

KILBURN ENGINEERING LIMITED

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

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2020

₹ in Lakhs

Sr. no.	PARTICULARS	QUARTER ENDED (UNAUDITED)	QUARTER ENDED (UNAUDITED)	QUARTER ENDED (UNAUDITED)	HALF YEAR ENDED (UNAUDITED)	HALF YEAR ENDED (UNAUDITED)	YEAR ENDED (AUDITED)
		30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
<b>1</b>	<b>Income</b>						
	a. Revenue from Operations	1,384	1,069	3,741	2,453	7,032	13,114
	b. Other Income (refer note 2)	283	294	421	577	911	1,917
	<b>Total Income</b>	<b>1,667</b>	<b>1,363</b>	<b>4,162</b>	<b>3,030</b>	<b>7,943</b>	<b>15,031</b>
<b>2</b>	<b>Expenses</b>						
	a. Cost of Materials Consumed	892	349	1,842	1,241	3,941	6,641
	b. Subcontracting Charges	116	77	389	193	675	1,559
	c. Changes in Inventories of Finished Goods and Work in Progress	(51)	(64)	278	(115)	91	295
	d. Employee Benefits Expense	381	388	407	769	855	1,751
	e. Finance Costs	333	333	433	666	886	1,722
	f. Depreciation and Amortisation Expenses	101	100	104	201	207	414
	g. Other expenses	261	208	495	469	887	1,960
	<b>Total Expenses</b>	<b>2,033</b>	<b>1,391</b>	<b>3,948</b>	<b>3,424</b>	<b>7,542</b>	<b>14,342</b>
<b>3</b>	<b>Profit / (Loss) before Tax</b>	<b>(366)</b>	<b>(28)</b>	<b>214</b>	<b>(394)</b>	<b>401</b>	<b>689</b>
<b>4</b>	<b>Tax Expense</b>						
	i) Current tax	-	-	61	-	113	184
	ii) Deferred tax	35	(3)	(17)	32	(43)	(12)
	<b>Total Tax expenses</b>	<b>35</b>	<b>(3)</b>	<b>44</b>	<b>32</b>	<b>70</b>	<b>172</b>
<b>5</b>	<b>Net Profit / (Loss) for the Period/ Year (3-4)</b>	<b>(401)</b>	<b>(25)</b>	<b>170</b>	<b>(426)</b>	<b>331</b>	<b>517</b>
<b>6</b>	<b>Other Comprehensive Income / (Loss)</b>						
	a. Items that will not be reclassified to profit or loss	170	120	(85)	290	(467)	(490)
	b. Items that will be reclassified to profit or loss	-	-	253	-	190	577
	<b>Other Comprehensive Income / (Loss), net of tax</b>	<b>170</b>	<b>120</b>	<b>168</b>	<b>290</b>	<b>(277)</b>	<b>87</b>
<b>7</b>	<b>Total Comprehensive Income / (Loss) for the Period/ Year (5+6)</b>	<b>(231)</b>	<b>95</b>	<b>338</b>	<b>(136)</b>	<b>54</b>	<b>604</b>
<b>8</b>	<b>Paid-up Equity Share Capital (Face Value ₹ 10 each)</b>	<b>1,326</b>	<b>1,326</b>	<b>1,326</b>	<b>1,326</b>	<b>1,326</b>	<b>1,326</b>
<b>9</b>	<b>Reserve excluding revaluation reserve</b>						<b>9,016</b>
<b>10</b>	<b>Earnings Per Share (EPS) (in ₹) (not annualised for the quarters)</b>						
	Basic and Diluted EPS (in ₹)	(3.02)	(0.19)	1.28	(3.22)	2.49	3.90

Also refer accompanying notes to the Financial Results.

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**NOTES:**

- 1 The above results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on 9th November, 2020.
- 2 The Company has given Inter-Corporate Deposits ('ICDs') to group companies. The aggregate amount of ICDs and accrued interest receivable is Rs. 10,816 lakhs and Rs. 2,378 lakhs respectively as on 30th September, 2020. Considering the financial position of these group companies, the Company has obtained unconditional and irrevocable personal guarantee from a Promoter Director for the said Inter-Corporate Deposits as collateral security in case the group companies are unable to repay the ICDs and interest thereon. The management has assessed the recoverability of the said ICDs, including interest receivable thereon, and considered the same to be good and recoverable. Further, Other Income includes interest on the said ICDs amounting to Rs. 264 lakhs for the quarter ended 30th September, 2020, Rs 371 lakhs for the quarter ended 30th September, 2019, Rs. 262 lakhs for the quarter ended 30th June, 2020 and Rs. 1601 lakhs for the year ended 31st March, 2020.
- 3 The Short Term loans of Rs. 4,000 lakhs and Rs. 5,500 lakhs obtained from a Bank were scheduled to be repaid by the Company on 20th September, 2020 and 10th October, 2020 respectively. The Company is in discussions with the Bank for restructuring of these loans and the restructuring plan is still under consideration with the Bank. The management is confident of acceptance of its restructuring plan by the Bank.
- 4 The World Health Organization (WHO) declared outbreak of COVID-19 a global pandemic on 11th March, 2020. Consequent to this, Government of India (GOI) has declared a national lockdown on 24th March, 2020 which got extended from time to time. The COVID- 19 is significantly impacting business operations of the Company, by way of interruption in the project activities, supply chain disruption, limited availability of human resource etc. The Company is closely monitoring the situation and the operations being resumed in a phased manner considering directives from the GOI. The Company has evaluated its liquidity position, recoverability and carrying value of its Non-current and Current assets and has concluded that no material adjustments are required currently at this stage.
- 5 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.
- 6 The Company's operations and its results vary from period to period, depending on the delivery schedule of the customers.
- 7 Previous period figures have been regrouped / rearranged wherever necessary, to correspond with those of the current period classification.

Date : 09 November 2020  
Place : Kolkata

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By Order of the Board  
**SUBIR  
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Subir Chaki  
Whole Time Director  
(DIN 05174555)

KILBURN ENGINEERING LIMITED

STATEMENT OF ASSETS AND LIABILITIES AS ON 30 SEPTEMBER 2020

₹ in Lakhs

Sr. No.	PARTICULARS	AS AT 30 SEPTEMBER 2020	AS AT 31 MARCH 2020
		Unaudited	Audited
<b>A</b>	<b>ASSETS</b>		
	<b>1. Non-Current Assets</b>		
	(a) Property, Plant and Equipment	4,644	4,839
	(b) Intangible Assets	15	19
	(c) Financial Assets		
	- Investments	448	158
	- Loans	7	31
	- Other Financial Assets	-	35
	(d) Income Tax Assets (Net)	197	272
	(e) Deferred Tax Assets (Net)	-	16
	(f) Other Non-Current Assets	49	49
	<b>Total Non Current Assets</b>	<b>5,360</b>	<b>5,419</b>
	<b>2. Current Assets</b>		
	(a) Inventories	1,191	998
	(b) Financial Assets		
	- Trade Receivables	3,049	3,233
	- Cash & Cash Equivalents	602	399
	- Bank Balance other than included in Cash and Cash Equivalents above	340	289
	- Loans	10,831	10,831
	- Other Financial Assets	2,402	1,963
	(c) Contract Assets	2,757	3,714
	(d) Other Current Assets	838	803
	<b>Total Current Assets</b>	<b>22,010</b>	<b>22,230</b>
	<b>TOTAL ASSETS</b>	<b>27,370</b>	<b>27,649</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>		
	<b>1. Equity</b>		
	(a) Equity Share Capital	1,326	1,326
	(b) Other Equity	8,880	9,016
	<b>Total Equity</b>	<b>10,206</b>	<b>10,342</b>
	<b>2. Non-Current Liabilities</b>		
	(a) Financial Liabilities		
	- Borrowings	-	-
	(b) Deferred Tax Liabilities (Net)	17	-
	<b>Total Non-Current Liabilities</b>	<b>17</b>	<b>-</b>
	<b>3. Current Liabilities</b>		
	(a) Financial Liabilities		
	- Borrowings	12,324	12,156
	- Trade Payables		
	a) total outstanding dues of micro enterprises and small enterprises	70	90
	b) total outstanding dues of creditors other than micro enterprises and small enterprises	1,536	2,211
	- Other Financial Liabilities	702	209
	(b) Provisions	64	47
	(c) Contract Liabilities	2,428	2,569
	(d) Other Current Liabilities	23	25
	<b>Total Current Liabilities</b>	<b>17,147</b>	<b>17,307</b>
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>27,370</b>	<b>27,649</b>

Date : 09 November, 2020  
Place : Kolkata

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By Order of the Board  
SUBIR  
CHAKI  
Subir Chaki  
Whole Time Director  
(DIN 05174555)

**Kilburn Engineering Limited**  
**Statement of Cash Flows**

₹ in Lakhs

	For Half Year ended 30 September 2020 Unaudited	For Half Year ended 30 September 2019 Unaudited	For the Year ended 31 March 2020 Audited
<b>Cash Flows from Operating Activities :</b>			
<b>Profit before tax</b>	<b>(393.74)</b>	<b>399.85</b>	<b>688.69</b>
<i>Adjustments to reconcile profit before tax to net cash flows:</i>			
Depreciation and Amortisation Expenses	200.79	206.78	414.32
Net foreign exchange differences	15.58	(8.24)	(22.84)
Loss /(profit) on disposal of property, plant and equipment	-	-	(20.34)
Finance Costs	665.48	885.75	1,721.68
Bad debts / advances written off	(0.08)	37.22	90.23
Liabilities / provisions no longer required written back	(46.23)	(21.51)	(217.20)
Interest Income	(546.14)	(878.97)	(1,624.69)
<b>Operating profit before working capital changes</b>	<b>(104.34)</b>	<b>620.88</b>	<b>1,029.85</b>
<i>Working capital adjustments:</i>			
(Increase)/decrease in contract assets and other financial assets	970.43	432.91	(113.94)
(Increase)/decrease in trade receivables	155.62	(1,426.13)	843.97
(Increase)/decrease in inventories	(192.95)	305.66	515.08
(Increase)/decrease in other assets	(34.24)	168.85	174.31
(Increase)/decrease in loans	24.00	(1.50)	(30.98)
Increase /(decrease) in trade payables	(692.79)	(440.40)	(827.31)
Increase /(decrease) in provisions	63.23	(0.13)	264.47
Increase /(decrease) in other financial liabilities	0.00	(234.61)	(427.55)
Increase /(decrease) in contract liabilities and other liabilities	(143.30)	588.67	(311.68)
<b>Cash generated from / (used in) operations</b>	<b>45.66</b>	<b>14.20</b>	<b>1,116.22</b>
Income tax paid (net of refunds)	75.48	(70.31)	(136.81)
<b>Net cash flows from / (used in) operating activities (A)</b>	<b>121.14</b>	<b>(56.12)</b>	<b>979.41</b>
<b>Cash Flows from Investing Activities :</b>			
Proceeds from sale of property, plant and equipment	-	-	122.28
Purchase of property, plant and equipment (including capital work in progress and intangible assets)	(1.64)	(3.80)	(17.50)
Net bank balances not considered as cash and cash equivalents	(51.53)	(35.29)	88.36
Inter-corporate deposit received back	-	-	10.22
Interest received	94.54	84.24	210.39
<b>Net cash flows from / (used in) investing activities (B)</b>	<b>41.37</b>	<b>45.14</b>	<b>413.75</b>
<b>Cash Flows from Financing Activities :</b>			
Interest paid	(153.84)	(886.27)	(1,970.85)
Repayment of long term borrowings	(19.02)	(20.83)	(40.76)
Proceeds from short term borrowings	267.14	1,598.51	662.29
Repayment of short term borrowings	(80.00)	-	(193.00)
Increase / (decrease) in working capital borrowings (net)	-	-	427.26
Payment of dividend	-	(128.95)	(130.88)
Payment of dividend distribution tax	-	(26.04)	(28.62)
<b>Net cash flows from / (used in) financing activities (C)</b>	<b>14.28</b>	<b>536.43</b>	<b>(1,274.56)</b>
<b>Net increase / (decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>176.78</b>	<b>525.44</b>	<b>118.60</b>
Cash & Cash Equivalent at the beginning of the year	343.91	225.31	225.31
<b>Cash &amp; Cash Equivalent at the end of the year</b>	<b>520.69</b>	<b>750.74</b>	<b>343.91</b>
<b>Components of Cash and Cash Equivalents :</b>			
Balances with banks			
- On current accounts	599.26	854.62	398.53
- Cash on hand	2.80	2.45	0.39
Less : Bank overdraft	81.37	106.32	55.01
<b>Total Cash and Cash Equivalents at the end of the year</b>	<b>520.69</b>	<b>750.74</b>	<b>343.91</b>

**Notes:**

- 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.
- Figures for Previous Period/ Year have been regrouped / rearranged wherever necessary

Date : 09 November, 2020  
Place : Kolkata

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Subir Chaki  
Whole Time Director  
(DIN 05174555)

**V. SINGHI & ASSOCIATES**  
*Chartered Accountants*  
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**INDEPENDENT AUDITOR'S REVIEW REPORT ON THE UNAUDITED  
FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30<sup>TH</sup>  
SEPTEMBER, 2020**

**Review Report to  
The Board of Directors  
Kilburn Engineering Limited  
Four Mangoe Lane  
Surendra Mohan Ghosh Sarani  
Kolkata - 700001**



1. We have reviewed the accompanying Statement of Unaudited Financial Results of Kilburn Engineering Limited (the "Company") for the quarter and half year ended 30<sup>th</sup> September, 2020, (the "Statement").
2. This Statement which is the responsibility of the Company's management and approved by the Board of Directors, prepared in accordance with recognition and measurement principles laid down in the 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 issue a report 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 is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

**4. Basis for Qualified Conclusion**

**Recoverability of Inter-Corporate Deposits and Interest Accrued thereon**

As detailed in Note 2 of the Statement, the Company has Inter-Corporate Deposits ('ICDs') and interest accrued thereon receivable from group companies amounting to Rs. 10,816 lakhs and Rs. 2,378 lakhs (including interest income of Rs. 264 Lakhs for the quarter ended 30th September, 2020) respectively as on 30th September, 2020. Considering the financial position of these group companies and in the absence of sufficient and appropriate

audit evidence in relation to recoverability of these ICDs and accrued interest thereon, we are unable to determine whether any adjustments are required to the carrying value of these ICDs and interest accrued thereon.

## 5. Emphasis of Matter

### Non-repayment of Short-Term Loan

We draw attention to note 3 of the Statement, regarding non-repayment of Short-term loans obtained from a Bank in earlier years aggregating to Rs. 9500 lakhs. The Company is pursuing with the Bank for restructuring of these loans, which is under consideration by the Bank. The outcome of the same may have significant impact on Company's business operations.

Our opinion is not modified in respect of this matter.

### Management' assessment of impact of COVID-19

We draw attention to Note 4 of the Statement which describes the management's assessment of impact of COVID-19, a global pandemic, on the financial position of the Company.

Our conclusion on the Statement is not modified in respect of this matter.

## 6. Qualified Conclusion

Based on our review conducted as above and except for the possible effects of the matter stated in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the aforesaid Indian Accounting Standards and other recognised accounting practices and policies and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For V. Singhi & Associates**  
**Chartered Accountants**  
**Firm Registration No.: 311017E**

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**(TARUN JAIN)**  
**Partner**

**MembershipNo.:13109**  
**UDIN:20130109AAAADO3058**

**Place: Kolkata**  
**Date: 9<sup>th</sup> November, 2020**