

Date: 11th November 2025

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 Un-Audited Financial Results of the Company for the quarter and half year ended 30th September 2025 and the Consolidated Un-Audited Financial Results of the Company for the quarter and half year ended 30th September 2025, which were approved by the Board of Directors in its meeting held on 11th November 2025;
2. A copy of Limited Review Report of the Company, dated 11th November 2025, 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 2.30 PM and concluded at 4.15 PM.

You are requested to take the same on your record.

Thanking you,

Yours faithfully,

For Kirloskar Oil Engines Limited



Farah Irani

Company Secretary and Compliance Officer

Encl.: As above.

Kirloskar Oil Engines Limited
A Kirloskar Group Company

Regd Office: Laxmanrao Kirloskar Road,
Khadki, Pune, Maharashtra - 411 003 India.

Tel: +91 (20) 25810341, 66084000

Fax: +91 (20) 25813208, 25810209

Email: info@kirloskar.com | Website: www.kirloskaroilengines.com

CIN: L29100PN2009PLC133351

KIRLOSKAR OIL ENGINES LIMITED
CIN : L29100PN2009PLC133351

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

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2025

| Particulars | | Quarter ended | | | Half year ended | | Year ended |
|-------------|--|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| | | 30-09-2025 | 30-06-2025 | 30-09-2024 | 30-09-2025 | 30-09-2024 | 31-03-2025 |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1 | Income | | | | | | |
| | a) Revenue from operations | 1,604.52 | 1,444.65 | 1,194.35 | 3,049.17 | 2,537.26 | 5,113.33 |
| | b) Other income | 11.93 | 12.25 | 10.83 | 24.18 | 20.06 | 34.41 |
| | Total income (a+b) | 1,616.45 | 1,456.90 | 1,205.18 | 3,073.35 | 2,557.32 | 5,147.74 |
| 2 | Expenses | | | | | | |
| | a) Cost of raw materials and components consumed | 862.32 | 765.91 | 704.46 | 1,628.23 | 1,365.75 | 2,534.04 |
| | b) Purchase of traded goods | 240.54 | 207.41 | 177.17 | 447.95 | 394.04 | 770.34 |
| | c) Changes in inventories of finished goods, work-in-progress and traded goods | (55.70) | (22.33) | (127.20) | (78.03) | (119.01) | 32.43 |
| | d) Employee benefits expense | 96.85 | 86.30 | 91.21 | 183.15 | 172.69 | 344.13 |
| | e) Finance costs | 2.88 | 3.19 | 2.44 | 6.07 | 5.05 | 11.44 |
| | f) Depreciation and amortisation expense | 35.66 | 33.97 | 26.56 | 69.63 | 51.30 | 117.00 |
| | g) Other expenses | 248.93 | 220.38 | 189.16 | 469.31 | 368.19 | 796.22 |
| | h) Expenses capitalised | (2.83) | (3.22) | (6.17) | (6.05) | (9.19) | (16.90) |
| | Total expenses (a to h) | 1,428.65 | 1,291.61 | 1,057.63 | 2,720.26 | 2,228.82 | 4,588.70 |
| 3 | Profit before exceptional items and tax (1 - 2) | 187.80 | 165.29 | 147.55 | 353.09 | 328.50 | 559.04 |
| 4 | Exceptional items - (expense) / Income | - | - | - | - | - | 20.90 |
| 5 | Profit before tax (3 + 4) | 187.80 | 165.29 | 147.55 | 353.09 | 328.50 | 579.94 |
| 6 | Tax expense : | | | | | | |
| | Current tax | 45.15 | 43.39 | 32.44 | 88.54 | 74.36 | 131.86 |
| | Deferred tax | 1.85 | (0.90) | 4.06 | 0.95 | 8.37 | 16.15 |
| | Total tax expense (6) | 47.00 | 42.49 | 36.50 | 89.49 | 82.73 | 148.01 |
| 7 | Net profit / (loss) for the period (5 - 6) | 140.80 | 122.80 | 111.05 | 263.60 | 245.77 | 431.93 |
| 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 | (6.81) | 0.27 | (1.05) | (6.54) | (2.10) | (3.95) |
| | Income tax (expense)/income on above | 1.72 | (0.07) | 0.27 | 1.65 | 0.53 | 1.00 |
| | Subtotal (a) | (5.09) | 0.20 | (0.78) | (4.89) | (1.57) | (2.95) |
| | Net gain / (loss) on equity instruments measured at fair value through other comprehensive income ("FVOCI") | 0.02 | - | - | 0.02 | - | (0.20) |
| | Income tax (expense)/income on above | (0.00) | - | - | (0.00) | - | 0.08 |
| | Subtotal (b) | 0.02 | - | - | 0.02 | - | (0.12) |
| | Net other comprehensive income/(loss) that will not be reclassified to profit or loss in subsequent periods [(a) + (b)] | (5.07) | 0.20 | (0.78) | (4.87) | (1.57) | (3.07) |
| | Total other comprehensive income/(loss) for the period, net of tax (8) | (5.07) | 0.20 | (0.78) | (4.87) | (1.57) | (3.07) |
| 9 | Total comprehensive income/(loss) for the period, net of tax (7 + 8) | 135.73 | 123.00 | 110.27 | 258.73 | 244.20 | 428.86 |
| 10 | Paid-up equity share capital (Face value of ₹ 2 each) | 29.06 | 29.05 | 29.02 | 29.06 | 29.02 | 29.04 |
| 11 | Other equity | | | | | | 2,946.59 |
| 12 | Earnings per share (EPS) (₹) (Face value of ₹ 2 each) [not annualized] | | | | | | |
| | a) Basic | 9.69 | 8.46 | 7.65 | 18.15 | 16.94 | 29.77 |
| | b) Diluted | 9.68 | 8.45 | 7.63 | 18.13 | 16.89 | 29.71 |

Continued to Page no 2. .



Notes :

Page no. 2

1. Statement of assets and liabilities (Balance Sheet)

| Particulars | (₹ in Crores) | |
|---|-----------------|-----------------|
| | Standalone | |
| | As at | As at |
| | 30-09-2025 | 31-03-2025 |
| | Unaudited | Audited |
| ASSETS | | |
| I. Non-current assets | | |
| (a) Property, plant and equipment | 656.64 | 622.53 |
| (b) Capital work-in-progress | 108.38 | 69.34 |
| (c) Right-of-use assets | 42.45 | 56.00 |
| (d) Other intangible assets | 118.36 | 132.85 |
| (e) Intangible assets under development | 49.88 | 26.40 |
| (f) Financial assets | | |
| (i) Investments | 1,518.99 | 1,500.05 |
| (ii) Loans | 0.01 | 0.01 |
| (iii) Other financial assets | 25.16 | 25.45 |
| (g) Income tax assets (net) | 24.87 | 23.02 |
| (h) Other non-current assets | 14.47 | 21.70 |
| Sub-total - Non-current assets | 2,559.21 | 2,477.35 |
| II. Current assets | | |
| (a) Inventories | 718.33 | 493.12 |
| (b) Financial assets | | |
| (i) Investments | 360.60 | 287.23 |
| (ii) Trade receivables | 776.14 | 651.07 |
| (iii) Cash and cash equivalents | 30.28 | 73.18 |
| (iv) Bank balances other than (iii) above | 165.02 | 233.00 |
| (v) Loans | 0.03 | 0.02 |
| (vi) Other financial assets | 41.25 | 20.07 |
| (c) Assets held for sale | - | - |
| (d) Other current assets | 96.33 | 72.46 |
| Sub-total - Current assets | 2,187.98 | 1,830.15 |
| TOTAL - ASSETS | 4,747.19 | 4,307.50 |
| EQUITY AND LIABILITIES | | |
| EQUITY | | |
| (a) Equity share capital | 29.06 | 29.04 |
| (b) Other equity | 3,154.35 | 2,946.59 |
| Sub-total - Equity | 3,183.41 | 2,975.63 |
| LIABILITIES | | |
| I. Non-current liabilities | | |
| (a) Financial liabilities | | |
| (i) Borrowings | 34.13 | 49.13 |
| (ii) Lease liabilities | 16.83 | 28.11 |
| (iii) Other financial liabilities | 13.87 | 14.06 |
| (b) Provisions | 50.44 | 41.26 |
| (c) Deferred tax liabilities (net) | 24.33 | 25.02 |
| (d) Other non-current liabilities | 93.25 | 82.44 |
| Sub-total - Non-current liabilities | 232.85 | 240.02 |
| II. Current liabilities | | |
| (a) Financial liabilities | | |
| (i) Borrowings | 30.14 | 80.29 |
| (ii) Lease liabilities | 15.55 | 17.05 |
| (iii) Trade and other payables | | |
| a) total outstanding dues of micro enterprises and small enterprises | 136.02 | 87.78 |
| b) total outstanding dues of creditors other than micro enterprises and small enterprises | 783.48 | 562.86 |
| (iv) Other financial liabilities | 103.01 | 113.37 |
| (b) Other current liabilities | 100.00 | 120.52 |
| (c) Provisions | 134.20 | 109.98 |
| (d) Current tax liabilities (net) | 28.53 | - |
| Sub-total - Current liabilities | 1,330.93 | 1,091.85 |
| TOTAL - EQUITY AND LIABILITIES | 4,747.19 | 4,307.50 |

Continued to Page no.3...



2 Statement of Cash Flow

| Particulars | (* in Crores) | | |
|---|-----------------|-----------------|-----------------|
| | Half Year ended | | Year ended |
| | 30-09-2025 | 30-09-2024 | 31-03-2025 |
| | Unaudited | Unaudited | Audited |
| CASH FLOW FROM OPERATING ACTIVITIES | | | |
| Profit before tax | 353.09 | 328.50 | 579.94 |
| Adjustments: | | | |
| Add: | | | |
| Depreciation and amortisation expense | 69.63 | 51.30 | 117.00 |
| Finance costs | 6.07 | 5.05 | 11.44 |
| Share based compensation of employees | 4.04 | 2.35 | 8.22 |
| Impairment loss allowance on/(reversal) of trade receivables / other receivables (net) | 3.35 | (37.16) | (34.99) |
| Bad debts and irrecoverable balances written off | 0.09 | 0.04 | 0.16 |
| (Gain)/ Loss on fair valuation of derivative instruments | 5.91 | 0.14 | (1.74) |
| Write down / (reversal) in write down of inventories and others | 8.15 | 8.30 | 25.92 |
| | 97.24 | 30.02 | 126.01 |
| Less : | | | |
| Gain on sale of aircraft (Refer Note 6) | - | - | 20.90 |
| Gain/(Loss) on sale of investments in mutual funds measured at fair value through profit and loss ("FVTPL") (net) | 7.70 | 13.40 | 19.30 |
| Gain/ (Loss) on fair valuation of investments in Mutual Funds measured at FVTPL (net) | 4.80 | 3.22 | 4.96 |
| Gain/(Loss) on reinstatement on receivables/payables | 6.08 | (0.85) | (1.38) |
| Provisions no longer required written back | 0.92 | 0.08 | 0.90 |
| Sundry credit balances written back | 0.35 | 0.19 | 0.62 |
| Interest income | 10.64 | 2.84 | 8.77 |
| Unwinding of security deposit & subsidy receivable under Package Scheme of Incentives (PSI) Scheme, 2002 | 0.35 | 0.13 | 0.47 |
| Gain/ (Loss) on disposal of property, plant and equipment (net) | 0.23 | 0.12 | 2.26 |
| Dividend income | 0.00 | 0.00 | 0.00 |
| Gain on derecognition of leased premises accounted as per Ind AS 116 | 0.21 | - | - |
| | 31.28 | 19.13 | 56.80 |
| Operating profit before working capital changes | 419.05 | 339.39 | 649.15 |
| Working Capital Adjustments | | | |
| (Increase)/Decrease in government grant receivables | 0.70 | 6.28 | 7.14 |
| (Increase)/Decrease in trade and other receivables | (142.44) | 31.94 | 19.79 |
| (Increase)/Decrease in inventories | (233.35) | (208.69) | 6.87 |
| Increase/(Decrease) in trade and other payables | 226.46 | (25.85) | (78.68) |
| Increase/(Decrease) in provisions | 26.87 | 23.33 | 17.85 |
| | (121.76) | (172.99) | (27.03) |
| Net cash generated from operations | 297.29 | 166.40 | 622.12 |
| Income tax paid (net of refunds) | (61.86) | (71.67) | (133.05) |
| NET CASH FLOW GENERATED FROM OPERATING ACTIVITIES | 235.43 | 94.73 | 489.07 |
| CASH FLOW FROM INVESTING ACTIVITIES | | | |
| Investment in subsidiaries | (18.93) | (20.88) | (20.88) |
| Purchase of property, plant and equipment (PPE) and intangible assets | (139.23) | (99.96) | (244.47) |
| Proceeds from sale/ (Purchase) of mutual funds (net) | (60.86) | 140.59 | 133.87 |
| Proceeds from sale of PPE and other intangible assets including advances | 0.43 | 0.15 | 25.10 |
| Redemption from / (Investment in) fixed deposit | 68.60 | (75.03) | (225.76) |
| Loans (granted to)/ repaid by subsidiaries and employees | (0.02) | 10.73 | 10.75 |
| Dividend received | 0.00 | 0.00 | 0.00 |
| Interest received | 6.58 | 4.47 | 7.93 |
| Gain on sale of investment measured at FVOCI | 0.00 | - | - |
| NET CASH (USED IN) INVESTING ACTIVITIES | (143.43) | (39.93) | (313.46) |
| CASH FLOW FROM FINANCING ACTIVITIES | | | |
| Proceeds from bill discounting & short term borrowings | 59.85 | 51.78 | 137.29 |
| (Repayment) of bill discounting & short term borrowings | (109.85) | (122.16) | (198.92) |
| Proceeds from long term borrowings | | 11.91 | 11.91 |
| (Repayment) of long term borrowings | (15.00) | (15.00) | (30.00) |
| Final and interim dividend paid | (58.10) | (50.78) | (87.07) |
| Finance costs | (4.54) | (8.69) | (14.05) |
| Payment of lease liabilities including initial cost | (10.23) | (3.10) | (13.84) |
| Proceeds from issuance of share capital including securities premium | 1.82 | 1.13 | 2.35 |
| Receipt of share application money pending allotment of shares | 1.15 | 0.03 | 0.33 |
| NET CASH (USED IN) FINANCING ACTIVITIES | (134.90) | (134.88) | (192.00) |
| Net increase/(decrease) in Cash and cash equivalents | (42.90) | (80.08) | (16.39) |
| Opening Cash and cash equivalents | 73.18 | 89.57 | 89.57 |
| Closing Cash and cash equivalents | 30.28 | 9.49 | 73.18 |

i. The above Cash Flow Statement has been prepared under the indirect method set out in Indian Accounting Standard (IND AS) 7, 'Statement of Cash Flows' as specified in the Companies (Indian Accounting Standards) Rules, 2015

ii. Income tax paid is treated as arising from operating activities and are not bifurcated between investing and financing activities

iii. All figures in bracket indicate cash outflow.

Continued to Page no.4...



- 3 The Company mainly operates in the business of manufacturing of Engines wherein two customer based reportable segments have been identified namely - Business to Business ("B2B") and Business to Customer ("B2C"). However, as per para 4 of Ind AS 108 "Operating Segments", the Company is required to disclose segment information only in the Consolidated Financial Results. Accordingly, disclosure of this information has been included under Consolidated Financial Results for the quarter and half year ended 30th September 2025.
- 4 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.
- 5 The Board of Directors of the Company in its meeting held on 6th August 2025, had given its consent for further investment in 'Series A-1 Optionally Convertible Redeemable Non-Cumulative Preference Shares, (the "Series A-1 Preferred Stock - OCRNPS") upto US\$ 2,000,000 (upto Rs. 18 Crores) (i.e. upto 200,000 shares of Preferred Stock at a purchase price of US\$ 10 per share) of Kirloskar Americas Corporation (hereinafter referred as 'KAC'), USA, a wholly owned subsidiary of the Company. During the quarter ended 30th September 2025, the Company has invested US\$ 2,000,000 amounting to approximately ₹ 17.76 Crores in Series A-1 Preferred Stock- OCRNPS, as per payment terms covered in the Letter of Offer issued by KAC to the Company
- 6 Exceptional items reported during the year ended 31st March 2025 represents gain on sale of aircraft amounting to ₹ 20.90 Crores
- 7 The Company consistently recognizes provision for any significantly delayed receivables, for accounting of expected credit losses. With respect to the provision made for the receivables against sales of Gensets to a specific customer in prior years, the (income) or expense in the Statement of Profit and Loss for the quarter ended 30th September 2025 was Nil (₹ (41.47) Crores for FY 2024-2025; Nil during the quarter ended 30th June 2025 and ₹ (17.44) Crores during the quarter ended 30th September 2024).
- 8 The Nomination and Remuneration Committee of the Board of Directors of the Company in its meeting held on 6th August 2025 has approved the grant of 21,129 employee stock options to an eligible employee of the Company in terms of 'Kirloskar 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.
- 9 During the quarter ended 30th September 2025, the Company has allotted 40,448 fully paid-up equity shares of ₹ 2/- each to the option grantees upon exercise of Employee Stock Options pursuant to 'Kirloskar 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 14,52,54,687 fully paid-up equity shares of ₹ 2/- each to 14,52,95,135 fully paid-up equity shares of ₹ 2/- each.
- 10 Subsequent to the quarter ended 30th September 2025, the Board of Directors of the Company in its meeting held on 10th October 2025 approved the transfer of the Company's Business to Customer ("B2C") business segment i.e. Water Management Solutions ("WMS") - Domestic & Exports Business by way of slump sale as a going concern to its wholly owned subsidiary, La-Gajjar Machineries Private Limited ("LGM").
- The consideration is in the form of issuance and allotment of 10,65,150 equity shares of LGM having face value of ₹ 10/- each to the Company, on a private placement basis, on terms as set out in the Business Transfer Agreement executed on 10th October 2025. The aforesaid B2C business segment of the Company is transferred to LGM with effect from 11th October 2025.
- 11 The figures for the previous periods have been regrouped wherever required to make them comparable with those of the current periods. The impact of such regroupings is not material to the financial results.
- 12 The above standalone financial results for the quarter and half year ended 30th September 2025 are reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on 11th November 2025 and are subjected to a "Limited Review" by the Statutory Auditors of the Company.

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

For Kirloskar Oil Engines Limited

Place : Pune
Date : 11th November 2025

Gauri Kirloskar

Gauri Kirloskar
Managing Director
DIN: 03366274



Independent Auditor's Review Report on Unaudited Standalone Financial Results of Kirloskar Oil Engines Limited for the Quarter and Half year ended September 30, 2025 pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

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 and half year ended September 30, 2025 ("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 (ICAI). 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.

For G. D. Apte & Co.
Chartered Accountants
Firm Registration Number: 100515W
UDIN:25121007BMITEI7868



Anagha M. Nanivadekar
Partner
Membership Number: 121 007
Pune, November 11, 2025

KIRLOSKAR OIL ENGINES LIMITED
CIN : L29100PN2009PLC133351
Registered office : Lakshmanrao Kirloskar Road, Khadki, Pune - 411003
STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2025

(₹ in Crores)

| Particulars | Consolidated | | | | | |
|---|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| | Quarter ended | | | Half year ended | | Year ended |
| | 30-09-2025 | 30-06-2025 | 30-09-2024 | 30-09-2025 | 30-09-2024 | 31-03-2025 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1 Income | | | | | | |
| a) Revenue from operations | 1,948.38 | 1,763.80 | 1,498.62 | 3,712.18 | 3,130.49 | 6,329.11 |
| b) Other income | 12.55 | 34.70 | 11.47 | 47.25 | 20.94 | 46.68 |
| Total income (a+b) | 1,960.93 | 1,798.50 | 1,510.09 | 3,759.43 | 3,151.43 | 6,375.79 |
| 2 Expenses | | | | | | |
| a) Cost of raw materials and components consumed | 937.24 | 836.36 | 753.24 | 1,773.60 | 1,516.49 | 2,799.39 |
| b) Purchase of traded goods | 245.82 | 213.04 | 171.71 | 458.86 | 379.92 | 744.30 |
| c) Changes in inventories of finished goods, work-in-progress and traded goods | (72.46) | (30.55) | (105.71) | (103.01) | (129.03) | 37.72 |
| d) Employee benefits expense | 151.07 | 137.12 | 136.28 | 288.19 | 260.96 | 536.08 |
| e) Finance costs [^] | 135.98 | 139.40 | 117.47 | 275.38 | 218.58 | 482.37 |
| f) Depreciation and amortisation expense | 42.02 | 39.66 | 32.81 | 81.68 | 63.05 | 139.36 |
| g) Other expenses | 307.79 | 284.38 | 252.09 | 592.17 | 489.52 | 1,041.73 |
| h) Expenses capitalised | (2.83) | (3.22) | (6.17) | (6.05) | (9.19) | (16.90) |
| Total expenses (a to h) | 1,744.63 | 1,616.19 | 1,351.72 | 3,360.82 | 2,790.30 | 5,764.05 |
| 3 Profit before share of profit/(loss) of joint venture, exceptional items and tax (1-2) | 216.30 | 182.31 | 158.37 | 398.61 | 361.13 | 611.74 |
| 4 Share of net profit/(loss) of joint venture accounted for using the equity method | - | - | 0.04 | - | 0.73 | 0.73 |
| 5 Profit before exceptional items and tax (3+4) | 216.30 | 182.31 | 158.41 | 398.61 | 361.86 | 612.47 |
| 6 Exceptional items - income / (expense) | - | - | 7.87 | - | 15.29 | 36.19 |
| 7 Profit before tax from continuing operations (5 + 6) | 216.30 | 182.31 | 166.28 | 398.61 | 377.15 | 648.66 |
| 8 Tax expense : | | | | | | |
| Current tax | 49.40 | 51.46 | 30.88 | 100.85 | 81.85 | 145.73 |
| (Excess)/short provision relating to previous years | - | - | (0.30) | - | (0.30) | (0.25) |
| Deferred tax | 7.71 | (3.33) | 10.89 | 4.38 | 14.74 | 29.62 |
| Total tax expense (8) | 57.11 | 48.13 | 41.47 | 105.24 | 96.29 | 175.10 |
| 9 Net Profit / (Loss) for the period from continuing operations (7 - 8) | 159.19 | 134.18 | 124.81 | 293.37 | 280.86 | 473.56 |
| 10 Discontinued operations | | | | | | |
| Profit/(loss) before tax | - | 0.29 | 0.06 | 0.29 | 0.60 | 3.02 |
| Profit on sale of undertaking | - | 4.25 | - | 4.25 | - | - |
| Tax expense/(income) of discontinued operations | - | (0.20) | (0.05) | (0.20) | 0.09 | 0.76 |
| Net profit/(loss) after tax from discontinued operations ^ | - | 4.74 | 0.11 | 4.74 | 0.51 | 2.26 |
| 11 Net Profit/ (Loss) for the period (9 +10) | 159.19 | 138.92 | 124.92 | 298.11 | 281.37 | 475.82 |
| 12 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 foreign operations (net off tax) | (0.67) | (0.08) | (0.04) | (0.75) | (0.08) | 0.02 |
| Fair value changes on loans classified under "Hold and Sell" business model | 25.15 | 22.82 | - | 47.97 | - | - |
| Income tax (expense)/income on above | (6.33) | (5.74) | - | (12.07) | - | - |
| Total (A) | 18.15 | 17.00 | (0.04) | 35.15 | (0.08) | 0.02 |
| Items that will not be reclassified to profit or loss in subsequent periods (B): | | | | | | |
| Re-measurement gain/(loss) on defined benefit plans | (7.05) | 0.23 | (1.26) | (6.82) | (2.38) | (5.27) |
| Income tax (expense)/income on above | 1.78 | (0.06) | 0.32 | 1.72 | 0.60 | 1.33 |
| Subtotal (a) | (5.27) | 0.17 | (0.94) | (5.10) | (1.78) | (3.94) |
| Net gain/(loss) on equity instruments measured at fair value through other comprehensive income | 0.02 | - | (0.07) | 0.02 | (0.07) | (0.27) |
| Income tax (expense)/income on above | (0.00) | - | 0.02 | (0.00) | 0.02 | 0.10 |
| Subtotal (b) | 0.02 | - | (0.05) | 0.02 | (0.05) | (0.17) |
| 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) | (5.25) | 0.17 | (0.99) | (5.08) | (1.83) | (4.11) |
| Total other comprehensive income/(loss) for the period, net of tax ((A) + (B) = 12) | 12.90 | 17.17 | (1.03) | 30.07 | (1.91) | (4.09) |
| 13 Total comprehensive income/ (loss) for the period, net of tax (11 + 12) | 172.09 | 156.09 | 123.89 | 328.18 | 279.46 | 471.73 |
| 14 Profit for the period attributable to: | | | | | | |
| a) Owners of the Company ^ | 162.46 | 141.88 | 127.51 | 304.34 | 286.81 | 489.15 |
| b) Non-controlling interest | (3.27) | (2.96) | (2.59) | (6.23) | (5.44) | (13.33) |
| 15 Other comprehensive income for the period attributable to: | | | | | | |
| a) Owners of the Company ^ | 13.84 | 17.30 | (0.93) | 31.14 | (1.81) | (3.58) |
| b) Non-controlling interest | (0.94) | (0.13) | (0.10) | (1.07) | (0.10) | (0.51) |
| 16 Total comprehensive income for the period attributable to: | | | | | | |
| a) Owners of the Company ^ | 176.30 | 159.18 | 126.58 | 335.48 | 285.00 | 485.57 |
| b) Non-controlling interest | (4.21) | (3.09) | (2.69) | (7.30) | (5.54) | (13.84) |
| 17 Paid-up equity share capital (Face value of ₹ 2 each) | 29.06 | 29.05 | 29.02 | 29.06 | 29.02 | 29.04 |
| 18 Other Equity | | | | | | 3,057.46 |
| 19 Earnings per share (₹) (Face value of ₹ 2 each) (not annualized) | | | | | | |
| For Continuing Operations | | | | | | |
| a) Basic (₹) | 11.18 | 9.44 | 8.78 | 20.63 | 19.74 | 33.55 |
| b) Diluted (₹) | 11.17 | 9.42 | 8.73 | 20.60 | 19.65 | 33.44 |
| For Discontinued Operations | | | | | | |
| a) Basic (₹) | - | 0.33 | 0.01 | 0.33 | 0.03 | 0.16 |
| b) Diluted (₹) | - | 0.33 | 0.01 | 0.33 | 0.03 | 0.16 |
| For Continuing and Discontinued Operations | | | | | | |
| a) Basic (₹) | 11.18 | 9.77 | 8.79 | 20.96 | 19.77 | 33.71 |
| b) Diluted (₹) | 11.17 | 9.75 | 8.74 | 20.93 | 19.68 | 33.60 |

[^] Net profit/(loss) after tax from discontinued operations is wholly attributable to owners of the Company

Continued to Page no. 2 .



Notes:

- 1 The Group ("the Parent Company and its subsidiaries") operates in the business of manufacturing of Engines and Pumps wherein two customer based reportable segments have been identified namely - Business to Business ("B2B") and Business to Customer ("B2C"). However, as per para 4 of Ind AS 108 "Operating Segments", Kirloskar Oil Engines Limited ("the Parent Company") is required to disclose segment information only in the Consolidated Financial Results. At consolidated level, the Group has identified three operating reportable segments namely B2B, B2C and Financial Services. The identification of operating segments is consistent with performance assessment and resource allocation by the management.

During the quarter ended 30th June 2025, the Group reorganized Farm Mechanization Solutions, one of its business components, from B2C to B2B business segment with effect from 1st April 2025, in an effort to improve synergy, since its products are more complementary to the Agri product line of the Industrial business unit (B2B segment). The previous period figures have been presented after incorporating necessary reclassification adjustments pursuant to the reorganisation within the reportable segments.

The Consolidated Statement of Segment wise Revenue, Results, Assets and Liabilities are as under :

{ ₹ in Crores }

| Particulars | Consolidated | | | | | |
|---|------------------|------------------|-----------------|------------------|-----------------|------------------|
| | Quarter ended | | | Half year ended | | Year ended |
| | 30-09-2025 | 30-06-2025 | 30-09-2024 | 30-09-2025 | 30-09-2024 | 31-03-2025 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| SEGMENT REVENUE | | | | | | |
| B2B | 1,456.64 | 1,276.32 | 1,089.13 | 2,732.96 | 2,262.21 | 4,530.01 |
| B2C | 258.42 | 291.78 | 210.14 | 550.20 | 503.44 | 1,018.68 |
| Financial Services | 233.32 | 195.70 | 199.35 | 429.02 | 364.84 | 780.42 |
| REVENUE FROM OPERATIONS | 1,948.38 | 1,763.80 | 1,498.62 | 3,712.18 | 3,130.49 | 6,329.11 |
| SEGMENT RESULTS* | | | | | | |
| B2B | 163.24 | 139.28 | 128.43 | 302.52 | 278.04 | 462.79 |
| B2C | 18.18 | 27.66 | (0.83) | 45.84 | 32.87 | 65.26 |
| Financial Services # | 33.52 | 13.67 | 30.65 | 47.19 | 49.71 | 89.29 |
| Unallocated | 6.80 | 7.46 | 5.50 | 14.26 | 10.77 | 16.60 |
| Total | 221.74 | 188.07 | 163.75 | 409.81 | 371.39 | 633.94 |
| Less: | | | | | | |
| (i) Finance costs ** | 5.44 | 5.76 | 5.34 | 11.20 | 9.53 | 21.47 |
| (ii) Exceptional items - (income)/expense | - | - | (7.87) | - | (15.29) | (36.19) |
| PROFIT BEFORE TAX FROM CONTINUING OPERATIONS (A) | 216.30 | 182.31 | 166.28 | 398.61 | 377.15 | 648.66 |
| PROFIT BEFORE TAX FROM DISCONTINUED OPERATIONS (B) | - | 4.54 | 0.06 | 4.54 | 0.60 | 3.02 |
| PROFIT BEFORE TAX FOR THE PERIOD ((A)+ (B)) | 216.30 | 186.85 | 166.34 | 403.15 | 377.75 | 651.68 |
| SEGMENT ASSETS | | | | | | |
| B2B | 2,516.39 | 2,242.53 | 2,121.54 | 2,516.39 | 2,121.54 | 2,064.06 |
| B2C | 707.41 | 687.29 | 681.98 | 707.41 | 681.98 | 671.18 |
| Financial Services | 6,858.29 | 6,875.66 | 6,588.66 | 6,858.29 | 6,588.66 | 7,123.08 |
| Unallocated assets | 590.89 | 797.01 | 389.38 | 590.89 | 389.38 | 621.91 |
| TOTAL ASSETS | 10,672.98 | 10,602.49 | 9,781.56 | 10,672.98 | 9,781.56 | 10,480.23 |
| SEGMENT LIABILITIES | | | | | | |
| B2B | 1,410.31 | 1,352.85 | 1,135.65 | 1,410.31 | 1,135.65 | 1,118.87 |
| B2C | 320.46 | 334.14 | 312.38 | 320.46 | 312.38 | 337.05 |
| Financial Services | 5,528.85 | 5,591.76 | 5,355.35 | 5,528.85 | 5,355.35 | 5,867.06 |
| Unallocated liabilities | 77.41 | 107.12 | 85.19 | 77.41 | 85.19 | 100.53 |
| TOTAL LIABILITIES | 7,337.03 | 7,385.87 | 6,888.57 | 7,337.03 | 6,888.57 | 7,423.51 |

* Profit/ (Loss) before exceptional items, tax and interest from each segment

Profit/(Loss) before exceptional items, tax and after interest

** Other than the interest pertaining to the "Financial Services" segment

^^ Disaggregation of finance costs are as below -

| Particulars | Quarter ended | | | Half year ended | | Year ended |
|--|---------------|---------------|---------------|-----------------|---------------|---------------|
| | 30-09-2025 | 30-06-2025 | 30-09-2024 | 30-09-2025 | 30-09-2024 | 31-03-2025 |
| Finance costs relating to financial services business | 130.54 | 133.64 | 112.13 | 264.18 | 209.05 | 460.90 |
| Finance costs relating to Other than financial services business | 5.44 | 5.76 | 5.34 | 11.20 | 9.53 | 21.47 |
| Total | 135.98 | 139.40 | 117.47 | 275.38 | 218.58 | 482.37 |

Continued to Page no 3



2 Statement of assets and liabilities (Balance Sheet)

| Particulars | (₹ in Crores) | |
|---|------------------|------------------|
| | Consolidated | |
| | As at | As at |
| | 30-09-2025 | 31-03-2025 |
| | Unaudited | Audited |
| ASSETS | | |
| I. Non-current assets | | |
| (a) Property, plant and equipment | 787.75 | 752.93 |
| (b) Capital work-in-progress | 110.34 | 71.06 |
| (c) Right-of-use assets | 96.91 | 99.40 |
| (d) Goodwill | 190.17 | 191.43 |
| (e) Other Intangible assets | 123.10 | 138.88 |
| (f) Intangible assets under development | 50.62 | 27.18 |
| (g) Financial assets | | |
| (i) Investments | 114.61 | 90.20 |
| (ii) Loans and Receivables of Financial Services Business | 4,421.91 | 4,548.43 |
| (iii) Loans | 0.01 | 0.01 |
| (iv) Other financial assets | 150.10 | 117.98 |
| (h) Deferred tax assets (net) | 5.46 | 4.11 |
| (i) Income tax assets (net) | 26.71 | 24.87 |
| (j) Other non-current assets | 15.22 | 23.05 |
| Sub-total - Non-current assets | 6,092.91 | 6,089.53 |
| II. Current assets | | |
| (a) Inventories | 849.68 | 591.30 |
| (b) Financial assets | | |
| (i) Investments | 352.10 | 510.52 |
| (ii) Trade receivables | 815.74 | 695.86 |
| (iii) Cash and cash equivalents | 807.88 | 741.06 |
| (iv) Bank balances other than (iii) above | 200.15 | 255.52 |
| (v) Loans and Receivables of Financial Services Business | 1,346.02 | 1,452.18 |
| (vi) Loans | 0.03 | 0.02 |
| (vii) Other financial assets | 45.08 | 22.09 |
| (c) Assets held for sale | - | - |
| (d) Current tax assets (net) | 36.12 | 26.99 |
| (e) Other current assets | 127.27 | 95.16 |
| Sub-total - Current assets | 4,580.07 | 4,390.70 |
| TOTAL - ASSETS | 10,672.98 | 10,480.23 |
| EQUITY AND LIABILITIES | | |
| EQUITY | | |
| (a) Equity share capital | 29.06 | 29.04 |
| (b) Other equity | 3,343.97 | 3,057.46 |
| (c) Non-controlling interests | (37.08) | (29.78) |
| Sub-total - Equity | 3,335.95 | 3,056.72 |
| LIABILITIES | | |
| I. Non-current liabilities | | |
| (a) Financial liabilities | | |
| (i) Borrowings | 3,369.31 | 3,760.98 |
| (ii) Lease liabilities | 32.76 | 34.98 |
| (iii) Other financial liabilities | 14.21 | 14.33 |
| (b) Provisions | 62.15 | 52.78 |
| (c) Deferred tax liabilities (net) | 44.38 | 28.76 |
| (d) Other non-current liabilities | 93.25 | 82.44 |
| Sub-total - Non-current liabilities | 3,616.06 | 3,974.27 |
| II. Current liabilities | | |
| (a) Financial liabilities | | |
| (i) Borrowings | 2,101.01 | 1,999.85 |
| (ii) Lease liabilities | 22.96 | 22.72 |
| (iii) Trade and other payables | | |
| a) total outstanding dues of micro enterprises and small enterprises | 168.26 | 118.39 |
| b) total outstanding dues of creditors other than micro enterprises and small enterprises | 834.43 | 589.92 |
| (iv) Other financial liabilities | 292.08 | 424.80 |
| (b) Other current liabilities | 116.89 | 159.17 |
| (c) Provisions | 156.81 | 133.39 |
| (d) Current tax liabilities (net) | 28.53 | 1.00 |
| Sub-total - Current liabilities | 3,720.97 | 3,449.24 |
| TOTAL - EQUITY AND LIABILITIES | 10,672.98 | 10,480.23 |

Continued to Page no 4.,



| Particulars | Consolidated | | |
|---|-----------------|-----------------|-----------------|
| | Half year ended | | Year ended |
| | 30-09-2025 | 30-09-2024 | 31-03-2025 |
| | Unaudited | Unaudited | Audited |
| CASH FLOW FROM OPERATING ACTIVITIES | | | |
| Profit before tax from continuing operations | 398.61 | 377.15 | 648.66 |
| Profit before tax from discontinued operations (Refer Note 10) | 4.54 | 0.60 | 3.02 |
| Adjustments: | | | |
| Add: | | | |
| Depreciation and amortisation expense | 81.88 | 63.26 | 139.79 |
| Finance costs (excluding financial service business) | 11.69 | 9.56 | 22.49 |
| Share based compensation to employees | 6.17 | 2.87 | 9.19 |
| Impairment loss allowance on/ (reversal) of trade receivable/ other receivable (net) | 33.49 | (15.72) | 19.12 |
| (Gain)/ loss on fair valuation of derivative instruments | 6.07 | 0.14 | (1.72) |
| Bad debts and irrecoverable balances written off | 0.09 | 0.04 | 0.17 |
| Write down / (reversal) in write down of inventories & others (net) | 16.34 | 9.66 | 27.26 |
| Less: | | | |
| Gain/ (loss) on fair valuation of investments measured at fair value through profit or loss (net) | 0.98 | 3.96 | 8.78 |
| Gain on lease modifications and derecognition | 0.21 | 0.07 | 0.53 |
| Profit/(loss) on reinstatement on receivables/payables | 8.26 | (1.32) | (0.43) |
| Gain on sale of investments measured at FVTPL (net) | 24.84 | 18.77 | 38.06 |
| Gain on sale of aircraft (Refer Note 8) | - | - | 20.90 |
| Gain on derecognition of financial assets measured at amortised cost | 41.03 | 23.07 | 46.76 |
| Gain on disposal of property, plant and equipment (net) | 1.19 | 1.94 | 6.13 |
| Provisions no longer required written back | 0.92 | 0.09 | 1.37 |
| Interest income | 20.81 | 6.60 | 28.06 |
| Gain / (loss) on sale of undertaking (Refer Note 10) | 4.25 | - | - |
| Unwinding of subsidy receivable under Package Scheme of Incentives (PSI), 2001 and security deposit | 0.48 | 0.77 | 1.22 |
| Reversal of provision for impairment (Refer Note 8) | - | 15.29 | 15.29 |
| Sundry credit balances written back | 0.35 | 0.19 | 0.98 |
| Share of net profit of joint venture | - | 0.73 | 0.73 |
| Dividend income | 0.00 | 0.00 | 0.00 |
| Operating profit before working capital changes | 103.32 | 70.16 | 168.38 |
| | 455.56 | 377.40 | 699.60 |
| Working Capital Adjustments | | | |
| (Increase) / Decrease in loans and loans & receivables of financial services business | 251.29 | (732.26) | (1,348.76) |
| (Increase) / Decrease in government grant receivables | 0.70 | 6.28 | 7.14 |
| (Increase) / Decrease in trade and other receivables | (152.21) | 56.88 | 38.06 |
| (Increase) / Decrease in inventories | (277.01) | (214.33) | 27.47 |
| Increase / (Decrease) in trade and other payables | 128.08 | (103.85) | (26.66) |
| Increase / (Decrease) in provisions | 25.42 | 27.20 | 22.21 |
| Net Cash generated from/ (used) in operations | 431.83 | (582.68) | (580.94) |
| Income tax paid (net of refunds) | (84.09) | (94.38) | (158.55) |
| NET CASH GENERATED FROM/ (USED IN) OPERATING ACTIVITIES | 347.74 | (677.06) | (739.49) |
| CASH FLOW FROM INVESTING ACTIVITIES | | | |
| Add: | | | |
| Purchase of property, plant and equipment (PPE) and intangible assets | (151.97) | (137.52) | (308.25) |
| (Purchase)/ Sale of investments (net) | 159.49 | (147.26) | (48.87) |
| Redemption from / (Investment in) fixed deposit | 56.00 | (83.02) | (244.87) |
| Proceeds from sale of PPE & other intangible assets including advance | 1.92 | 15.29 | 51.69 |
| Proceeds from sale of undertaking (net) (Refer Note 10) | 7.92 | - | - |
| Dividend received | 0.00 | 0.00 | 0.00 |
| Interest received | 14.56 | 6.60 | 27.50 |
| NET CASH GENERATED FROM/ (USED IN) INVESTING ACTIVITIES | 87.92 | (345.91) | (522.80) |
| CASH FLOW FROM FINANCING ACTIVITIES | | | |
| Proceeds from bill discounting & borrowings | 895.39 | 2,456.03 | 4,380.57 |
| (Repayment) of bill discounting & borrowings | (1,185.75) | (1,208.07) | (2,744.64) |
| Final and interim dividend paid | (58.10) | (50.78) | (87.07) |
| Finance costs | (9.47) | (14.40) | (18.64) |
| Payment for lease liabilities including initial cost | (14.56) | (8.84) | (22.83) |
| Share issuance expense of a subsidiary | - | - | (0.07) |
| Proceeds from issuance of share capital including securities premium | 1.82 | 1.13 | 2.35 |
| Share application money pending allotment | 1.15 | 0.03 | 0.33 |
| NET CASH GENERATED FROM/ (USED IN) FINANCING ACTIVITIES | (369.52) | 1,175.10 | 1,510.00 |
| Net increase / (decrease) in Cash and cash equivalents | 66.14 | 152.13 | 247.71 |
| Opening Cash and cash equivalents | 741.06 | 492.90 | 492.90 |
| Effect of foreign exchange on Cash and cash equivalents | 0.68 | (0.01) | 0.45 |
| Closing Cash and cash equivalents | 807.88 | 645.02 | 741.06 |

i) The above Cash Flow Statement has been prepared under the indirect method set out in Indian Accounting Standard (IND AS) 7, 'Statement of Cash Flows' as specified in the Companies

ii) Income Tax paid is treated as arising from operating activities and are not bifurcated between investing and financing activities.

iii) All figures in bracket indicate cash outflow.



Continued to Page no. 5.

- 4 As per Ind AS 108 "Operating Segments", the Group has reported 'Segment information' as described below:-
- A) Business to Business (B2B) - This segment comprises of production, sales and services of Engines, Gensets, Electric Motors, spares parts of these products and oils, Farm Machines like power tillers, power weeders etc.
- B) Business to Customers (B2C) - This segment comprises of production, assembly, sales and services of Diesel or Electric operated Pumps & pumpsets, accessories and allied products.
- C) Financial Services - This segment includes operations of rendering financial services through wholly owned Non-Banking Financial Company (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) Unallocable - Unallocable comprises of assets, liabilities, revenue and expenses which are not directly related with any of the operating segments.
- 5 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.
- 6 The Board of Directors of the Parent Company in its meeting held on 6th August 2025, had given its consent for further investment in 'Series A-1 Optionally Convertible Redeemable Non-Cumulative Preference Shares, (the "Series A-1 Preferred Stock - OCRNPS") upto US\$ 2,000,000 (upto Rs. 18 Crores) (i.e. upto 200,000 shares of Preferred Stock at a purchase price of US\$ 10 per share) of Kirloskar Americas Corporation (hereinafter referred as 'KAC'), USA, a wholly owned subsidiary of the Parent Company. During the quarter ended 30th September 2025, the Parent Company has invested US\$ 2,000,000 amounting to approximately ₹ 17.76 Crores in Series A-1 Preferred Stock- OCRNPS, as per payment terms covered in the Letter of Offer issued by KAC to the Parent Company.
- 7 The Group consistently recognizes provision for any significantly delayed receivables, for accounting of expected credit losses. With respect to the provision made for the receivables against sales of Gensets to a specific customer in prior years, the (income) or expense in the Statement of Profit and Loss for the quarter ended 30th September 2025 was Nil (₹ (41.47) Crores for FY 2024-2025; Nil during the quarter ended 30th June 2025 and ₹ (17.44) Crores during the quarter ended 30th September 2024).
- 8 Exceptional Items reported :
- i) during the year ended 31st March 2025 represents gain on sale of aircraft amounting to ₹ 20.90 Crores and
- ii) represents reversal of earlier year's recorded provision by Arka Fincap Limited (AFL) amounting to ₹ 7.42 Crores during the quarter ended 30th June 2024 and additional ₹ 7.37 Crores during the quarter ended 30th September 2024. Accordingly, the total provision of ₹ 15.29 Crores was reversed during the year ended 31st March 2025.
- 9 Arka Fincap Limited has assessed certain loans originated during the half year ended 30th September 2025 under the business model of "Hold & Sell". Accordingly, the fair value gain on such loans has been disclosed as "Fair value changes on loans classified under "Hold & Sell" business model" under Other Comprehensive Income.
- 10 **Note on Discontinued operations**
- During the previous quarter ended 30th June 2025, La-Gajjar Machineries Private Limited ("LGM") transferred its 'Cables, Wires & Pipes business' ("undertaking") by way of Slump Sale on a going concern basis at an aggregate consideration of ₹ 10.70 Crores subject to closing adjustments by executing Business Transfer Agreement (BTA) on 30th June 2025 (Closing date) between LGM and the Buyer i.e Vira Logistics and accordingly the 'Cables, Wires & Pipes business' of LGM was transferred to the Buyer w.e.f. Closing date.

The results of the discontinued operations for the comparative period have been regrouped and are reported as are follows:

| Particulars | Quarter ended | | | Half year ended | | Year ended |
|--|---------------|-------------|-------------|-----------------|-------------|-------------|
| | 30-09-2025 | 30-06-2025 | 30-09-2024 | 30-09-2025 | 30-09-2024 | 31-03-2025 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| The results of the discontinued operations (net of inter segment sales) | | | | | | |
| Revenue from operations and other income | - | 3.16 | 5.97 | 3.16 | 12.07 | 19.92 |
| Total expenses | - | 2.87 | 5.91 | 2.87 | 11.47 | 16.90 |
| Profit before tax (A) | - | 0.29 | 0.06 | 0.29 | 0.60 | 3.02 |
| Tax expense/(income) of discontinued operations (B) | - | (0.20) | (0.05) | (0.20) | 0.09 | 0.76 |
| Profit after tax [C = (A) - (B)] | - | 0.49 | 0.11 | 0.49 | 0.51 | 2.26 |
| Profit on sale of undertaking (D) | - | 4.25 | - | 4.25 | - | - |
| Tax expense/(income) on profit on sale of undertaking (E) | - | - | - | - | - | - |
| Profit after tax on sale of undertaking [F = (D) - (E)] | - | 4.25 | - | 4.25 | - | - |
| Total profit before tax from discontinued operations [(A) + (D)] | - | 4.54 | 0.06 | 4.54 | 0.60 | 3.02 |
| Total tax expense/(income) of discontinued operations [(B) + (E)] | - | (0.20) | (0.05) | (0.20) | 0.09 | 0.76 |
| Net profit after tax from discontinued operations [(C) + (F)] | - | 4.74 | 0.11 | 4.74 | 0.51 | 2.26 |
| Cash flows: | | | | | | |
| Cash flow from operating activities | - | - | - | 6.96 | 0.21 | 3.13 |
| Cash flow from investing activities | - | - | - | (0.96) | 0.21 | 3.13 |
| | - | - | - | 7.92 | - | - |

- 11 The Nomination and Remuneration Committee of the Board of Directors of the Parent Company in its meeting held on 6th August 2025 has approved the grant of 21,129 employee stock options to an eligible employee of the Parent Company in terms of 'Kirloskar 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.
- 12 During the quarter ended 30th September 2025, the Parent Company has allotted 40,448 fully paid-up equity shares of ₹ 2/- each to the option grantees upon exercise of Employee Stock Options pursuant to 'Kirloskar 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 14,52,54,687 fully paid-up equity shares of ₹ 2/- each to 14,52,95,135 fully paid-up equity shares of ₹ 2/- each.
- 13 Subsequent to the quarter ended 30th September 2025, the Board of Directors of the Parent Company in its meeting held on 10th October 2025 approved the transfer of the Parent Company's Business to Customer ("B2C") business segment i.e. Water Management Solutions ("WMS") - Domestic & Exports Business by way of slump sale as a going concern to its wholly owned subsidiary, La-Gajjar Machineries Private Limited ("LGM").

The consideration is in the form of issuance and allotment of 10,65,150 equity shares of LGM having face value of ₹ 10/- each to the Parent Company, on a private placement basis, on terms as set out in the Business Transfer Agreement executed on 10th October 2025. The aforesaid B2C business segment of the Parent Company is transferred to LGM with effect from 11th October 2025.

Continued to Page no. 6.



14 The Consolidated Financials Results includes the results of the following subsidiaries :-

- i) La-Gajar Machineries Private Limited ("LGM"), wholly owned subsidiary of the Parent Company.
 - ii) Arka Financial Holdings Private Limited ("AFHPL"), wholly owned subsidiary of the Parent Company.
 - iii) Kirloskar Americas Corporation ("KAC") wholly owned subsidiary of the Parent Company.
 - iv) Kirloskar International ME FZE ("KIME"), wholly owned subsidiary of the Parent Company w.e.f. 7th January 2025
 - v) Arka Fincap Limited ("AFL"), subsidiary of AFHPL and step-down subsidiary of the Parent Company
 - vi) Arka Investment Advisory Services Private Limited ("AIASPL"), wholly owned subsidiary of AFHPL and step-down subsidiary of the Parent Company
 - vii) Engines LPG, LLC doing business as Wildcat Power Gen ("Engines LPG LLC"), subsidiary of KAC and step-down subsidiary of the Parent Company
- LGM's interest in ESVA Pumps India Private Limited (ESVA), based on the shareholding under the joint venture agreement, had been accounted for using equity method up to 28th September 2024.

15 The figures for the previous periods have been regrouped wherever required to make them comparable with those of the current periods. The impact of such regroupings is not material to the consolidated financial results.

16 The above consolidated financial results for the quarter and half year ended 30th September 2025 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 11th November 2025 and are subjected to a "Limited Review" by the Statutory Auditors of the Parent Company.

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

Place : Pune
Date : 11th November 2025

For Kirloskar Oil Engines Limited


Gauri Kirloskar
Managing Director
DIN : 03366274



Independent Auditor's Review Report on Unaudited Consolidated Financial Results of Kirloskar Oil Engines Limited for the Quarter and Half year ended September 30, 2025 pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

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 and half year ended September 30, 2025 ("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 (ICAI). 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 and step-down subsidiaries:

Subsidiaries of the Parent:

- a. La-Gajjar Machineries Private Limited ("LGM") (Wholly owned Subsidiary)
- b. Arka Financial Holdings Private Limited ("AFHPL") (Wholly owned Subsidiary)
- c. Kirloskar Americas Corporation ("KAC") (Wholly owned Subsidiary)
- d. Kirloskar International ME FZE ("KIME FZE") (Wholly owned Subsidiary)

Step down subsidiaries of the Parent:

- a. Arka Fincap Limited ("AFL") (Subsidiary of AFHPL)
 - b. Arka Investment Advisory Services Private Limited ("AIASPL") (Wholly owned Subsidiary of AFHPL)
 - c. Engines LPG, LLC dba Wildcat Power Gen (Subsidiary of KAC)
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 two other subsidiaries, included in the Statement, whose financial results, before consolidation adjustments, reflect total assets of Rs. 7,248.01 Crores as at September 30, 2025, total income of Rs. 365.95 Crores and Rs. 717.18 Crores, total net profit of Rs. 29.78 Crores and Rs. 49.22 Crores and total comprehensive income of Rs. 48.10 Crores and Rs. 84.58 crores for the quarter and half year ended September 30, 2025 respectively and cash inflow of Rs. 114.50 Crores for the half year ended September 30, 2025 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 consolidated 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 assets of Rs. 88.95 Crores as at September 30, 2025, total income of Rs. 16.64 Crores and Rs. 23.41 Crores, total net profit / (loss) of (Rs. 6.90 Crores) and (Rs. 11.60 Crores) and total comprehensive income / (loss) of (Rs. 7.23 Crores) and (Rs. 12.00 Crores) for the quarter and half year ended September 30, 2025 respectively and cash inflow of Rs. 13.48 Crores for the half year ended September 30, 2025 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.

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

For G. D. Apte & Co.
Chartered Accountants
Firm Registration Number: 100515W
UDIN: 25121007BMITEJ2402



Anagha M. Nanivadekar
Partner
Membership Number: 121 007
Pune, November 11, 2025