

**KILBURN ENGINEERING LTD.**

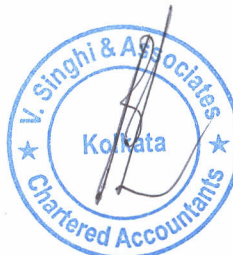
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**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2019**

₹ in Lakhs

Sr. no.	PARTICULARS	QUARTER ENDED (UNAUDITED)	QUARTER ENDED (AUDITED)	QUARTER ENDED (UNAUDITED)	YEAR ENDED (AUDITED)
		30.06.19	31.03.19	30.06.18	31.03.19
<b>1</b>	<b>Income</b>				
	a. Revenue from operations	3,291	4,614	3,764	14,386
	b. Other income (refer note 5)	490	434	451	2,001
	<b>Total Income</b>	<b>3,781</b>	<b>5,048</b>	<b>4,215</b>	<b>16,387</b>
<b>2</b>	<b>Expenses</b>				
	a. Cost of materials consumed	2,099	2,502	1,981	7,676
	b. Subcontracting Charges	286	606	292	1,821
	c. Changes in inventories of finished goods and work in progress	(187)	(102)	111	(316)
	d. Employee benefits expense	448	477	502	1,930
	e. Finance Costs	453	452	407	1,711
	f. Depreciation and amortisation expenses	103	105	105	422
	g. Other expenses	392	816	464	2,293
	<b>Total Expenses</b>	<b>3,594</b>	<b>4,856</b>	<b>3,862</b>	<b>15,537</b>
<b>3</b>	<b>Profit / (Loss) from Operations before Exceptional Items and Tax (1-2)</b>	<b>187</b>	<b>192</b>	<b>353</b>	<b>850</b>
4	Exceptional Items	-	-	-	-
<b>5</b>	<b>Profit / (Loss) before Tax (3-4)</b>	<b>187</b>	<b>192</b>	<b>353</b>	<b>850</b>
6	Tax Expense				
	i) Current tax	52	(24)	118	202
	ii) Deferred tax	(26)	90	(18)	56
	<b>Total Tax expenses</b>	<b>26</b>	<b>66</b>	<b>100</b>	<b>258</b>
<b>7</b>	<b>Net Profit / (Loss) after Tax (5-6)</b>	<b>161</b>	<b>126</b>	<b>253</b>	<b>592</b>
8	Other Comprehensive Income / (Loss)				
a.	(i) Items that will not be reclassified to profit or loss	(382)	(61)	(574)	(994)
	(ii) Income tax relating to items that will not be reclassified to profit	-	(7)	1	(7)
b.	(i) Items that will be reclassified to profit or loss	(73)	(52)	(162)	(253)
	(ii) Income tax relating to items that will be reclassified to profit or	(10)	(16)	(47)	(74)
	<b>Other Comprehensive Income / (Loss), net of tax</b>	<b>(445)</b>	<b>(91)</b>	<b>(690)</b>	<b>(1,167)</b>
<b>9</b>	<b>Total Comprehensive Income / (Loss) for the period (7+8)</b>	<b>(284)</b>	<b>35</b>	<b>(437)</b>	<b>(575)</b>
10	Paid-up equity share capital (Face Value ₹ 10 each)	1,326	1,326	1,326	1,326
11	Other Equity				8,573
12	Earnings Per Share (EPS) (in ₹) (not annualised for the quarters)				
	Basic and Diluted EPS (in ₹)	1.22	0.96	1.91	4.47



## NOTES:

- 1 The financial results have been prepared in accordance with Ind AS, notified under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India. The financial results were reviewed by the Audit Committee and approved and taken on record by the Board of Directors of the Company at their respective meetings held on 13 August 2019. Figures for the quarter ended 31 March 2019 are balancing figures between audited figures in respect of the full financial year and the unaudited figures upto the third quarter ended 31 December 2018 which were subjected to limited review.
- 2 The Financial Results have been reviewed by the Statutory Auditors as required under Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.
- 3 The Company's operations and its results vary from period to period, depending on the delivery schedule of the customers.
- 4 In accordance with the requirements of Ind AS 115 (Construction Contracts), the Company has recognised contract asset of Rs. 2,407 lakhs for the quarter ended 30 June 2019 (Rs.2,330 lakhs for the quarter ended 30 June 2018) and Rs.3,713 lakhs for the year ended 31 March 2019 in respect of high value long delivery orders which are delivered in parts over the execution period. The contract asset is calculated based on percentage of completion of individual contracts.
- 5.a The Company in September 2016 had originally availed working capital loan from a bank which was subsequently renewed / rolled over. However, pending utilisation of the monies for the aforesaid, the Company has placed it with group companies (owned by same promoter) as Inter- Corporate Deposits. The aggregate amount of Inter-Corporate Deposits (ICDs) and accrued interest receivable as at 30th June 2019 is Rs. 10,826 lakhs and Rs. 938 lakhs respectively. Considering the financial positions of these group companies, the Company has obtained unconditional and irrevocable personal guarantee from Promoter Director for the said Inter-Corporate Deposits as collateral security in case the borrowers are unable to repay the ICDs and interest accrued thereon. The management has assessed the recoverability of the said ICDs, including interest receivable thereon, and has considered the same to be good and recoverable. Further, Other Income includes interest of Rs. 424 lakhs for the quarter ended 30 June 2019, Rs. 380 lakhs for the quarter ended 30th June, 2018, Rs. 402 lakhs for the quarter ended 31 March 2019 and Rs. 1612 lakhs for the year ended 31 March 2019 on ICD's placed with group companies.
- 5.b The Company's financing arrangement amounting to INR 9,500 Lakhs is expiring and will be due for repayment in September 2019 and October 2019, or on demand, whichever is earlier. Further, the Company had credit rating downgrade. These situations are events or conditions which along with recoverability of ICDs placed with group companies indicates that a material uncertainty exists that may cast doubt on the Company's ability to continue as a going concern. As on date the Company is in process of obtaining replacement financing and a lender has shown its willingness to consider proposal of the Company subject to completion of certain formalities. The management plan to mitigate material uncertainty includes, negotiations with existing lenders for the roll-over of the loans or to consolidate its borrowings with one lender. The Company is also evaluating the infusion of funds in the Company by identifying strategic investors. Further, a promoter group level restructuring is currently underway to monetize assets to meet up the various liability of the group companies (owned by same promoter) including the settlement of outstanding ICDs. The Company generated net operating cash inflow during the Quarter and also had a positive net worth of Rs. 9,615 lakhs on 30 June 2019. Management of the Company is confident of its aforesaid plan. Accordingly, these Ind AS financial results of the Company for the quarter ended 30 June 2019 have been prepared on going concern basis.
- 6 Indian Accounting Standard (Ind AS) - 116 "Leases" became effective from 01.04.2019. The adoption of the Standard did not have any impact on these financial results.
- 7 In line with the provision of Ind AS 108 - Operating Segments, Chief Operating Decision Maker (CODM) reviews the operations of the Company as manufacturer of Engineering Products, which is considered to be the only reportable segment by the management. Accordingly, no separate disclosure of segment information has been made.
- 8 Previous period figures have been regrouped / rearranged wherever necessary, to correspond with those of the current period classification.

Date : 13 August 2019  
Place : Kolkata



By Order of the Board

Subir Chaki  
Managing Director  
(DIN : 05174555)

