



## KIRLOSKAR PNEUMATIC COMPANY LIMITED

A Kirloskar Group Company  
SEC/556

Enriching Lives

April 26, 2018

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

**Kind Atten.: Ms. Bharti Bhambwani, 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:

1. The Audited financial results of the Company for the quarter and year ended 31<sup>st</sup> March, 2018 which were approved by the Board of Directors in its meeting held on April 26, 2018;
2. Auditor's Report received from M/s. P.G. Bhagwat, Chartered Accountants, Statutory Auditors of the Company on aforesaid Audited Financial Results;
3. Segment Wise Report
4. A statement of Assets and Liabilities as at 31<sup>st</sup> March, 2018;
5. A Declaration to the effect stating that the aforesaid Audit Report is with unmodified opinion.
6. The Board of Directors in its meeting held on April 26, 2018 has recommended a Dividend of 120% (Rs. 12/- per share) subject to the approval of the Members at the ensuing Annual General Meeting scheduled on July 24, 2018 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 24, 2018.

The meeting of the Board of Directors of the Company commenced at 10.15 A.M. and concluded at 3:30 P.M.

For Kirloskar Pneumatic Company Limited

Aditya Kowshik  
Managing Director  
DIN 00228983  
Encl: as above



An IMS Certified Company  
Manufacturer of Air, AC, Refrigeration, Gas compressors & systems and Transmission Equipments  
Regd. Office: Hadapsar Industrial Estate, Pune - 411 013 INDIA. Tel.: +91 (20) 2672 7000  
Fax: +91 (20) 2687 0297 Email info@kpcl.net Website: [www.kirloskarkpcl.com](http://www.kirloskarkpcl.com)  
CIN No.: L29120PN1974PLC110307





# KIRLOSKAR PNEUMATIC COMPANY LIMITED

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## AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2018

Rs. in Lacs

Sr. No.	Particulars	Quarter ended on			Year ended on March 31,	
		Mar 31	Dec 31	Mar 31	2018	2017
		2018	2017	2017	2018	2017
I	Revenue from operations	30,871	11,824	17,435	60,644	55,331
II	Other Income	450	315	355	1,634	2,801
III	<b>Total income ( I + II )</b>	<b>31,321</b>	<b>12,139</b>	<b>17,790</b>	<b>62,278</b>	<b>58,132</b>
IV	<b>EXPENSES</b>					
	Cost of material consumed	14,944	5,847	8,737	30,552	26,936
	Changes in inventories of finished goods, stock in trade & work in progress	1,775	6	(736)	610	(758)
	Excise Duty	-	-	1,133	594	3,882
	Employee benefit expense	2,163	2,234	2,195	8,918	8,689
	Finance Cost	14	2	2	23	4
	Depreciation and amortisation expense	468	428	435	1,726	1,730
	Other Expenses	4,568	2,822	3,422	12,586	10,505
	<b>Total expenses ( IV )</b>	<b>23,932</b>	<b>11,339</b>	<b>15,188</b>	<b>55,010</b>	<b>50,988</b>
V	<b>Profit/(Loss) before exceptional items &amp; tax ( III - IV )</b>	<b>7,389</b>	<b>800</b>	<b>2,602</b>	<b>7,268</b>	<b>7,144</b>
VI	Exceptional items	-	-	-	-	-
VII	<b>Profit/ (Loss) before tax ( V - VI )</b>	<b>7,389</b>	<b>800</b>	<b>2,602</b>	<b>7,268</b>	<b>7,144</b>
VIII	Tax expenses					
	Current Tax ( net of write back of previous year )	2,334	53	947	2,355	1,867
	Deferred Tax	248	155	(135)	(81)	(101)
IX	<b>Profit/ (Loss) for the period ( VII - VIII )</b>	<b>4,807</b>	<b>592</b>	<b>1,790</b>	<b>4,994</b>	<b>5,378</b>
X	<b>Other Comprehensive Income</b>					
	i) Items that will not be reclassified to profit or loss	3	718	632	417	2,554
	ii) Income tax relating to items that will not be reclassified to profit or loss	(56)	7	33	(35)	27
XI	<b>Total Comprehensive Income for the period ( IX + X ) ( Comprising Profit (Loss) and Other Comprehensive Income for the period )</b>	<b>4,754</b>	<b>1,317</b>	<b>2,455</b>	<b>5,377</b>	<b>7,959</b>
XII	Paid up Equity Share Capital (Face Value of Rs. 10/- each)	1,284	1,284	1,284	1,284	1,284
XIII	Other Equity				44,875	41,291
XIV	<b>Earning per equity share basic and diluted (Rs.)</b> ( Not Annualised )	<b>37.44</b>	<b>4.61</b>	<b>13.94</b>	<b>38.90</b>	<b>41.88</b>

For Kirloskar Pneumatic Co. Ltd.

**Aditya Kowshik**  
Managing Director

Place : Pune  
Date : April 26, 2018



An IMS Certified Company

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CIN No.: L29120PN1974PLC110307



**M/S P.G.BHAGWAT**  
**Chartered Accountants**

INDEPENDENT AUDITORS'REPORT  
TO THE BOARD OF DIRECTORS OF Kirloskar Pneumatic Company Limited

1. We have audited the accompanying Statement of Standalone Financial Results of Kirloskar Pneumatic Company Limited ("the Company") for the year ended 31<sup>st</sup> March, 2018 ("the statement"), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement, which is the responsibility of the company's Management and approved by the Board of Directors, has been prepared on the basis of the related financial statements which are in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.

We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the Statement. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the significant accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

2. In our opinion and to the best of our information and according to the explanations given to us, the Statement;
- (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
- (ii) gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the net profit and other financial information of the Company for the year ended 31<sup>st</sup> March, 2018.
3. The Statement includes the results for the Quarter ended 31<sup>st</sup> March, 2018 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For M/s P.G.Bhagwat. [ FRN : 101118W ]  
Chartered Accountants,

(S.S.Athavale)   
Partner  
Membership No. 83374

Pune : 26.04.2018





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

Sr. No.	Particulars	Quarter ended on			Year ended on	
		Mar 31	Dec 31	Mar 31	March 31st	
		2018	2017	2017	2018	2017
Rs. in Lacs						
<b>1</b>	<b>Segment Revenue</b>					
	a Compression Systems	29,725	10,850	16,397	56,393	50,067
	b Transmission Products	1,117	955	977	4,128	5,019
	c Other	29	19	61	123	245
	<b>TOTAL</b>	<b>30,871</b>	<b>11,824</b>	<b>17,435</b>	<b>60,644</b>	<b>55,331</b>
	Less : Inter Segment revenue	-	-	-	-	-
	<b>Net Sales/ Income from operations</b>	<b>30,871</b>	<b>11,824</b>	<b>17,435</b>	<b>60,644</b>	<b>55,331</b>
<b>2</b>	<b>Segment Results</b>					
	Profit/(Loss) before tax and interest from each segment					
	a Compression Systems	8,612	1,903	3,934	11,712	9,739
	b Transmission Products	(402)	(160)	(522)	(1,257)	(1,104)
	<b>TOTAL</b>	<b>8,210</b>	<b>1,743</b>	<b>3,412</b>	<b>10,455</b>	<b>8,635</b>
	Less : i. Interest	14	2	2	23	4
	ii. Other unallocable expenditure net off unallocable income	807	941	808	3,164	1,487
	<b>Total Profit/(Loss) Before Tax</b>	<b>7,389</b>	<b>800</b>	<b>2,602</b>	<b>7,268</b>	<b>7,144</b>
<b>3</b>	<b>Capital Employed</b>					
	<b>Segment Assets</b>					
	a Compression Systems	35,059	26,296	23,797	35,059	23,797
	b Transmission Products	3,506	3,567	3,155	3,506	3,155
	<b>Segment Liabilities</b>					
	a Compression Systems	25,324	19,283	15,205	25,324	15,205
	b Transmission Products	1,313	1,620	1,171	1,313	1,171
	<b>Segment Capital Employed</b>					
	a Compression Systems	9,735	7,013	8,592	9,735	8,592
	b Transmission Products	2,193	1,947	1,984	2,193	1,984
	<b>TOTAL Capital employed in segments</b>	<b>11,928</b>	<b>8,960</b>	<b>10,576</b>	<b>11,928</b>	<b>10,576</b>
	Add : Unallocable corporate assets	34,997	32,702	32,603	34,997	32,603
	Less : Unallocable corporate liabilities	766	352	604	766	604
	<b>Net Unallocable Corporate Assets / (Liabilities)</b>	<b>34,231</b>	<b>32,350</b>	<b>31,999</b>	<b>34,231</b>	<b>31,999</b>
	<b>Total Capital employed in the Company</b>	<b>46,159</b>	<b>41,310</b>	<b>42,575</b>	<b>46,159</b>	<b>42,575</b>

Place : Pune  
Date : April 26, 2018



For Kirloskar Pneumatic Co. Ltd.

*Aditya Kowshik*

Aditya Kowshik  
Managing Director



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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 26th April 2018.
- 2 The Company has prepared financial results in accordance with Indian Accounting Standards (Ind AS) as notified under Companies' (Indian Accounting Standards) Rules, 2015. In preparing results of its corresponding quarter and year ended on 31st March 2017, the Company has adjusted amounts reported previously in accordance with Indian Generally Accepted Accounting Principles (Indian GAAP). An explanation of how the transition from Indian GAAP to Ind AS has affected the Company's financial results is set out in Annexure A.
- 3 Revenue from operations for the quarter and year ended on 31st March, 2018 is not comparable with revenue from operations of the quarter and year ended on 31st March, 2017 as quarter and year ended on 31st March, 2017 include amount of excise duty which is not included for the quarter ending 31st March, 2018, quarter ending 31st Dec. 2017 and in part of the year ended on 31st March, 2018 post implementation of GST.
- 4 A joint Venture Company under the name Kirloskar AECOM Pvt Ltd. was incorporated on 10th February, 2018. Pursuant to provisions of Section 2 (41) of The Companies Act, 2013, the Company shall have its first Financial Year ending on 31st March, 2019 for which the financial statements shall be made up. In view of this the Consolidated Financial statements of the Company incorporating financials of the Joint Venture Company shall be prepared first time for the financial year ending 31st March, 2019.
- 5 The Board has recommended a dividend @120 % ( Rs. 12/- per share ).

Place : Pune  
Date : April 26,2018

For Kirloskar Pneumatic Co. Ltd.

Aditya Kowshik  
Managing Director





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Statement of Assets and Liabilities as at 31st March 2018

Rs. in Lacs

Sr. No.	Particulars	As at 31st March	
		2018	2017
	<b>ASSETS</b>		
(1)	<b>Non-current assets</b>		
	(a) Property, Plant and Equipment	7,000	7,209
	(b) Capital work-in-progress	6,472	3,624
	(c) Other Intangible assets	481	728
	(d) Intangible assets under development	282	95
	(e) Financial Assets		
	(i) Investments	4,572	4,255
	(ii) Trade receivables	61	61
	(iii) Loans	286	277
	(iv) Others	-	-
	(f) Deferred tax assets (net)	547	352
	(g) Other non-current assets	269	212
	<b>Total non-current assets</b>	<b>19,970</b>	<b>16,813</b>
(2)	<b>Current assets</b>		
	(a) Inventories	8,942	7,378
	(b) Financial Assets		
	(i) Investments	15,302	17,582
	(ii) Trade receivables	20,869	13,075
	(iii) Cash and cash equivalents	5,910	2,567
	(iv) Bank balance other than (iii)above	220	182
	(v) Loans	130	86
	(vi) Others	12	15
	(d) Other current assets	2,207	1,857
	<b>Total current assets</b>	<b>53,592</b>	<b>42,742</b>
	<b>TOTAL ASSETS</b>	<b>73,562</b>	<b>59,555</b>
	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
	(a) Equity share capital	1,284	1,284
	(b) Other equity	44,875	41,291
	<b>Total equity</b>	<b>46,159</b>	<b>42,575</b>
(1)	<b>Liabilities</b>		
	<b>Non-current liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	69	-
	(ii) Other financial liabilities	16	16
	(b) Provisions	477	531
	(c) Other non-current liabilities	25	31
	<b>Total non-current liabilities</b>	<b>587</b>	<b>578</b>
(2)	<b>Current liabilities</b>		
	(a) Financial liabilities		
	(i) Trade payables	16,282	9,474
	(ii) Other financial liabilities	5,292	4,877
	(b) Other current liabilities	4,826	1,565
	(c) Provisions	339	465
	(d) Current tax liabilities (net)	77	22
	<b>Total current liabilities</b>	<b>26,816</b>	<b>16,402</b>
	<b>Total liabilities</b>	<b>27,403</b>	<b>16,980</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>73,562</b>	<b>59,555</b>





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**Annexure A: Reconciliation of Equity**

Sr.No.	Particulars	Notes	Rs. in Lacs
(I)	<b>Equity as per Indian GAAP audited financials as at 31st March 2017</b>		<b>38,451</b>
(II)	<b>Impact on retained earnings: Ind AS adjustments</b>		
	Fair valuation on non-current investment	c	74
	Fair valuation of non-current and current investment in mutual funds	a	157
	Deferred tax impact on Ind AS adjustments recognised in retained earnings	e	(59)
	<b>Impact on retained earnings as per Ind AS (II)</b>		<b>172</b>
(III)	<b>Impact on other components of equity: Ind AS adjustments</b>		
	Fair valuation of non-current investment in equity shares	c	3,952
	Deferred tax impact on Ind AS adjustments recognised in other components of equity	e	-
	<b>Impact on other components of equity as per Ind AS (III)</b>		<b>3,952</b>
	<b>Impact on total equity (II+III)</b>		<b>4,124</b>
(IV)	<b>Equity as per Ind AS as at 31st March 2017 (I+II+III)</b>		<b>42,575</b>

**Annexure A: Reconciliation of statement profit and loss and other comprehensive income**

Sr.No.	Particulars	Notes	Rs. in Lacs	
			Year ended on	Quarter ended on
			<b>March 31, 2017</b>	
1	<b>Net profit as per Indian GAAP after Tax</b>		5,270	1,718
2	<b>Ind AS adjustments to Profit &amp; Loss</b>			
	<b>Other Ind AS adjustments</b>			
	Fair valuation of investments in mutual funds	a	117	6
	Actuarial gains/ loss on employee defined benefit funds (Net of tax)	b	50	63
	Deferred tax on Ind AS adjustments	e	(33)	(1)
	Other adjustments	c,d	(26)	4
	<b>Total Ind AS adjustments</b>		<b>108</b>	<b>72</b>
3	<b>Net profit for the period as per Ind AS after Tax (1 + 2)</b>		<b>5,378</b>	<b>1,790</b>
4	<b>Ind AS adjustments - Other Comprehensive Income</b>			
	Fair valuation of investments in equity shares	c	2,631	728
	Actuarial gains/ loss on employee defined benefit funds (Net of tax)	b	(50)	(63)
	<b>Total Ind AS adjustments</b>		<b>2,581</b>	<b>665</b>
5	<b>Total comprehensive income as per Ind AS after Tax (3+4)</b>		<b>7,959</b>	<b>2,455</b>





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#### EXPLANATION (RECONCILIATION) OF T TRANSITION TO INDIAN ACCOUNTING STANDARDS (IND AS)

- a) Under Ind AS, investment in mutual funds classified as 'Fair value through profit or loss' are measured at fair value at each reporting date. The subsequent changes in the fair value of such investments are recognised in statement of profit and loss.
- b) Under Ind AS, remeasurements which comprise of actuarial gains and losses, return on plan assets and changes in the effect of asset ceiling, if any, with respect to post-employment defined benefit plans are recognised in other comprehensive income. Further, remeasurements thus recognised in OCI are never reclassified to statement of profit and loss.
- c) Under Ind AS, investment in equity shares classified as 'Fair value through other comprehensive income' are measured at fair value at each reporting date. The subsequent changes in the fair value and realised gains / losses if any of such investments are recognised in other comprehensive income. Further, gains or losses recognised in other comprehensive income are never reclassified from equity to statement of profit and loss.
- d) Under Indian GAAP, interest-free security deposits paid are reported at their transaction values. Under Ind AS, interest-free security deposits are measured at fair value on initial recognition and at amortised cost on subsequent recognition. The difference between the transaction value and fair value of the lease deposit at initial recognition is treated as prepaid rentals. This amount is recognised in statement of profit and loss on a straight line basis over the lease term.
- e) Under Ind AS, deferred taxes are recognised using balance sheet approach i.e. reflecting the tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes using the income tax rates enacted or substantively enacted at reporting date. Also, deferred taxes are recognised on account of the above mentioned changes explained in notes (a) to (d), wherever applicable.





## KIRLOSKAR PNEUMATIC COMPANY LIMITED

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SEC/556

April 26, 2018

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

Kind Atten.: Ms. Bharti Bhambwani, Relationship Manager

Dear Madam,

Sub.: Auditors Opinion on Financial Results of the Company for the quarter and year ended March 31, 2018.

Ref.: a. SEBI Circular No. CIR/CFD/CMD/56/2016 dated May 27, 2016  
b. Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

This is to inform you that in terms of the provisions of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended vide SEBI Circular No. CIR/CFD/CMD/56/2016 dated May 27, 2016, the Statutory Auditors of the Company, M/s. P. G. Bhagwat, Chartered Accountants (Firm Registration No. 10118W), have issued the Audit Report for Financial Results of the Company for the quarter and year ended March 31, 2018 with unmodified opinion.

Request you to take this on record.

For Kirloskar Pneumatic Company Limited

Aditya Kowshik  
Managing Director  
DIN 00228983  
Encl: as above

