

Date: 10th August 2022

BSE Scrip Code: 533293

NSE Scrip Code: KIRLOSENG

To
Corporate Relationship Department
BSE Limited
1st Floor, Rotunda Building,
Dalal Street, Fort,
Mumbai – 400 001

To
Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza, C -1, Block G,
Bandra-Kurla Complex, Bandra (E),
Mumbai – 400 051

Dear Sir/Madam,

This is to inform you that pursuant to Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including amendments thereunder, please find enclosed herewith:

1. The Standalone and Consolidated Un-audited Financial Results of the Company for the quarter ended 30th June 2022, which were approved by the Board of Directors in its meeting held on 10th August 2022;
2. A copy of Limited Review Report of the Company, dated 10th August 2022, received from G. D. Apte & Co., Chartered Accountants, Pune, (Firm Registration No. 100515W), Statutory Auditors of the Company on aforesaid un-audited Financial Results - Standalone and Consolidated;

The meeting of the Board of Directors of the Company commenced at 1.30 PM and concluded at 3.30 PM.

You are requested to take the same on your record.

Thanking you,
Yours faithfully,
For Kirloskar Oil Engines Limited

S.A. Raichurkar

Smita Raichurkar
Company Secretary and Head Legal



Encl.: As above.

KIRLOSKAR OIL ENGINES LIMITED

CIN : L29100PN2009PLC133351

Registered office : Laxmanrao Kirloskar Road, Khadki, Pune - 411003

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2022

(₹ in Crores)

Particulars	Quarter ended			Year ended
	30-06-2022	31-03-2022	30-06-2021	31-03-2022
	Unaudited	Audited	Unaudited	Audited
1 Income				
a) Revenue from operations	953.01	990.03	647.24	3,299.66
b) Other Income	5.35	7.55	5.72	24.76
Total income (a+b)	958.36	997.58	652.96	3,324.42
2 Expenses				
a) Cost of raw materials and components consumed	485.12	444.29	306.26	1,560.50
b) Purchase of traded goods	211.91	219.75	136.35	737.10
c) Changes in inventories of finished goods, work-in-progress and traded goods	(35.92)	15.59	3.16	(6.41)
d) Employee benefits expense	55.51	48.93	48.94	206.99
e) Finance costs	1.10	1.50	1.61	6.24
f) Depreciation and amortisation expense	20.53	19.14	19.58	77.23
g) Other expenses	135.36	162.93	105.97	546.63
h) Expenses capitalised	(2.37)	(4.07)	(2.41)	(13.91)
Total expenses (a to h)	871.24	908.06	619.46	3,114.37
3 Profit before exceptional items and tax (1 - 2)	87.12	89.52	33.50	210.05
4 Exceptional items - (expense) / income	-	52.65	-	52.65
5 Profit before tax (3 + 4)	87.12	142.17	33.50	262.70
6 Tax expense :				
Current tax	22.84	20.13	9.97	53.52
Deferred tax	(0.30)	2.48	(0.94)	1.17
Total tax expense (6)	22.54	22.61	9.03	54.69
7 Net Profit / (Loss) for the period (5 - 6)	64.58	119.56	24.47	208.01
8 Other Comprehensive Income / (Loss)				
Items that will not be reclassified to profit or loss in subsequent periods				
Re-measurement gain / (loss) on defined benefit plans	0.91	(0.67)	1.38	0.23
Income tax (expense)/income on above	(0.23)	0.17	(0.35)	(0.06)
Subtotal (a)	0.68	(0.50)	1.03	0.17
Net gain / (loss) on equity instruments measured at FVOCI	-	3.75	-	3.75
Income tax (expense)/income on above	-	(0.86)	-	(0.86)
Subtotal (b)	-	2.89	-	2.89
Net other comprehensive income/(loss) that will not be reclassified to profit or loss in subsequent periods [(a) + (b)]	0.68	2.39	1.03	3.06
Total other comprehensive income/(loss) for the year, net of tax (8)	0.68	2.39	1.03	3.06
9 Total comprehensive income/(loss) for the year, net of tax (7 + 8)	65.26	121.95	25.50	211.07
10 Paid-up equity share capital (Face value of ₹ 2 each)	28.92	28.92	28.92	28.92
11 Other Equity				2,110.54
12 Basic EPS (₹) (Face value of ₹ 2 each) [not annualized]	4.47	8.27	1.69	14.38
13 Diluted EPS (₹) (Face value of ₹ 2 each) [not annualized]	4.46	8.26	1.69	14.36

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Notes -

- 1 The Company operates in single reportable segment namely 'Engines'.
- 2 The above statement has been prepared in accordance with The Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of The Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 3 Consequent to the approval of the Board of Directors in its meeting held on 19th May 2022, the Company has during the quarter ended 30th June 2022 invested Rs. 99.60 Crores in the Rights Issue of 9,96,03,153 equity shares having face value of Rs. 10/- each of Arka Financial Holdings Private Limited (AFHPL), a wholly owned subsidiary, as per payment terms covered in the Letter of Offer issued by AFHPL to the Company.
- 4 The Nomination and Remuneration Committee of the Board of Directors of the Company in its meeting held on 18th May 2022 has approved the grant of 275,000 employee stock options to the eligible employees of the Company in terms of 'Kiruskar Oil Engines Limited - Employee Stock Option Plan 2019 ("KOEL ESOP 2019") and the special resolutions passed by the Members of the Company at the Annual General Meeting held on 9th August 2019 and 12th August 2021.
- 5 During the quarter ended 30th June 2022, the Company has allotted 1,571 fully paid-up equity shares of Rs. 2/- each to the option grantees upon exercise of Employee Stock Options pursuant to 'Kiruskar Oil Engines Limited - Employee Stock Option Plan 2019' ('KOEL ESOP 2019'). Consequent to aforesaid allotment, the paid-up equity share capital of the Company has increased from 14,46,13,861 fully paid-up equity shares of Rs. 2/- each to 14,46,15,432 fully paid-up equity shares of Rs. 2/- each.
- 6 Exceptional item as disclosed in the column "Quarter ended 31st March 2022" and "Year ended 31st March 2022" comprises of net profit arising on the sale of investment in Arka Fincap Limited (AFL - Subsidiary Company to AFHPL and step down subsidiary of the Company). Pursuant to the approval granted by the Board of Directors in its meeting held on 28th October 2021, the Company had transferred 68,54,22,231 fully paid-up equity shares having face value of Rs. 10/- each of AFL to AFHPL at Rs. 753.96 crores which is not less than the fair market value of equity shares of AFL calculated as per provisions of Income Tax Act, 1961 including rules thereunder and amendment(s) thereto. Accordingly, AFHPL is holding 99.998% of AFL. As such AFL is subsidiary of AFHPL and continues to be a step down subsidiary instead of subsidiary of the Company.
- 7 The Company has considered the possible effects that may result from COVID-19 in the preparation of these financial results including recovering of carrying amounts of financial and non-financial assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of COVID-19, the Company has at the date of approval of financial results, used internal and external sources of information and expects that the carrying amount of the assets will be recovered. The impact of COVID-19 on the Company's financial results may differ from that estimated as at the date of approval of the same. However, the Company does not envisage any significant impact on its business operations.
- 8 The figures for the quarter ended 31st March 2022 are balancing figures between audited figures in respect of full financial year ended 31st March 2022 and the published year to date figures upto the third quarter ended 31st December 2021 which were subjected to "Limited Review" by the Statutory Auditors of the Company.
- 9 The figures for the previous quarters/year have been regrouped wherever required to make them comparable with those of the current quarter.
- 10 The above results for the quarter ended 30th June 2022 are reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on 10th August 2022 and are subjected to a "Limited Review" by the Statutory Auditors.

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

Place : Pune
Date : 10th August 2022

For Kirloskar Oil Engines Limited


Gauri Kirloskar

Managing Director
DIN: 03366274



Limited Review Report

The Board of Directors
Kirloskar Oil Engines Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Kirloskar Oil Engines Limited ("the Company") for the quarter ended June 30, 2022 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), 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 a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" 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 Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with recognition and measurement principles laid down in the aforesaid Ind AS 34 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed or that it contains any material misstatement.

5. Other Matter

The standalone financial results of the Company for the quarter ended June 30, 2021 were reviewed by the predecessor auditors, P G Bhagwat LLP, Chartered Accountants who expressed an unmodified conclusion on those standalone financial results vide their review report dated August 11, 2021.



G. D. Apte & Co.
Chartered Accountants

Our conclusion on the statement is not modified in respect of above matter.

For G. D. Apte & Co.
Chartered Accountants
Firm Registration Number: 100515W
UDIN: 22113053AOSGXH2692



Umesh S. Abhyankar
Partner

Membership Number: 113053
Pune, August 10, 2022



KIRLOSKAR OIL ENGINES LIMITED

CIN : L29100PN2009PLC133351

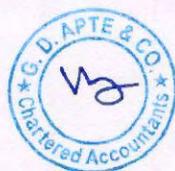
Registered office : Laxmanrao Kirloskar Road, Khadki, Pune - 411003

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2022

(₹ in Crores)

Particulars	Consolidated			
	Quarter ended			Year ended
	30-06-2022	31-03-2022	30-06-2021	31-03-2022
	Unaudited	Audited	Unaudited	Audited
1 Income				
a) Revenue from operations	1,191.41	1,181.95	820.83	4,021.98
b) Other income	5.54	7.80	6.29	26.73
Total income (a+b)	1,196.95	1,189.75	827.12	4,048.71
2 Expenses				
a) Cost of raw materials and components consumed	589.47	530.25	382.16	1,885.15
b) Purchase of traded goods	216.12	214.17	136.40	744.90
c) Changes in inventories of finished goods, work-in-progress and traded goods	(41.33)	20.70	13.86	7.59
d) Employee benefits expense	77.76	75.71	64.87	285.57
e) Finance costs	41.91	35.27	20.36	106.03
f) Depreciation and amortisation expense	26.62	25.34	25.51	101.29
g) Other expenses	178.73	201.75	142.44	700.53
h) Expenses capitalised	(2.37)	(4.07)	(2.41)	(13.91)
Total expenses (a to h)	1,086.91	1,099.12	783.19	3,817.15
3 Profit before share of profit/(loss) of joint venture, exceptional items and tax (1-2)	110.04	90.63	43.93	231.56
4 Share of net profit/(loss) of joint venture accounted for using the equity method	0.39	0.32	-	0.32
5 Profit before exceptional items and tax (3+4)	110.43	90.95	43.93	231.88
6 Exceptional items - income / (expense)	-	-	-	-
7 Profit before tax (5 + 6)	110.43	90.95	43.93	231.88
8 Tax expense :				
Current tax	30.16	23.70	14.46	69.26
Deferred tax	(1.79)	(0.58)	(2.83)	(8.25)
Total tax expense (8)	28.37	23.12	11.63	61.01
9 Net Profit/ (Loss) for the period (7 - 8)	82.06	67.83	32.30	170.87
10 Other Comprehensive Income / (Loss)				
Items that will be reclassified to profit or loss in subsequent periods (A) :				
Exchange differences in translating the financial statements of a foreign operation	0.00	0.01	(0.10)	0.01
Income tax (expense)/income on above	-	-	-	-
Total (A)	0.00	0.01	(0.10)	0.01
Items that will not be reclassified to profit or loss in subsequent periods (B):				
Re-measurement gain / (loss) on defined benefit plans	0.97	(0.59)	1.39	0.36
Income tax (expense)/income on above	(0.25)	0.15	(0.35)	(0.09)
Subtotal (a)	0.72	(0.44)	1.04	0.27
Net gain / (loss) on equity instruments measured at FVOCI	-	3.76	-	3.75
Income tax (expense)/income on above	-	(0.86)	-	(0.86)
Subtotal (b)	-	2.90	-	2.89
Share of other comprehensive income of joint venture accounted for using the equity method (net of tax) (c)	0.00	0.00	-	0.00
Total (B)= (a)+(b)+(c)	0.72	2.46	1.04	3.16
Total other comprehensive income/(loss) for the year, net of tax (A) + (B) = (10)	0.72	2.47	0.94	3.17
11 Total comprehensive income/ (loss) for the year, net of tax (9 + 10)	82.78	70.30	33.24	174.04
12 Profit for the period attributable to:				
a) Owners of the Company	81.54	69.33	32.17	174.52
b) Non-controlling interest	0.52	(1.50)	0.13	(3.65)
13 Other comprehensive income for the period attributable to:				
a) Owners of the Company	0.71	2.46	0.94	3.15
b) Non-controlling interest	0.01	0.01	0.00	0.02
14 Total comprehensive income for the period attributable to:				
a) Owners of the Company	82.25	71.79	33.11	177.67
b) Non-controlling interest	0.53	(1.49)	0.13	(3.63)
15 Paid-up equity share capital (Face value of ₹ 2 each)	28.92	28.92	28.92	28.92
16 Other Equity				2,052.75
17 Basic EPS (₹) (Face value of ₹ 2 each) [not annualized]	5.64	4.79	2.22	12.07
18 Diluted EPS (₹) (Face value of ₹ 2 each) [not annualized]	5.63	4.79	2.22	12.03

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Notes:

- 1 The Parent Company operates in single reportable segment namely 'Engines'. However at consolidated level the Group has identified three reportable segments namely 'Engines', 'Electric Pumps' and 'Financial Services'. The identification of operating segments is consistent with performance assessment and resource allocation by the management. The Consolidated Statement of Segment wise Revenue, Results, Assets and Liabilities are as under:

(₹ in Crores)

Particulars	Consolidated			
	Quarter ended		Year ended	
	30-06-2022	31-03-2022	30-06-2021	31-03-2022
	Unaudited	Audited	Unaudited	Audited
SEGMENT REVENUE				
Engines	848.61	892.71	567.78	2,944.23
Electric Pumps	211.55	176.85	174.78	691.11
Financial Services	77.74	64.25	37.70	201.48
Others	53.51	48.08	40.51	184.86
Unallocated	0.00	0.06	0.06	0.30
REVENUE FROM OPERATIONS	1,191.41	1,181.95	820.83	4,021.98
SEGMENT RESULTS				
Engines	78.94	89.66	33.61	214.45
Electric Pumps	10.52	(1.02)	4.57	(7.44)
Financial Services	58.90	39.36	24.59	132.56
Others	1.56	(3.03)	(0.53)	(9.05)
Unallocated	2.42	1.25	2.05	7.39
Total	152.34	126.22	64.29	337.91
Less:				
(i) Finance costs	41.91	35.27	20.36	106.03
(ii) Exceptional Items	-	-	-	-
PROFIT BEFORE TAX	110.43	90.95	43.93	231.88
SEGMENT ASSETS				
Engines	1,239.96	1,160.66	1,093.09	1,160.66
Electric Pumps	538.77	520.26	519.72	520.26
Financial Services	2,837.48	2,627.03	1,465.37	2,627.03
Others	85.63	77.44	80.26	77.44
Unallocated assets	508.35	645.02	487.59	645.02
TOTAL ASSETS	5,210.19	5,030.41	3,646.03	5,030.41
SEGMENT LIABILITIES				
Engines	680.40	658.51	472.33	658.51
Electric Pumps	245.07	234.21	229.58	234.21
Financial Services	1,885.47	1,789.78	735.44	1,789.78
Others	58.88	53.60	48.77	53.60
Unallocated liabilities	182.25	212.62	207.00	212.62
TOTAL LIABILITIES	3,052.07	2,948.72	1,693.12	2,948.72

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- 2 As per Ind AS 108 "Operating Segments", the Group has reported 'Segment information' as described below:-
- A) Engines - The Engines segment includes production, sales and services of Engines, Gensets and spares parts.
- B) Electric Pumps - The Electric Pumps segment includes production, sales and services of Electric Pumps.
- C) Financial Services - This segment includes operations of rendering financial services through wholly owned NBFC subsidiary Arka Financial Holdings Private Limited, NBFC step down subsidiary Arka Fincap Limited and a step down subsidiary Arka Investment Advisory Services Private Limited respectively.
- D) Other Segments - This represents other operating business segments which are not separately reportable as per Ind AS criterion.
- E) Unallocable - Unallocable comprises of assets, liabilities, revenue and expenses which are not directly related with any of operating segments.
- 3 The above statement has been prepared in accordance with The Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of The Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 4 Consequent to the approval of the Board of Directors of the Parent Company in its meeting held on 19th May 2022, the Parent Company has, during the quarter ended 30th June 2022, invested Rs. 99.60 Crores in the Rights Issue of 9,96,03,153 equity shares having face value of Rs. 10/- each of Arka Financial Holdings Private Limited (AFHPL), a wholly owned subsidiary, as per payment terms covered in the Letter of Offer issued by AFHPL to the Parent Company.
- 5 The Nomination and Remuneration Committee of the Board of Directors of the Parent Company in its meeting held on 18th May 2022 has approved the grant of 275,000 employee stock options to the eligible employees of the Parent Company as per terms of 'Kiruskar Oil Engines Limited - Employee Stock Option Plan 2019 ("KOEL ESOP 2019") and the special resolutions passed by the Members of the Parent Company at the Annual General Meeting held on 9th August 2019 and 12th August 2021.
- 6 During the quarter ended 30th June 2022, the Parent Company has allotted 1,571 fully paid-up equity shares of Rs. 2/- each to the option grantees upon exercise of Employee Stock Options pursuant to 'Kiruskar Oil Engines Limited - Employee Stock Option Plan 2019' ('KOEL ESOP 2019'). Consequent to aforesaid allotment, the paid-up equity share capital of the Parent Company has increased from 14,46,13,861 fully paid-up equity shares of Rs. 2/- each to 14,46,15,432 fully paid-up equity shares of Rs. 2/- each.
- 7 The Group has considered the possible effects that may result from COVID-19 in the preparation of these financial results including recovering of carrying amounts of financial and non-financial assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of COVID-19, the Group has at the date of approval of financial results, used internal and external sources of information and expects that the carrying amount of the assets will be recovered. The impact of COVID-19 on the Group's financial results may differ from that estimated as at the date of approval of the same. However, the Group does not envisage any significant impact on its business operations.
- 8 The Consolidated Financials Results includes the results of following subsidiaries :-
- i) La-Gajjar Machineris Private Limited ("LGM")
- ii) Arka Financial Holdings Private Limited ("AFHPL") (w.e.f. 13th July 2021)
- iii) Kiruskar Americas Corporation (formerly known as KOEL Americas Corp.)
- iv) Optiqua Pipes and Electricals Private Limited (100% Subsidiary of LGM)
- v) Arka Fincap Limited (Subsidiary of the Parent Company upto 3rd March 2022 and Subsidiary of AFHPL w.e.f 4th March 2022)
- vi) Arka Investment Advisory Services Private Limited ("AIASPL") (100% subsidiary of AFHPL) w.e.f. 30th March 2022
- Optiqua Pipes and Electricals Private Limited's interest of 49% in its Joint Venture viz. ESVA Pumps India Private Limited (ESVA) is accounted for using equity method.
- 9 The figures for the quarter ended 31st March 2022 are balancing figures between audited figures in respect of full financial year ended 31st March 2022 and the published year to date figures upto the third quarter ended 31st December 2021 which were subjected to "Limited Review" by the Statutory Auditors of the Parent Company.
- 10 The figures for the previous quarters/year have been regrouped wherever required to make them comparable with those of the current quarter.
- 11 The above consolidated financial results for the quarter ended 30th June 2022 are reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Parent Company in their respective meetings held on 10th August 2022 and are subjected to a "Limited Review" by the Statutory Auditors.

Registered Office:
Laxmanrao Kiruskar Road,
Khadki, Pune - 411003

Place : Pune
Date : 10th August 2022



For Kiruskar Oil Engines Limited

Gauri Kiruskar
Managing Director
DIN : 03366274

Limited Review Report

The Board of Directors
Kirloskar Oil Engines Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Kirloskar Oil Engines Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the quarter ended June 30, 2022 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations').
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), 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 a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" 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 Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of the Parent's personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations, as amended, to the extent applicable.

4. The Statement includes the results of following subsidiaries, step down subsidiaries and a joint venture entity of the step down subsidiary:

Subsidiaries of the Parent:

- a. La-Gajjar Machineries Private Limited ("LGM")
- b. Arka Financial Holdings Private Limited ("AFHPL")(w.e.f. July 13, 2021)
- c. Kirloskar Americas Corporation (formerly known as KOEL Americas Corp.)

Pune Office: GDA House, Plot No.85, Right Bhusari Colony, Paud Road, Kothrud, Pune – 411 038, Phone – 020 – 66807200,
Email – audit@gdaca.com

Mumbai Office: D-509 Neelkanth Business Park, Nathani Road, Vidyavihar (West) Mumbai 400086, Phone-022-3512 3184



Step down subsidiaries of the Parent :

- a. Optiqua Pipes and Electricals Private Limited (100% subsidiary of LGM)
- b. Arka Fincap Limited (Subsidiary of the Parent Company upto 3rd March 2022 and Subsidiary of AFHPL w.e.f 4th March 2022)
- c. Arka Investment Advisory Services Private Limited ("AIASPL") (100% subsidiary of AFHPL w.e.f. 30th March 2022)

Joint venture entity of Step down subsidiary of the Parent :

ESVA Pumps India Private Limited

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Ind AS 34 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Other Matters:

- (i) We did not review the unaudited consolidated financial results of a subsidiary and unaudited standalone financial results of a step down subsidiary included in the Statement, whose financial results, before consolidation adjustments, reflect total income of Rs. 252.64 Crores, total net profit of Rs. 20.27 Crores, and total comprehensive income of Rs. 20.31 Crores for the quarter ended June 30, 2022 as considered in the unaudited consolidated financial results. These financial results have been reviewed by other auditors whose reports have been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.
- (ii) The unaudited consolidated financial results include the unaudited standalone financial results of a subsidiary which have not been subjected to review and have been furnished to us by the management. These financial results, before consolidation adjustments, reflect total income of Rs. 6.68 Crores and total net profit of Rs. 0.49 Crores, total comprehensive income of Rs. 0.48 Crores for the quarter ended June 30, 2022 as considered in the unaudited consolidated financial results. According to the information and explanations given to us, these financial results are not material to the Group.

Pune Office: GDA House, Plot No.85, Right Bhusari Colony, Paud Road, Kothrud, Pune – 411 038, Phone – 020 – 66807200,
Email – audit@gdaca.com

Mumbai Office: D-509 Neelkanth Business Park, Nathani Road, Vidyavihar (West) Mumbai 400086, Phone-022-3512 3184

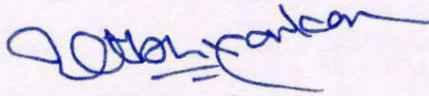


G.D. Apte & Co.
Chartered Accountants

- (iii) The consolidated financial results of the Group for the quarter ended June 30, 2021 were reviewed by the predecessor auditors, P G Bhagwat LLP, Chartered Accountants who expressed an unmodified conclusion on those financial statements vide their review report dated August 11, 2021.

Our conclusion on the statement is not modified in respect of above matters.

For G. D. Apte & Co.
Chartered Accountants
Firm Registration Number: 100 515W
UDIN: 22113053AOSHKU5763



Umesh S. Abhyankar
Partner
Membership Number: 113 053
Pune, August 10, 2022



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