

KILBURN ENGINEERING LTD.

Regd. Office : Four Mangoe Lane, Surendra Mohan Ghosh Sarani, Kolkata - 700 001

CIN: L24232WB1987PLC042956, Tel No: 033 22313337, Fax No: 033-22314768, Website: www.kilburnengg.com

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2019

₹ in Lakhs

Sr. no.	PARTICULARS	QUARTER ENDED (UNAUDITED) 30.09.19	QUARTER ENDED (UNAUDITED) 30.06.2019	QUARTER ENDED (UNAUDITED) 30.09.18	HALF YEAR ENDED (UNAUDITED) 30.09.19	HALF YEAR ENDED (UNAUDITED) 30.09.18	YEAR ENDED (AUDITED) 31.03.19
1	Income						
	a. Revenue from operations	3,741	3,291	3,083	7,032	6,848	14,386
	b. Other income (refer note 5)	421	490	522	911	974	2,001
	Total Income	4,162	3,781	3,605	7,943	7,822	16,387
2	Expenses						
	a. Cost of materials consumed	1,842	2,099	1,607	3,941	3,587	7,676
	b. Subcontracting Charges	389	286	462	675	753	1,821
	c. Changes in inventories of finished goods and work in progress	278	(187)	(225)	91	(114)	(316)
	d. Employee benefits expense	407	448	474	855	976	1,930
	e. Finance Costs	433	453	456	886	863	1,711
	f. Depreciation and amortisation expenses	104	103	106	207	211	422
	g. Other expenses	495	392	560	887	1,024	2,293
	Total Expenses	3,948	3,594	3,440	7,542	7,300	15,537
3	Profit / (Loss) from Operations before Exceptional Items and Tax (1-2)	214	187	165	401	522	850
4	Exceptional Items	-	-	-	-	-	-
5	Profit / (Loss) before Tax (3-4)	214	187	165	401	522	850
6	Tax Expense						
	i) Current tax	61	52	56	113	174	202
	ii) Deferred tax	(17)	(26)	(9)	(43)	(27)	56
	Total Tax expenses	44	26	47	70	147	258
7	Net Profit / (Loss) after Tax (5-6)	170	161	118	331	375	592
8	Other Comprehensive Income / (Loss)						
a.	(i) Items that will not be reclassified to profit or loss	(85)	(382)	(144)	(467)	(718)	(994)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	(1)	-	-	(7)
	Items that will not be reclassified to profit or loss	(85)			(467)	(718)	(988)
b.	(i) Items that will be reclassified to profit or loss	348	(73)	(11)	275	(173)	(253)
	(ii) Income tax relating to items that will be reclassified to profit or loss	95	(10)	(3)	85	(50)	(74)
	Items that will be reclassified to profit or loss	253			190	(123)	(179)
	Other Comprehensive Income / (Loss), net of tax	168	(445)	(151)	(277)	(841)	(1,167)
9	Total Comprehensive Income / (Loss) for the period (7+8)	338	(284)	(33)	54	(466)	(575)
10	Paid-up equity share capital (Face Value ₹ 10 each)	1,326	1,326	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 ₹)	1.28	1.22	0.89	2.49	2.83	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 12 November 2019.
- 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.3178 lakhs for the quarter ended 30 September 2019 (Rs.2,407 lakhs for the quarter ended 30 June 2019 and 2,279 lakhs for the corresponding quarter ended 30 September 2018) 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. The Company's financing arrangements include borrowings availed from a bank (in September 2016 which was subsequently renewed / rolled over) aggregating to Rs 9,500 lakhs for working capital, which are required to be repaid earlier of September / October 2020 or on demand by the bank. However, pending utilisation of these loans, the Company has placed it with group companies (owned by same promoters) as Inter-Corporate Deposits ('ICDs'). The aggregate amount of ICDs and accrued interest receivable for the quarter ended 30 September 2019 is Rs. 10,826 lakhs and Rs. 1309 lakhs respectively (Rs.11,926 lakhs and Rs.147 lakhs for quarter ended 30 September 2018). 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.371 lakhs for the quarter ended 30 September 2019, Rs. 418 lakhs for the quarter ended 30 September 2018 on ICDs placed with group companies. Accordingly, these financial results have been prepared on a 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 : 12 November 2019
Place : Kolkata



By Order of the Board

Subir Chaki
Managing Director
(DIN : 05174555)

KILBURN ENGINEERING LIMITED

STATEMENT OF ASSETS AND LIABILITIES AS ON 30 SEPTEMBER 2019

₹ in Lakhs

Sr. No.	PARTICULARS	AS AT 30 SEPTEMBER 2019	AS AT 31 MARCH 2019
		Unaudited	Audited
A	ASSETS		
	1. Non-Current Assets		
	(a) Property Plant & Equipment	5,036	5,234
	(b) Intangible Assets	21	26
	(c) Financial Assets		
	- Investments	163	637
	- Loans	16	15
	- Other Financial Assets	9	9
	(d) Income Tax Assets (Net)	277	319
	(e) Deferred Tax Assets (Net)	222	320
	(f) Other Non-Current Assets	49	49
	Total Non Current Assets	5,793	6,610
	2. Current Assets		
	(a) Inventories	1,208	1,513
	(b) Financial Assets		
	- Loans	10,826	10,826
	- Trade Receivables	5,534	4,071
	- Cash & Cash Equivalents	857	296
	- Bank balance other than included in Cash and Cash equivalents above	413	378
	- Other Financial Assets	1,340	544
	(c) Contract Assets	3,175	3,608
	(d) Other Current Assets	879	1,048
	Total Current Assets	24,232	22,283
	TOTAL - ASSETS	30,025	28,893
B	EQUITY AND LIABILITIES		
	1. Equity		
	(a) Equity Share Capital	1,326	1,326
	(b) Other Equity	8,466	8,573
	Total Equity	9,792	9,900
	2. Non-Current Liabilities		
	(a) Financial Liabilities		
	- Borrowings	16	37
	Total Non-Current Liabilities	16	37
	3. Current Liabilities		
	(a) Financial Liabilities		
	- Borrowings	12,860	11,226
	- Trade Payables		
	a) total outstanding dues if micro enterprises and small enterprises	175	92
	b) total outstanding dues of creditors other than micro enterprises and small enterprises	2,490	3,016
	- Other Financial Liabilities	1,197	1,702
	(b) Provisions	-	14
	(c) Contract Liabilities	3,437	2,857
	(d) Other Current Liabilities	58	50
	Total Current Liabilities	20,217	18,956
	TOTAL - EQUITY AND LIABILITIES	30,025	28,893

Date : 12 November 2019
Place : Kolkata



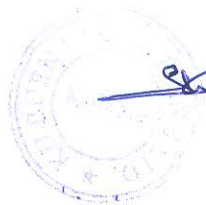
By Order of the Board

(Signature)
Subir Chaki
Managing Director
(DIN : 05174555)



Kilburn Engineering Ltd
Statement of Cash Flows

	For Six Months ended 30 September 2019 Unaudited	For Six Months ended 30 September 2018 Unaudited	₹ in Lakhs For the Year ended 31 March 2019 Audited
Cash Flows from Operating Activities :			
Profit before tax	399.85	520.96	849.90
<i>Adjustments to reconcile profit before tax to net cash flows:</i>			
Depreciation and amortisation expenses	206.78	210.60	422.23
Net foreign exchange differences	(8.24)	(103.22)	(4.88)
Loss /(profit) on disposal of property, plant and equipment	-	-	0.17
Finance costs	885.75	863.49	1,710.57
Liquidated damages, warranties and rebates (net)	-	(0.75)	-
Bad debts / advances written off	37.22	23.40	196.13
Provision for loss allowance	-	119.45	-
Provision for sales tax payable	-	-	43.86
Liabilities / provisions no longer required written back	(21.51)	33.98	(290.40)
Dividend Income	-	4.40	(4.40)
Interest Income	(878.97)	(830.97)	(1,642.51)
Operating profit before working capital changes	620.88	841.70	1,280.67
<i>Working capital adjustments:</i>			
(Increase)/decrease in contract assets and other financial assets	432.91	(2,106.65)	(1,050.23)
(Increase)/decrease in trade receivables	(1,426.13)	(128.51)	(769.64)
(Increase)/decrease in inventories	305.66	(278.35)	(251.23)
(Increase)/decrease in other assets	168.85	(346.65)	88.56
(Increase)/decrease in loans	(1.50)	3.75	7.49
Increase /(decrease) in trade payables	(440.40)	911.21	1,130.27
Increase /(decrease) in provisions	(0.13)	(104.64)	(141.94)
Increase /(decrease) in other financial liabilities	(234.61)	-	(1.73)
Increase /(decrease) in contract liabilities and other liabilities	588.67	2,124.73	221.00
Cash generated from / (used in) operations	14.19	916.58	513.23
Income tax paid (net of refunds)	(70.31)	(46.22)	(176.56)
Net cash flows from / (used in) operating activities (A)	(56.12)	870.38	336.67
Cash Flows from Investing Activities :			
Proceeds from sale of property, plant and equipment	-	3.42	0.04
Purchase of property, plant and equipment (including capital work in progress and intangible assets)	(3.80)	(12.09)	(19.77)
Net bank balances not considered as cash and cash equivalents	(35.29)	80.41	257.10
Inter-corporate deposit given	-	(5,500.00)	(9,200.00)
Inter-corporate deposit received back	-	4,115.00	8,915.00
Dividend received	-	4.40	4.40
Interest received	84.24	796.05	1,127.43
Net cash flows from / (used in) investing activities (B)	45.14	(512.79)	1,084.20
Cash Flows from Financing Activities :			
Interest paid	(886.27)	(764.68)	(1,710.52)
Proceeds from long term borrowings	-	-	-
Repayment of long term borrowings	(20.83)	(22.89)	(2,337.41)
Proceeds from short term borrowings	1,598.51	4,000.00	11,397.11
Repayment of short term borrowings	-	(4,000.00)	(9,500.00)
Increase / (decrease) in working capital borrowings (net)	-	420.18	754.95
Payment of dividend	(128.95)	(132.55)	(132.56)
Payment of dividend distribution tax	(26.04)	(26.03)	(26.04)
Net cash flows from / (used in) financing activities (C)	536.43	(525.98)	(1,554.47)
Net increase / (decrease) in cash and cash equivalents (A+B+C)	525.44	(168.40)	(133.60)
Cash & cash equivalent at the beginning of the year	225.31	358.92	358.92
Cash & cash equivalent at the end of the year	750.74	190.52	225.31



Signature

Kilburn Engineering Ltd
Statement of Cash Flows (Contd..)

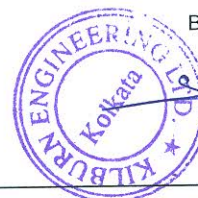
Components of cash and cash equivalents :

Balances with banks	854.62	362.40	294.83
- On current accounts	2.45	2.30	0.80
- Cash on hand	106.32	174.17	70.32
Less : Bank overdraft (Note 16)	<u>750.74</u>	<u>190.52</u>	<u>225.31</u>
Total Cash and cash equivalents at the end of the year (Note 7)			

Notes:

1. The statement of cash flows has been prepared under the indirect method as set out in Indian Accounting Standard (Ind AS 7) statement of cash flows.
2. For changes in liability arising from financing activities, refer Note 7.

Date : 12 November 2019
Place : Kolkata



By Order of the Board

Subir Chaki
Managing Director
(DIN : 05174555)

Signature