

**KIRLOSKAR PNEUMATIC CO. LTD.**

Enriching Lives

**UNAUDITED FINANCIAL RESULTS (PROVISIONAL)
FOR THE QUARTER ENDED SEPTEMBER 30, 2010**

(Rs. in Lacs)

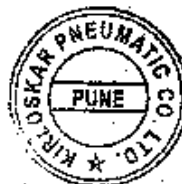
| Sr. No. | Particulars | Quarter ended on September 30, | | Six Months ended on September 30, | | Year ended March 31, |
|------------|---------------------------------------------------------------|-----------------------------------|-----------|--------------------------------------|-----------|-------------------------|
| | | 2010 | 2009 | 2010 | 2009 | 2010 |
| | | Unaudited | | Unaudited | | Audited |
| 1 | Sales / Income from operations | 12,764 | 11,604 | 22,002 | 17,085 | 47,424 |
| | Less : Excise Duty | 756 | 593 | 1,326 | 862 | 2,096 |
| | Net Sales / Income from operations | 12,008 | 11,011 | 20,676 | 16,223 | 45,328 |
| 2 | Expenditure - | | | | | |
| a | (Increase) / Decrease in stock in trade & WIP | 1,373 | 489 | 405 | (484) | 1,682 |
| b | Consumption of Raw Materials | 5,436 | 5,629 | 11,456 | 9,509 | 24,066 |
| c | Manufacturing Expenses | 914 | 636 | 1,462 | 1,132 | 2,616 |
| d | Employee Cost | 1,597 | 1,303 | 3,121 | 2,587 | 5,319 |
| e | Depreciation | 220 | 177 | 426 | 337 | 735 |
| f | Other Expenditure | 1,195 | 957 | 2,276 | 1,869 | 4,898 |
| g | Total | 10,735 | 9,191 | 19,146 | 14,950 | 39,316 |
| 3 | Profit/(Loss) from Operations before Other Income & Interest | 1,273 | 1,820 | 1,530 | 1,273 | 6,012 |
| 4 | Other Income | 244 | 163 | 394 | 252 | 997 |
| 5 | Profit/(Loss) before Interest | 1,517 | 1,983 | 1,924 | 1,525 | 7,009 |
| 6 | Interest | 65 | 72 | 109 | 112 | 186 |
| 7 | Profit/(Loss) before tax | 1,452 | 1,911 | 1,815 | 1,413 | 6,823 |
| 8 | Provision for Taxation | | | | | |
| a | Current | 480 | 370 | 610 | 370 | 2,006 |
| b | Deferred Tax | 21 | 141 | 25 | 130 | 60 |
| 9 | Prior period Adjustments Debit/ (Credit) | (66) | - | (66) | - | (33) |
| 10 | Net Profit/(Loss) after tax | 1,016 | 1,400 | 1,246 | 913 | 4,790 |
| 11 | Paid up Equity Share Capital (Face Value of Rs. 10/- each) | 1,284 | 1,284 | 1,284 | 1,284 | 1,284 |
| 12 | Reserves excluding Revaluation Reserve | - | - | - | - | 14,690 |
| 13 | Basic and diluted EPS (Rs.) | 7.92 | 10.90 | 9.71 | 7.11 | 37.29 |
| 14 | Public Shareholding | | | | | |
| | Number of Shares | 5,670,355 | 5,670,355 | 5,670,355 | 5,670,355 | 5,670,355 |
| | Percentage of Shareholding | 44.15% | 44.15% | 44.15% | 44.15% | 44.15% |





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| Sr. No. | Particulars | Quarter ended on September 30, | | Six Months ended on September 30, | | Year ended March 31, |
|------------|------------------------------------------------------------------------------------------------|-----------------------------------|-----------|--------------------------------------|-----------|-------------------------|
| | | 2010 | 2009 | 2010 | 2009 | 2010 |
| | | Unaudited | | Unaudited | | Audited |
| 15 | Promoter & Promoter Group Shareholding | | | | | |
| | a. Pledged / Encumbered | | | | | |
| | Number of Shares | - | - | - | - | - |
| | Percentage of shares (as a % of the total shareholding of promoter and promoter group) | - | - | - | - | - |
| | Percentage of shares (as a % of the total share capital of the company) | - | - | - | - | - |
| | b. Non Encumbered | | | | | |
| | Number of Shares | 7,173,983 | 7,173,983 | 7,173,983 | 7,173,983 | 7,173,983 |
| | Percentage of shares (as a % of the total shareholding of promoter and promoter group) | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |
| | Percentage of shares (as a % of the total share capital of the company) | 55.85% | 55.85% | 55.85% | 55.85% | 55.85% |



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

(Rs. in Lacs)

| Sr. No. | Particulars | Quarter ended on September 30, | | Six Months ended on September 30, | | Year ended March 31, |
|------------|-----------------------------------------------------------------|-----------------------------------|---------------|--------------------------------------|---------------|-------------------------|
| | | 2010 | 2009 | 2010 | 2009 | 2010 |
| | | Unaudited | | Unaudited | | Audited |
| 1 | Segment Revenue | | | | | |
| | a Compression Systems | 10,401 | 9,225 | 18,477 | 13,459 | 39,037 |
| | b Transmission Products | 1,607 | 1,786 | 2,199 | 2,764 | 6,291 |
| | TOTAL | 12,008 | 11,011 | 20,676 | 16,223 | 45,328 |
| | Less : Inter Segment revenue | - | - | - | - | - |
| | Net Sales/ Income from operations | 12,008 | 11,011 | 20,676 | 16,223 | 45,328 |
| 2 | Segment Results | | | | | |
| | Profit/(Loss) before tax and interest from each segment | | | | | |
| | a Compression Systems | 1,987 | 2,275 | 3,391 | 2,319 | 8,432 |
| | b Transmission Products | 12 | 114 | (418) | 30 | 30 |
| | TOTAL | 1,999 | 2,389 | 2,973 | 2,349 | 8,462 |
| | Less : i. Interest | 65 | 72 | 109 | 112 | 186 |
| | ii. Other unallocable expenditure net off unallocable income | 482 | 406 | 1,049 | 824 | 1,453 |
| | Total Profit/(Loss) Before Tax | 1,452 | 1,911 | 1,815 | 1,413 | 6,823 |
| 3 | Capital Employed | | | | | |
| | (Segment Assets - Segment Liabilities) | | | | | |
| | a Compression Systems | 5,622 | 6,660 | 5,622 | 6,660 | 8,298 |
| | b Transmission Products | 6,611 | 6,023 | 6,611 | 6,023 | 7,036 |
| | Total Capital employed in segments | 12,233 | 12,683 | 12,233 | 12,683 | 15,334 |
| | Add : Unallocable corporate assets Net of Liabilities | 7,796 | 5,235 | 7,796 | 5,235 | 3,958 |
| | Total Capital employed in the Company | 20,029 | 17,918 | 20,029 | 17,918 | 19,292 |



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Notes

- 1 Statement of Assets and Liabilities as on 30th September, 2010 is given below.

| DISCLOSURE OF ASSETS AND LIABILITIES AS PER CLAUSE 41 (1) (ea) OF THE LISTING AGREEMENT FOR THE HALF YEAR ENDED 30TH SEPTEMBER 2010 | | | | |
|-------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------|----------------------|--------|---------------------------------|
| S.No. | Particulars | As at 30th September | | (Rs.in Lacs) |
| | | 2010 | 2009 | Year ended March 31, 2010 |
| | | Unaudited | | Audited |
| 1 | Shareholders Funds | | | |
| | a) Share Capital | 1,284 | 1,284 | 1,284 |
| | b) Reserves and Surplus | 16,043 | 12,722 | 14,797 |
| | | 17,327 | 14,006 | 16,081 |
| 2 | Loan Funds | 2,471 | 3,636 | 3,005 |
| 3 | Deferred Tax Liability (net) | 231 | 276 | 206 |
| | | 20,029 | 17,918 | 19,292 |
| 4 | Fixed Assets | 7,636 | 6,847 | 7,638 |
| 5 | Technical Knowhow | 265 | 328 | 286 |
| 6 | Investments | 4,727 | 2,214 | 2,722 |
| 7 | Current Assets, Loans and Advances | | | |
| | a) Inventories | 7,615 | 10,876 | 7,416 |
| | b) Sundry Debtors | 11,333 | 9,702 | 13,956 |
| | c) Cash and Bank Balances | 2,130 | 1,677 | 2,598 |
| | d) Loans and Advances | 3,788 | 3,538 | 4,765 |
| | | 24,866 | 25,793 | 28,735 |
| 8 | Less :Current Liabilities and Provisions | | | |
| | a) Current Liabilities | 16,414 | 16,470 | 15,823 |
| | b) Provisions | 1,051 | 794 | 4,266 |
| | | 17,465 | 17,264 | 20,089 |
| 9 | Net Current Assets | 7,401 | 8,529 | 8,646 |
| 10 | Miscellaneous expenditure to the extent not written off or adjusted. | - | - | - |
| 11 | Profit and Loss Account | - | - | - |
| | | 20,029 | 17,918 | 19,292 |





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2. The Company has received one complaint from investor during the quarter which was resolved in time. No Complaint was outstanding at the beginning or at the end of the quarter.
3. Previous periods' figures are regrouped, wherever necessary to make them comparable with those of the current year.
4. The above Results were reviewed by the Audit Committee & approved by the Board of Directors at its Meeting held on 27th October, 2010 and have been subjected to a 'Limited Review' by the Auditors.

Place Pune
Date October 27, 2010



For Kirloskar Pneumatic Co. Ltd

Aditya Kowshik
Executive Director



The Board of Directors
Kirloskar Pneumatic Company Limited
Hadpsar Industrial Estate,
Pune 411 013.

1. We have reviewed the accompanying 'Unaudited financial results for the quarter ended 30th September 2010' in which are included the results for the quarter and six month ended 30th September 2010 and the statement of assets and liabilities as on that date (the "Statement") of Kirloskar Pneumatic Company Limited, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management but have neither been reviewed nor been audited by us. The Statement has been prepared by the Company pursuant to Clause 41 of the Listing Agreement with the Stock Exchanges in India, which has been initialled by us for identification purposes. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors/ Committee of Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, "Engagements to Review Financial Statements" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. We have only traced the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' in the Statement from the disclosures made by the Management and are, therefore, not expressing a review opinion thereon.
5. We have not reviewed the statement of assets and liabilities as on 30th September, 2009. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For DALAL & SHAH,
Firm Registration Number.102021W
Chartered Accountants

Anish Amin

Anish Amin
Partner
Membership Number 40451

Pune
27th October 2010

