

Ref.: SEC& LEG/327

April 28, 2022  
Through online portal

BSE Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street,  
Mumbai 400 001  
Scrip Code - 505283

Kind Atten.: Ms. Bharti Bhambwani, Corporate Relationship Manager

Dear Madam,

Sub: Outcome of Board Meeting

Pursuant to Regulation 30, and 33 of the SEBI (listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith:

A) Financial Results

1. Audited Financial Results of the Company for the quarter and year ended 31<sup>st</sup> March, 2022 which were approved by the Board of Directors in its Meeting held on April 28, 2022;
2. Segment Wise Report;
3. A statement of Assets and Liabilities as at 31<sup>st</sup> March, 2022.
4. Cash Flow Statement
5. Auditor's Report received from Kirtane & Pandit LLP, Chartered Accountants, Pune the Statutory Auditors of the Company on the aforesaid Audited Financial Results;

B) Kirtane & Pandit LLP, Chartered Accountants (Firm Registration No. 105215W | W100057) the Statutory Auditors of the Company have issued the Auditors' Report with an unmodified opinion on the Financial Results of the Company for the Financial Year ended 31<sup>st</sup> March, 2022.

**Kirloskar Pneumatic Company Limited**

A Kirloskar Group Company

Regd. Office: Plot No. 1, Hadapsar Industrial Estate, Hadapsar,  
Pune, Maharashtra 411013  
Tel: +91 (20) 26727000  
Fax: +91 (20) 26870297  
Email: sec@kirloskar.com | Website: www.kirloskarpneumatic.com  
CIN: L29120PN1974PLC110307

C) Dividend

The Board of Directors at its Meeting also held on April 28, 2022 have recommended a final dividend of 120% (Rs.2.40 per equity share) for the Financial Year 2021-22, subject to approval of members at the ensuing Annual General Meeting and shall be paid through National Electronic Clearing System (NECS) or vide dividend warrants, as the case may be. The Dividend, if approved by the Shareholders shall be paid on or after July 20, 2022.

D) Allotment of Equity Shares under 'KPCL Employee Stock Option Scheme 2019'

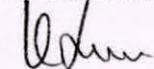
The Board of Directors of the Company at their meeting held on April 28, 2022, have approved Allotment of 10,500 equity shares of face value of Rs. 2/- each to the eligible employee(s), who have exercised their stock options under the 'KPCL Employee Stock Option Scheme 2019.' These shares shall rank pari-passu with the existing Equity Shares of the Company in all respects.

Consequently, the issued, subscribed and paid-up share capital of the Company stands increased to Rs. 12,89,11,580 comprising of 6,44,55,790 Equity Shares of Rs. 2/- each.

E) The Annual General Meeting of the Company will be held on Wednesday, July 20, 2022.

This is to further inform you that the meeting of the Board of Directors of the Company approving the above commenced at 11.00 A.M. and concluded at 01.10 P.M. on April 28, 2022.

Thanking You.  
For Kirloskar Pneumatic Company Limited



K Srinivasan  
Managing Director | DIN: 00088424

Encl.: As above

**STATEMENT OF AUDITED FINANCIAL RESULTS  
FOR THE QUARTER AND YEAR ENDED MARCH 31, 2022**

₹ in Lakhs

Sr. No.	Particulars	Quarter ended on			Year ended on March 31,	
		Mar 31	Dec 31	Mar 31	2022	2021
		2022	2021	2021		
		Audited	Reviewed	Audited	Audited	
I	Revenue from operations	39,840	22,728	41,508	1,02,118	82,326
II	Other Income	370	212	218	1,232	1,012
III	<b>Total income ( I + II )</b>	<b>40,210</b>	<b>22,940</b>	<b>41,726</b>	<b>1,03,350</b>	<b>83,338</b>
IV	<b>EXPENSES</b>					
	Cost of material consumed	24,919	12,850	20,884	59,162	43,120
	Changes in inventories of finished goods, stock in trade & work in progress	(2,622)	(552)	4,303	(3,130)	1,953
	Employee benefit expense	3,348	3,208	2,976	12,948	11,320
	Finance Cost	1	69	93	211	169
	Depreciation and amortisation expense	816	791	928	3,522	3,759
	Other Expenses	6,428	5,019	6,128	19,225	14,629
	<b>Total expenses ( IV )</b>	<b>32,890</b>	<b>21,385</b>	<b>35,312</b>	<b>91,938</b>	<b>74,950</b>
V	<b>Profit/(Loss) before exceptional items &amp; tax ( III - IV )</b>	<b>7,320</b>	<b>1,555</b>	<b>6,414</b>	<b>11,412</b>	<b>8,388</b>
VI	Exceptional items	-	-	-	-	-
VII	<b>Profit/ (Loss) before tax ( V - VI )</b>	<b>7,320</b>	<b>1,555</b>	<b>6,414</b>	<b>11,412</b>	<b>8,388</b>
VIII	Tax expenses					
	Current Tax ( net of write back of previous year )	1,910	327	1,641	2,899	2,050
	Deferred Tax	(30)	17	(259)	21	(46)
IX	<b>Profit/ (Loss) for the period ( VII - VIII )</b>	<b>5,440</b>	<b>1,211</b>	<b>5,032</b>	<b>8,492</b>	<b>6,384</b>
X	<b>Other Comprehensive Income</b>					
	i) Items that will not be reclassified to profit or loss	470	(670)	492	1,581	3,109
	ii) Income tax relating to items that will not be reclassified to profit or loss	(112)	104	(303)	(163)	(327)
XI	<b>Total Comprehensive Income for the period ( IX + X ) (Comprising Profit / (Loss) and Other Comprehensive Income for the period)</b>	<b>5,798</b>	<b>645</b>	<b>5,221</b>	<b>9,910</b>	<b>9,166</b>
XII	Paid up Equity Share Capital (Face Value of Rs. 2/- each)	1,289	1,288	1,285	1,289	1,285
XIII	Other Equity				64,557	57,579
XIV	<b>Earning per equity share basic (Rs.)</b>	<b>8.45</b>	<b>1.88</b>	<b>7.84</b>	<b>13.19</b>	<b>9.94</b>
	<b>Earning per equity share diluted (Rs.)</b>	<b>8.40</b>	<b>1.87</b>	<b>7.81</b>	<b>13.12</b>	<b>9.94</b>
	( Not Annualised )					



**SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED**

₹ in Lakhs

Sr. No.	Particulars	Quarter ended on			Year ended on	
		Mar 31	Dec 31	Mar 31	March 31st	
		2022	2021	2021	2022	2021
		<b>Audited</b>	<b>Reviewed</b>	<b>Audited</b>	<b>Audited</b>	
<b>1</b>	<b>Segment Revenue</b>					
	Compression Systems	37,237	21,381	40,379	96,095	78,535
	Other Non Reportable Segments	2,603	1,347	1,129	6,023	3,791
	<b>TOTAL</b>	<b>39,840</b>	<b>22,728</b>	<b>41,508</b>	<b>1,02,118</b>	<b>82,326</b>
	Less : Inter Segment revenue	-	-	-	-	-
	<b>Net Sales/ Income from operations</b>	<b>39,840</b>	<b>22,728</b>	<b>41,508</b>	<b>1,02,118</b>	<b>82,326</b>
<b>2</b>	<b>Segment Results</b>					
	Profit/(Loss) before tax and interest from each segment					
	Compression Systems	9,167	3,204	8,137	17,995	14,037
	<b>TOTAL</b>	<b>9,167</b>	<b>3,204</b>	<b>8,137</b>	<b>17,995</b>	<b>14,037</b>
	Less : i. Finance Cost	1	69	93	211	169
	ii. Other unallocable expenditure ( net off income ) including Profit/(Loss) of non reportable segments	1,846	1,580	1,630	6,372	5,480
	<b>Total Profit/(Loss) Before Tax</b>	<b>7,320</b>	<b>1,555</b>	<b>6,414</b>	<b>11,412</b>	<b>8,388</b>
<b>3</b>	<b>Capital Employed</b>					
	<b>Segment Assets</b>					
	Compression Systems	60,938	56,404	53,355	60,938	53,355
	<b>Segment Liabilities</b>					
	Compression Systems	33,270	31,406	30,482	33,270	30,482
	<b>Total Capital employed in segment</b>	<b>27,668</b>	<b>24,998</b>	<b>22,873</b>	<b>27,668</b>	<b>22,873</b>
	Add : Unallocable corporate assets	41,525	38,785	39,084	41,525	39,084
	Less :Unallocable corporate liabilities ( including non reportable segments )	3,347	2,759	3,093	3,347	3,093
	<b>Net Unallocable Corporate Assets / (Liabilities)</b>	<b>38,178</b>	<b>36,026</b>	<b>35,991</b>	<b>38,178</b>	<b>35,991</b>
	<b>Total Capital employed in the Company</b>	<b>65,846</b>	<b>61,024</b>	<b>58,864</b>	<b>65,846</b>	<b>58,864</b>



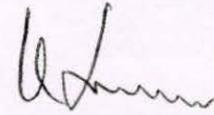
**Notes**

- 1 The above Results have been reviewed and recommended by the Audit Committee & approved by the Board of Directors at its Meeting held on 28th April, 2022.
- 2 The Board has recommended a final dividend @ 120 % ( Rs. 2.40 per share )
- 3 In terms of provisions of Ind-AS 108 - Operating Segments, the Chief Operating Decision Maker evaluates the Company's performance comprising various business segments. Accordingly, segmental information has been reported under Compression Segment and Other Non-Reportable Segments which includes remaining non-qualifying segments. Figures pertaining to previous periods have been regrouped appropriately.
- 4 During the year the Company has allotted 178,000 ( 45,600) Equity Shares of Rs.2/- each fully paid under its ESOS 2019.
- 5 The Company has assessed the impact of pandemic on its financial position based on the internal and external information available up to the date of approval of these financial results and does not expect any impairment of the carrying value of its assets.
- 6 Previous Years figures have been regrouped, rearranged or reclassified wherever necessary to correspond to Current Year's

Place : Pune  
Date : April 28, 2022



**For Kirloskar Pneumatic Co. Ltd.**



**K. Srinivasan**  
**Managing Director**

Statement of Assets and Liabilities as at 31st March 2022

₹ in Lakhs

Sr. No.	Particulars	As at 31st March	
		2022	2021
		<b>Audited</b>	
	<b>ASSETS</b>		
(1)	<b>Non-current assets</b>		
	(a) Property, Plant and Equipment	22,725	17,244
	(b) Capital work-in-progress	521	419
	(c) Other Intangible assets	211	258
	(d) Intangible assets under development	569	373
	(e) Financial Assets		
	(i) Investments	7,891	6,193
	(ii) Loans	-	1
	(iii) Others	251	285
	(f) Other non-current assets	20	20
	<b>Total non-current assets</b>	<b>32,188</b>	<b>24,792</b>
(2)	<b>Current assets</b>		
	(a) Inventories	20,275	11,437
	(b) Financial Assets		
	(i) Investments	12,657	16,134
	(ii) Trade receivables	29,883	30,810
	(iii) Cash and cash equivalents	3,567	4,457
	(iv) Bank balance other than (iii) above	313	779
	(v) Others	90	137
	(c) Other current assets	3,491	3,892
	<b>Total current assets</b>	<b>70,276</b>	<b>67,646</b>
	<b>TOTAL ASSETS</b>	<b>1,02,464</b>	<b>92,439</b>
	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
	(a) Equity share capital	1,289	1,285
	(b) Other equity	64,557	57,579
	<b>Total equity</b>	<b>65,846</b>	<b>58,864</b>
(1)	<b>Liabilities</b>		
	<b>Non-current liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	-	3,750
	(ii) Lease Liabilities	95	-
	(iii) Other financial liabilities	9	9
	(b) Provisions	611	605
	(c) Deferred tax liabilities (net)	542	329
	(d) Other non-current liabilities	-	9
	<b>Total non-current liabilities</b>	<b>1,257</b>	<b>4,702</b>
(2)	<b>Current liabilities</b>		
	(a) Financial liabilities		
	(i) Borrowings	-	250
	(ii) Lease Liabilities	29	16
	(iii) Trade payables		
	Due to Micro, Small and Medium Enterprises	3,909	2,856
	Other Trade Payables	13,128	11,710
	(iv) Other financial liabilities	6,415	6,955
	(b) Other current liabilities	11,004	6,265
	(c) Provisions	598	397
	(d) Current tax liability (net)	278	423
	<b>Total current liabilities</b>	<b>35,361</b>	<b>28,872</b>
	<b>TOTAL LIABILITIES</b>	<b>36,618</b>	<b>33,574</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,02,464</b>	<b>92,438</b>



### CASH FLOW STATEMENT

₹ in Lakhs

	As at 31st March	
	2022	2021
	Audited	
<b>A) Cash Flow From Operating Activities</b>		
Profit Before Tax	11,412	8,388
<b>Adjustments for :</b>		
Depreciation and amortisation expense	3,522	3,759
Interest income	(3)	(77)
Unwinding of Interest on Security Deposits	(13)	(13)
Share Based Payment	141	181
Dividend income	(145)	(55)
Net Gain on Financial Instruments Mandatorily Measured at Fair Value Through Profit or Loss	(402)	(684)
Loss/(gain) on Sale of Investments	(316)	(83)
Loss/(gain) on disposal of property, plant and equipment	(172)	(52)
Finance costs	211	169
Bad Debts	172	22
<b>Operating profit before working capital adjustments</b>	<b>14,407</b>	<b>11,555</b>
<b>Working capital adjustments</b>		
(Increase)/decrease in trade receivables	754	(11,920)
(Increase)/decrease in inventories	(8,838)	4,483
(Increase)/decrease in other financial assets	138	292
(Increase)/decrease in other non-financial assets	367	(887)
Increase/(decrease) in trade payables	2,470	843
Increase/(decrease) in financial liabilities	(619)	1,684
Increase/(decrease) in non-financial liabilities	4,730	1,403
Increase/(decrease) in provisions	91	(147)
<b>Cash generated from operations</b>	<b>13,500</b>	<b>7,305</b>
Income taxes paid	(2,592)	(1,640)
<b>Net cash inflow from operating activities</b>	<b>10,908</b>	<b>5,665</b>
<b>B) Cash flow from investing activities</b>		
Payments for property, plant and equipment, intangible assets	(9,169)	(365)
Proceeds from sale of property, plant and equipment, intangible	251	86
Sale / Redemption of Investments	7,189	4,571
Purchase of Investments	(2,995)	(9,301)
Interest income	3	69
Dividend income	145	55
<b>Net cash outflow from investing activities</b>	<b>(4,576)</b>	<b>(4,885)</b>
<b>C) Cash flow from financing activities</b>		
Proceeds from issuance of share capital	214	56
Repayment of borrowings	(4,000)	(2,831)
Proceeds from borrowings	-	4,000
Finance costs	(173)	(181)
Lease Payments	(25)	(24)
Dividends paid (including dividend distribution tax)	(3,238)	(37)
<b>Net cash outflow from financing activities</b>	<b>(7,222)</b>	<b>982</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(890)</b>	<b>1,762</b>
<b>Cash and cash equivalents at beginning of the financial year</b>	<b>4,457</b>	<b>2,695</b>
<b>Cash and cash equivalents at end of the financial year</b>	<b>3,567</b>	<b>4,457</b>



# KIRTANE & PANDIT LLP

## Independent Auditor's Report on Audit of Annual Financial Results of Kirloskar Pneumatic Company Limited for quarter and year ended March 31, 2022

(Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended))

To the Board of Directors of  
Kirloskar Pneumatic Company Limited

### Opinion

We have audited the accompanying annual financial results of **Kirloskar Pneumatic Company Limited** ("the Company") for the year ended 31<sup>st</sup> March, 2022, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these annual financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the year ended 31<sup>st</sup> March, 2022.

### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Results* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the annual financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



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Kirtane & Pandit LLP  
Chartered Accountants

Pune | Mumbai | Nashik | Bengaluru | Hyderabad | New Delhi

## Management's Responsibilities for the Annual Financial Results

These annual financial results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these annual financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the annual financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

## Auditor's Responsibilities for the Audit of the Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the annual financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the annual financial results, whether due to fraud or error, design and perform audit procedures responsive to those

risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual financial results, including the disclosures, and whether the annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **Other Matter**

1. The financial statements of the Company for the year ended March 31, 2021 and financial results for the quarter and year ended March 31, 2021 were audited by another firm of Chartered Accountants under the Companies Act, 2013 who expressed an unmodified opinion, vide their separate reports on financial statements and financial results both dated April 29, 2021.

2. The annual financial results include the results for the quarter ended March 31, 2022 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to December 31, 2021, being the third quarter of the current financial year which were subject to limited review by us.

Our report on the Statement is not modified in respect of these matters.

**For Kirtane & Pandit LLP**

Chartered Accountants

Firm Registration No.105215W/W100057



**Suhas Deshpande**

Partner

Membership No.: 031787



UDIN: 22031787AHZEXR3106

Pune, April 28, 2022