

KILBURN ENGINEERING LTD.

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UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2018

₹ in Lakhs

Sr. no.	PARTICULARS	QUARTER ENDED (UNAUDITED)	QUARTER ENDED (UNAUDITED)	QUARTER ENDED (UNAUDITED)	NINE MONTHS ENDED (UNAUDITED)	NINE MONTHS ENDED (UNAUDITED)	YEAR ENDED (AUDITED)
		31.12.18	30.09.18	31.12.17	31.12.18	31.12.17	31.03.18
1	<b>Income</b>						
	a. Revenue from operations (refer note 3)	2,924	3,083	2,674	9,772	8,501	10,896
	b. Other income (refer note 5)	593	522	676	1,567	1,676	2,246
	<b>Total Income</b>	<b>3,517</b>	<b>3,605</b>	<b>3,350</b>	<b>11,339</b>	<b>10,177</b>	<b>13,142</b>
2	<b>Expenses</b>						
	a. Cost of materials consumed	1,587	1,607	1,503	5,174	3,861	5,182
	b. Subcontracting Charges	462	462	234	1,215	835	1,109
	c. Changes in inventories of finished goods and work in progress	(100)	(225)	(263)	(214)	(238)	(172)
	d. Excise duty	-	-	-	-	386	386
	e. Employee benefits expense	477	474	512	1,453	1,435	1,943
	f. Finance Costs	396	456	490	1,259	1,351	1,722
	g. Depreciation and amortisation expenses	106	106	190	317	322	432
	h. Other expenses	453	560	519	1,477	1,426	2,056
	<b>Total Expenses</b>	<b>3,381</b>	<b>3,440</b>	<b>3,103</b>	<b>10,681</b>	<b>9,378</b>	<b>12,658</b>
3	<b>Profit / (Loss) from Operations before Exceptional Items and Tax (1-2)</b>	<b>136</b>	<b>165</b>	<b>247</b>	<b>658</b>	<b>799</b>	<b>484</b>
4	Exceptional Items	-	-	-	-	-	-
5	<b>Profit / (Loss) before Tax (3-4)</b>	<b>136</b>	<b>165</b>	<b>247</b>	<b>658</b>	<b>799</b>	<b>484</b>
6	Tax Expense						
	i) Current tax	52	56	73	226	283	92
	ii) Deferred tax	(7)	(9)	(6)	(34)	(2)	56
	<b>Total Tax expenses</b>	<b>45</b>	<b>47</b>	<b>67</b>	<b>192</b>	<b>281</b>	<b>148</b>
7	<b>Net Profit / (Loss) after Tax (5-6)</b>	<b>91</b>	<b>118</b>	<b>180</b>	<b>466</b>	<b>518</b>	<b>336</b>
8	Other Comprehensive Income / (Loss)						
a	(i) Items that will not be reclassified to profit or loss	(215)	(144)	430	(933)	606	355
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	(1)	(3)	-	6	4
b	(i) Items that will be reclassified to profit or loss	(28)	(11)	(232)	(201)	(333)	(381)
	(ii) Income tax relating to items that will be reclassified to profit or loss	(8)	(3)	(80)	(58)	(115)	(101)
	<b>Other Comprehensive Income / (Loss), net of tax</b>	<b>(235)</b>	<b>(151)</b>	<b>281</b>	<b>(1,076)</b>	<b>382</b>	<b>71</b>
9	<b>Total Comprehensive Income / (Loss) for the period (7+8)</b>	<b>(144)</b>	<b>(33)</b>	<b>461</b>	<b>(610)</b>	<b>900</b>	<b>407</b>
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						9,303
12	Earnings Per Share (EPS) (in ₹) (not annualised for the quarters)						
	Basic and Diluted EPS (in ₹)	0.69	0.89	1.36	3.51	3.91	2.53

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 February 2019.

2 The Company's operations and its results vary from period to period, depending on the delivery schedule of the customers.


3 In accordance with the requirements of Ind AS 115 (Construction Contracts), the Company has recognised contract asset of Rs.1,962 lakhs for the quarter ended 31 December 2018 (Rs.2,279 lakhs for the quarter ended 30 September 2018) and Rs. 3,628 lakhs for the nine months ended 31 December 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.

4 Ind AS 115 - "Revenue from Contracts with Customers" which is mandatory w.e.f. 1 April 2018 has replaced existing revenue recognition requirements. In accordance with the new standard and basis the Company's contracts with customers, its performance obligations are satisfied over time. As the Company has adopted modified retrospective approach, no reclassification has been made for contract assets and contract liabilities as at 31 March 2018. In respect of the contracts not complete as of 1 April 2018 (being the transition date), the Company has made adjustments to retained earnings, recognizing revenue of Rs. 86 lakhs, only to the extent of costs incurred, as the relevant projects were in early stages of development, which does not have any impact on retained earnings. Further, on account of other adjustments, the Company has credited retained earnings by Rs. 4 lakhs, net of tax, as on the transition date.

Consequently on account of Ind AS 115, impact on financial results is as follows:

PARTICULARS	QUARTER ENDED (UNAUDITED)	QUARTER ENDED (UNAUDITED)	NINE MONTHS ENDED (UNAUDITED)
	31.12.18	30.09.18	31.12.18
Revenue [Increase / (Decrease)]	(44)	(183)	(292)
Expenses [Increase / (Decrease)]	6	(195)	(239)
Tax Expense [Increase / (Decrease)]	(17)	3	(18)
Profit After Tax [Increase / (Decrease)]	(33)	9	(35)
Earnings per share [Increase / (Decrease)]	(0.25)	0.07	(0.26)

5 The Company has availed from bank, working capital loan aggregating to Rs.9,500 lakhs as at December 31, 2018. However, pending utilisation of the monies for the aforesaid, the Company has placed it with group companies as Inter-Corporate Deposits. The aggregate amount of Inter-Corporate Deposits including accrued interest ('ICDs') receivable as at December 31, 2018 is Rs.11,045 lakhs. Further, 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. The management has assessed the recoverability of the said ICDs and has considered the same to be good and recoverable. Further, Other Income includes interest of Rs. 412 lakhs for the quarter ended 31 December 2018 (Rs. 418 lakhs for the quarter ended 30 September 2018) and Rs. 372 lakhs for the corresponding quarter ended 31 December 2017) and Rs. 1,210 lakhs for the nine months ended 31 December 2018 (Rs. 1,087 lakhs for the nine months ended 31 December 2017) on ICDs placed with group companies.

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S R B C & CO LLP  
MUMBAI

6 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.

7 Previous period figures have been regrouped / reclassified wherever necessary, to correspond with those of the current period classification.

By Order of the Board  
Subir Chaki

Managing Director  
(DIN : 05174555)

Date : 13 February 2019  
Place : Kolkata

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