21

Notes :

- Figures for the previous periods have been regrouped wherever required. Figures for quarter and nine months ended December 31, 2008 are not comparable with those of the corresponding period of the previous year in view of hive off of Valves Division w.e.f. August 1, 2008.
- Interest for the quarter includes Rs. 1932 Lakhs (cumulative nine months Rs. 3676 Lakhs) pertaining to revalorisation of outstanding foreign currency term loans.
- Exceptional income for the nine months represents surplus on hive off of Valves Division which is subject to change on finalisation of working capital on the date of hive off, as per the terms of the agreement.
- In terms of AS 30 - Financial Instruments - Recognition and Measurement, the company has from this year decided to create Hedging Reserve which represents mark to market (MTM) loss in respect of the currency option contracts bought by the company to hedge a part of its highly probable forecast export transactions till April 2013. Accordingly, the Hedging Reserve as on December 31, 2008 is Rs. 4177 Lakhs.
- The Board has deliberated on a proposed scheme of arrangement to facilitate separating the core business and investments of the Company and has constituted a committee of directors to examine and suggest the future course of action.
- The name of the Company's Registrar and Transfer Agent "Intime Spectrum Registry Ltd" has been changed to "LINK INTIME INDIA PVT LTD". However, there is no change in the postal address of the agent.
- The above results are reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on January 21, 2009 and are subjected to a " Limited Review " by the Statutory Auditors.
- Company received 4 complaints from investors during the current quarter. All complaints have been resolved. No complaint is pending at the quarter end.

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

Place : Pune
Date : 21st January, 2009

For Kirloskar Oil Engines Limited

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 Lakhs)

Particulars	Quarter ended		Nine Months ended		Year ended
	31-12-2008	31-12-2007	31-12-2008	31-12-2007	31-03-2008
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Segment Revenue					
a Engines	46,925	51,013	159,994	146,968	204,874
b Auto Components	2,429	3,398	9,541	9,850	14,057
c Others	274	(157)	727	4,263	4,381
Total	49,628	54,254	170,262	161,081	223,312
Less: Inter segment revenue	169	544	1,161	1,574	2,144
Net Sales / Income from Operations	49,459	53,710	169,101	159,507	221,168
2 Segment Results					
Profit (+) / Loss (-) before tax and interest from each segment					
a Engines	4,323	4,498	14,799	14,333	19,984
b Auto Components	146	(55)	193	(4)	(299)
c Others	42	(57)	275	109	(88)
Total	4,511	4,386	15,267	14,438	19,597
Less:					
i Interest	2,690	523	6,074	1,183	1,970
ii Other Unallocable expenditure net off unallocable income	74	291	(986)	187	(1,114)
Total Profit Before Tax	1,747	3,572	10,179	13,068	18,741
3 Capital Employed (Segment assets - Segment liabilities)					
a Engines	69,465	54,838	69,465	54,838	64,512
b Auto Components	5,048	12,296	5,048	12,296	12,849
c Others	53,998	57,041	53,998	57,041	51,389
Total capital employed	128,511	124,175	128,511	124,175	128,750

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

For Kirloskar Oil Engines Limited

Place: Pune
Date: 21st January 2009

Gautam A. Kulkarni
Joint Managing Director