



Enriching Lives

KIRLOSKAR BROTHERS LIMITED

A Kirloskar Group Company

SEC/ F: 19

May 16, 2019

BSE Scrip Code – 500241)

BSE Limited

Corporate Relationship Department,
2nd Floor, New Trading Ring,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai-400001

(NSE Symbol - KIRLOSBROS)

National Stock Exchange of India Ltd.,
5th Floor, Exchange Plaza,
Bandra (East)
Mumbai – 400 051

Dear Sirs,

**Sub. : Audited Financial Results for the Quarter
and Year ended on March 31, 2019**

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose Audited Financial Results of the Company for the quarter and year ended on March 31, 2019.

We hereby state that M/s. Sharp and Tannan, Chartered Accountants (Firm Registration No.109983W), Statutory Auditor of the Company have issued Audit Report with unmodified opinion on the Audited Standalone Financial Results for the quarter and year ended on March 31, 2019 and Audited Consolidated Financial Results for the year ended on March 31, 2019.

The said audited Financial Results have been reviewed by the Audit and Finance Committee and approved by the Board of Directors at their respective meetings held on May 16, 2019.

The Board Meeting commenced at 11.30 am and concluded at 5.00 pm

This is for your information and record.

Thanking you,

Yours faithfully,

For **KIRLOSKAR BROTHERS LIMITED**

Sandeep Phadnis
Company Secretary

Encl: As above



KIRLOSKAR BROTHERS LTD.

Registered Office: Udyog Bhavan, Tilak Road, Pune - 411 002, INDIA. Tel: +91 (20) 2444 0770
Corporate Office: "Yamuna", S. No. 98/3 to 7, Baner, Pune - 411 045, INDIA. Tel: +91 (20) 2721 4444
Email: marketing@kbl.co.in Website: www.kirloskarpumps.com
CIN No.: L29113PN1920PLC000670

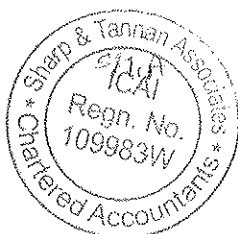
Audited Statement of Standalone Financial Results for the Quarter and year ended 31 March 2019

(Rupees in Million)

Sr.No.	Particulars	Quarter Ended			Year ended	
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
		Audited	Unaudited	Audited	Audited	Audited
1	Total income from Operations	7,619	5,142	6,220	22,482	19,534
2	Net Profit / (Loss) for the period (before Tax, Exceptional and Extraordinary items)	559	166	500	1,242	923
3	Net Profit / (Loss) for the period before Tax (after Exceptional and Extraordinary items)	559	166	500	1,242	923
4	Net Profit / (Loss) for the period after Tax (after Exceptional and Extraordinary items)	363	129	325	874	656
5	Total Comprehensive income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	362	123	324	872	665
6	Equity Share Capital	159	159	159	159	159
7	Reserves excluding Revaluation Reserves as per audited balance sheet of previous accounting year				9,244	8,796
8	Earnings Per Share (of Rs. 2/- each) (for continuing and discontinued operations) (not annualized)					
	(a) Basic	4.58	1.62	4.09	11.00	8.26
	(b) Diluted	4.58	1.62	4.09	11.00	8.26

Notes:

- The above is an extract of the detailed format of Quarterly/ Annual financial results filed with the stock Exchanges under Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015. The full format of the Quarterly/ Annual financial Results and Explanatory Notes are available on the Stock Exchange websites at www.nseindia.com and www.bseindia.com and on the company's website at www.kirloskarpumps.com.
- Total income from operations, include excise duty recovered wherever applicable, hence figures of total income from operations are not comparable.
- Effective 1 April 2018, Ind AS 115 "Revenue from Contracts with Customers" is applicable to company. Company is using the cumulative catch-up transition method which is applied to contracts that were not completed as on 1 April 2018. Accordingly, the comparatives have not been retrospectively adjusted. Impact on opening retained earnings is Rs 192 Million.
- During the year, the company has made additional investment of Rs. 248 millions in its wholly owned subsidiary, Kirloskar Brothers International BV .
- The Board has recommended a final dividend of Rs. 2.5 per equity share. (125%) subject to approval of the shareholders.



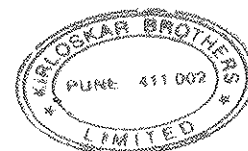
Date : 16 May 2019
Place : Pune

For Kirloskar Brothers Limited

Sanjay Kirloskar

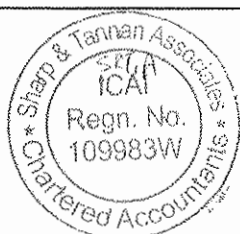
SANJAY KIRLOSKAR
CHAIRMAN AND MANAGING DIRECTOR

Sanjay Kirloskar
DIN : 00007885



Audited Statement of Standalone Financial Results for the Quarter and year ended 31 March 2019

Sr. No.	Particulars	Quarter Ended			Year ended	
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
		Audited	Unaudited	Audited	Audited	Audited
1	(i) Revenue from Operations (Net of excise)	7,612	5,180	6,148	22,235	19,135
	(ii) Excise duty	-	-	-	-	211
2	Revenue from Operations (i+ii)	7,612	5,180	6,148	22,235	19,346
	Other income including net foreign exchange gain/ (loss)	7	(38)	72	247	188
3	Total income (1+2)	7,619	5,142	6,220	22,482	19,534
4	Expenses					
	(a) Cost of Materials consumed	3,534	2,719	2,697	10,814	8,774
	(b) Purchase of stock-in-trade	964	709	862	2,873	2,845
	(c) Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	222	(396)	43	(482)	(331)
	(d) Excise duty	-	-	-	-	221
	(e) Employee benefits expense	616	630	619	2,407	2,273
	(f) Finance costs	78	73	71	262	253
	(g) Depreciation and amortization expense	96	93	86	366	352
	(h) Other expenses	1,550	1,148	1,342	5,000	4,224
	Total Expenses	7,060	4,976	5,720	21,240	18,611
5	Profit/(loss)before exceptional items and tax	559	166	500	1,242	923
6	Exceptional Items					
7	Profit / (loss) before tax (5 + 6)	559	166	500	1,242	923
8	Tax expense					
	(a) Current tax	160	46	212	433	366
	(b) Deferred tax	36	(9)	(37)	(65)	(99)
	(c) Short provision of earlier years					
	Total Tax expense	196	37	175	368	267
9	Profit / (Loss) for the period (7 - 8)	363	129	325	874	656
10	Other Comprehensive Income					
	Items that will not be reclassified to profit or loss	(2)	(10)	(2)	(3)	14
	Income tax relating to items that will not be reclassified to profit or loss	1	4	1	1	(5)
	Items that will be reclassified to profit or loss	-	-	-	-	-
	Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	Total Other Comprehensive Income	(1)	(6)	(1)	(2)	9
11	Total Comprehensive income [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)] (9+10)	362	123	324	872	665

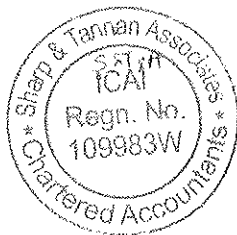


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12	Paid-up equity share capital (Face value of Rs. 2 each)	159	159	159	159	159
13	Reserves excluding revaluation reserves as per balance sheet of previous accounting year				9,244	8,796
14	Earnings Per Share (from continuing operations) (not annualized)					
	(a) Basic	4.58	1.62	4.09	11.00	8.26
	(b) Diluted	4.58	1.62	4.09	11.00	8.26

Notes :

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 16 May 2019.
- 2 The financial figures of last quarter i.e. quarter ended 31 March 2019 are the balancing figures between the audited figures in respect of the full financial year ended on 31 March 2019 and the published year to date figures upto the third quarter, i.e. 31 December 2018 of the current financial year.
- 3 Effective 1 April 2018, Ind AS 115 "Revenue from Contracts with Customers" is applicable to company. Company is using the cumulative catch-up transition method which is applied to contracts that were not completed as on 1 April 2018. Accordingly, the comparatives have not been retrospectively adjusted. Impact on opening retained earnings is Rs 192 Million.
- 4 Company operates in single reporting segment of 'Fluid Machinery and Systems'
- 5 During the year, the company has made additional investment of Rs. 248 millions in its wholly owned subsidiary, Kirloskar Brothers International BV .
- 6 The Board has recommended a final dividend of Rs. 2.5 per equity share. (125%) subject to approval of the shareholders.
- 7 Figures have been regrouped wherever necessary.



Date : 16 May 2019

For Kirloskar Brothers Limited

SANJAY KIRLOSKAR
CHAIRMAN AND MANAGING DIRECTOR

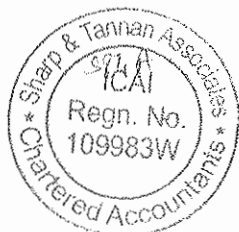
DIN : 00007885



Audited Statement of Standalone Assets and Liabilities as at 31 March 2019

(Rupees in million)

Sr.No.	Particulars	31.03.2019	31.03.2018
		Audited	Audited
	ASSETS		
(1)	Non-current assets		
	(a) Property, Plant and Equipment	2,766	2,755
	(b) Capital work-in-progress	238	118
	(c) Investment Property	5	5
	(d) Other Intangible assets	30	54
	(e) Financial Assets		
	(i) Investments	2,979	2,731
	(ii) Trade receivables	70	159
	(iii) Loans	102	132
	(iv) Others	38	61
	(f) Deferred tax assets (net)	341	230
	(g) Other non-current assets	1,078	1,354
	Total non-current assets	7,647	7,599
(2)	Current assets		
	(a) Inventories	3,670	3,127
	(b) Financial Assets		
	(i) Trade receivables	4,713	3,818
	(ii) Cash and cash equivalents	333	583
	(iii) Other bank balances	21	25
	(iv) Loans	950	976
	(v) Others	19	20
	(c) Other current assets	4,380	4,493
	Total current assets	14,086	13,042
	TOTAL ASSETS	21,733	20,641
	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity share capital	159	159
	(b) Other equity	9,244	8,796
	Total equity	9,403	8,955
(1)	LIABILITIES		
	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	237	358
	(ii) Trade payables	155	186
	(iii) Other financial liabilities	11	30
	(b) Provisions	207	179
	(c) Other non-current liabilities	257	323
	Total non-current liabilities	867	1,076
(2)	Current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	1,238	1,169
	(ii) Trade payables		
	- Micro, small and medium enterprises	1,043	654
	- Others	4,327	3,766
	(iii) Other financial liabilities	772	826
	(b) Other current liabilities	3,667	3,811
	(c) Provisions	416	384
	Total current liabilities	11,463	10,610
	Total liabilities	12,330	11,686
	TOTAL EQUITY AND LIABILITIES	21,733	20,641



Date : 16 May 2019

For Kirloskar Brothers Limited

Sanjay Kirloskar
SANJAY KIRLOSKAR

CHAIRMAN AND MANAGING DIRECTOR

Sanjay Kirloskar DIN : 00007885



INDEPENDENT AUDITOR'S REPORT ON STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2019

TO THE BOARD OF DIRECTORS OF KIRLOSKAR BROTHERS LIMITED

Introduction

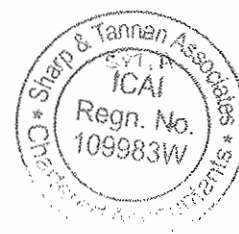
1. We have audited the accompanying statement of standalone financial results of **KIRLOSKAR BROTHERS LIMITED** ('the Company'), for the quarter and year ended 31 March 2019 ('the statement'), being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015 ('SEBI Regulation 2015'), as modified by circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016. This statement is the responsibility of the Company's Management and has been approved by the board of directors on 16 May 2019. The Statement has been prepared on the basis of related standalone Ind AS financial statements which is in accordance with the recognition and measurement principles laid down in Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 ('the Act') and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.

Scope of Audit

2. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the Statement.



Opinion

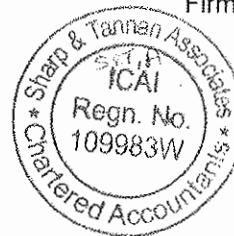
3. Based on our audit conducted as stated above, in our opinion and to the best of our information and according to the explanations given to us, the Statement:
- a) is presented in accordance with the requirements of the Regulation 33 of SEBI Regulation, 2015, as modified by circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016; and
 - b) gives true and fair view in conformity with the Ind AS and other accounting principles generally accepted in India of the financial performance including other comprehensive income and other financial Information of the Company for the quarter and year ended 31 March 2019.

Other matter

4. The Statement includes results for the quarter ended 31 March 2019, being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to nine months ended 31 December 2018 of the current financial year which was subjected to limited review by us.

Our opinion is not modified in respect of this other matter.

Sharp & Tannan Associates
Chartered Accountants
Firm's registration no. 109983W



A handwritten signature in black ink, appearing to read "Tirtharaj Khot".

Tirtharaj Khot
Partner

Membership No.(F) 037457

Pune, 16 May 2019

A small, faint circular stamp or mark, possibly a date stamp, located below the main signature.

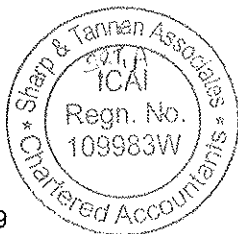
Audited Statement of Consolidated Financial Results for the Year ended 31 March 2019

(Rupees in Million)

Sr.No.	Particulars	Year ended	Year ended
		31.03.2019	31.03.2018
		Audited	Audited
1	Total income from Operations	33,727	27,973
2	Net Profit / (Loss) for the period (before Tax, Exceptional and Extraordinary items)	406	733
3	Net Profit / (Loss) for the period before Tax (after Exceptional and Extraordinary items)	406	733
4	Net Profit / (Loss) for the period after Tax (after Exceptional and Extraordinary items)	31	500
5	Total Comprehensive income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	123	545
6	Equity Share Capital	159	159
7	Reserves excluding Revaluation Reserves as per audited balance sheet of previous accounting year	8,934	9,266
8	Earnings Per Share (of Rs. 2/- each)		
	(a) Basic	0.44	6.22
	(b) Diluted	0.44	6.22

Notes:

- 1 The above is an extract of the detailed format of annual financial results filed with the stock Exchanges under Regulation 33 of the SEBI (Listing obligations and Disclosures Requirements) Regulations, 2015. The full format of the annual financial Results and Explanatory Notes are available on the Stock Exchange websites at www.nseindia.com and www.bseindia.com and on the company's website at www.kirloskarpumps.com.
- 2 Current year results are not comparable with previous year's results, as current year's results include results of foreign subsidiaries for the period of 15 months ended March 2019 as against 12 months ended December 2017 in previous year.
- 3 Total income from operations, include excise duty recovered wherever applicable, hence figures of total income from operations are not comparable.



Date : 16 May 2019
Place : Pune

For Kirloskar Brothers Limited

SANJAY KIRLOSKAR
CHAIRMAN AND MANAGING DIRECTOR

OU, DIN : 00007885



Audited Statement of Consolidated Financial Results for the Year ended 31 March 2019

(Rupees in Million)

Sr. No.	Particulars	Year Ended	Year Ended
		31.03.2019	31.03.2018
		Audited	Audited
1	(i) Revenue from Operations (Net of excise)	33,490	27,415
	(ii) Excise duty	-	339
	Revenue from Operations (i+ii)	33,490	27,754
2	Other Income	237	219
3	Total income (1+2)	33,727	27,973
4	Expenses		
	(a) Cost of Materials consumed	16,626	13,300
	(b) Purchase of stock-in-trade	2,646	1,659
	(c) Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	(975)	(391)
	(d) Excise duty	-	339
	(e) Employee benefits expense	5,838	4,778
	(f) Finance costs	470	399
	(g) Depreciation and amortization expense	638	586
	(h) Other expenses	8,078	6,570
	Total Expenses	33,321	27,240
5	Profit/(loss) before exceptional items and tax (3-4)	406	733
6	Exceptional Items	-	-
7	Profit / (loss) before tax (5 + 6)	406	733
8	Tax expense		
	(a) Current tax	511	440
	(b) Deferred tax	(54)	(172)
	(c) Short provision of earlier years	1	0
	Total Tax expense	458	268
9	Profit / (Loss) for the period (7 - 8)	(52)	465
10	Share in profit/ (loss) of joint venture company	83	35
11	Net Profit / (Loss) for the period from continuing operations (9 + 10)	31	500
	Attributable to		
	Non-controlling interest	(4)	6
	Equity holder's of parent	35	494
12	Other Comprehensive Income		
	Items that will not be reclassified to profit or loss		
	Remeasurements gains and losses on post employments benefits	(4)	20
	Income tax relating to items that will not be reclassified to profit or loss	1	(7)
	Share in other comprehensive income of joint venture company	(1)	5
	Items that will be reclassified to profit or loss		
	Foreign currency translation reserve	96	27
	Total Other Comprehensive Income	92	45



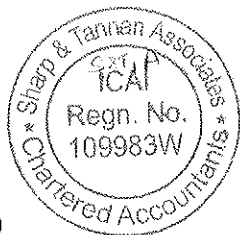
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13	Total Comprehensive income [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)] (11+12)	123	545
	Attributable to		
	Non-controlling interest	(4)	6
	Equity holder's of parent	127	539
14	Paid-up equity share capital (Face value of Rs. 2 each)	159	159
15	Reserves excluding revaluation reserves as per balance sheet of previous accounting year	8,934	9,266
16	Earnings Per Share (from continuing operations)		
	(a) Basic	0.44	6.22
	(b) Diluted	0.44	6.22

Notes :

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 16 May 2019.
- 2 Current year results are not comparable with previous year's result as current year's results include results of foreign subsidiaries for the period of 15 months ended March 2019 as against 12 months ended December 2017 in previous year.
- 3 Previous Year's Figures have been regrouped wherever necessary.



Date : 16 May 2019
Place : Pune

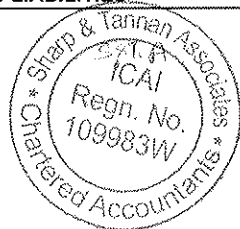
For Kirloskar Brothers Limited
Sanjay Kirloskar
SANJAY KIRLOSKAR
CHAIRMAN AND MANAGING DIRECTOR

Sanjay Kirloskar

DIN : 00007885



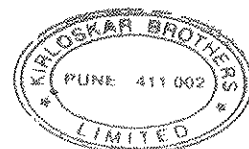
Particulars	As at 31.03.2019	As at 31.03.2018
ASSETS		
Non-current assets		
Property, Plant and Equipment	4,336	4,264
Capital work-in-progress	248	131
Investment Property	25	25
Goodwill	141	176
Other Intangible assets	64	143
Investments accounted for using Equity method	574	495
Financial Assets		
Trade receivables	171	159
Loans	133	158
Others	43	68
Deferred tax assets (net)	455	348
Other non-current assets	1,113	1,404
Total non-current assets	7,303	7,371
Current assets		
Inventories	6,167	5,202
Financial Assets		
Trade receivables	6,097	5,427
Cash and cash equivalents	584	770
Other bank balances	151	145
Loans	945	971
Others	24	70
Current Tax Assets (net)	33	72
Other current assets	5,354	5,518
Total current assets	19,355	18,175
TOTAL ASSETS	26,658	25,546
EQUITY AND LIABILITIES		
Equity		
Equity share capital	159	159
Other equity	8,934	9,266
Equity attributable to owners of parents	9,093	9,425
Non-controlling interest	29	35
Total equity	9,122	9,460
LIABILITIES		
Non-current liabilities		
Financial Liabilities		
Borrowings	622	821
Trade payables	157	186
Other financial liabilities	12	-
Provisions	271	231
Other non-current liabilities	257	322
Total non-current liabilities	1,319	1,560
Current liabilities		
Financial liabilities		
Borrowings	3,010	2,483
Trade payables	-	-
- Micro, small and medium enterprises	1,056	672
- Others	5,696	5,073
Other financial liabilities	1,594	1,615
Other current liabilities	4,246	4,160
Provisions	615	523
Total current liabilities	16,217	14,526
Total liabilities	17,536	16,086
TOTAL EQUITY AND LIABILITIES	26,658	25,546



Date : 16 May 2019
 Place : Pune

For Kirloskar Brothers Limited

SANJAY KIRLOSKAR
 CHAIRMAN AND MANAGING DIRECTOR
 DIN : 00007885



Kirloskar Brothers Limited

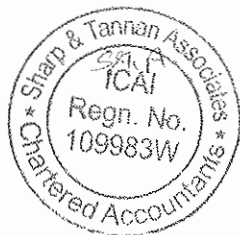
Regd. Office : Udyog Bhavan, Tilak Road, Pune 411002.

**Audited Statement of Geographical Consolidated Segments for the
Year ended 31 March 2019**


Group operates in single reporting segment of 'Fluid Machinery and Systems' Group is not relied on single major customer having transactions more than 10% of total revenue of group.

(Rs in Mn)

	Within India		Outside India		Total	
	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18
a) Segment Revenue Geographic Segment by location of customer	20,559	18,861	12,931	8,893	33,490	27,754
b) Carrying Amount of non- current assets other than deferred tax asset and financial assets	4,808	4,893	1,119	1,248	5,927	6,141



For Kirloskar Brothers Limited


SANJAY KIRLOSKAR
CHAIRMAN AND MANAGING
DIRECTOR


Date : 16 May 2019

Place : Pune

DIN : 00007885

INDEPENDENT AUDITOR'S REPORT ON CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31 MARCH 2019

TO THE BOARD OF DIRECTORS OF KIRLOSKAR BROTHERS LIMITED

Introduction

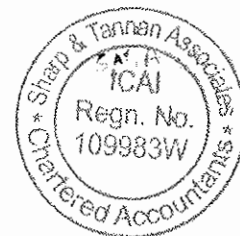
1. We have audited the accompanying statement of consolidated financial results of **KIRLOSKAR BROTHERS LIMITED** ('the Holding Company'), its subsidiaries, joint-ventures and an associate (together referred to as 'the Group'), for the year ended 31 March 2019 ('the Statement'), being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015 ('SEBI Regulation 2015'), as modified by circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016. This Statement is the responsibility of the Holding Company's Management and is approved by the Board of Directors on 16 May 2019. The statement has been prepared on the basis of related consolidated Ind AS financial statements, which are in accordance with the recognition and measurement principles laid down in Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 ('the Act') and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.

Scope of Audit

2. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Directors, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Statement.

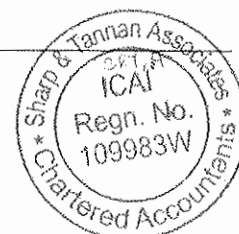


Opinion

3. Based on our audit conducted as stated above, in our opinion and to the best of our information and according to the explanations given to us, the Statement:
- includes the results of the subsidiaries, joint ventures and an associate as given in the annexure to this report;
 - is presented in accordance with the requirements of the Regulation 33 of SEBI Regulations, 2015, as modified by circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016; and
 - gives true and fair view in conformity with Ind AS and other accounting principles generally accepted in India, of financial performance including the other comprehensive income and other financial Information of the Group for the year ended 31 March 2019.

Other matters

4. We did not audit the Ind AS financial statements of three domestic subsidiaries included in the consolidated Ind AS financial statements of the Group, whose Ind AS financial statements for the year ended 31 March 2019 reflect total assets of Rs. 2,553 Million and net assets of Rs. 1,070 Million; as well as the total revenue of Rs. 3,892 Million and net cash inflow amounting to Rs. 4 Million for the year then ended. The consolidated Ind AS financial statements also include the Group's share of Profit of Rs.83 Million for the year ended 31 March 2019, as considered in the consolidated Ind AS financial statements, in respect of a joint venture, whose financial statements have not been audited by us. These Ind AS financial statements have been audited by other auditors whose audit reports have been furnished to us, and our opinion on the accompanying Statement, to the extent they have been derived from such Ind AS financial statements is based solely on the report of such auditors.
5. An associate is non-operative and its financial information as at 31 March 2019 is unaudited. This financial information is provided by the management in whose opinion is not material to the group.
6. We did not audit the consolidated Ind AS financial statements of one foreign subsidiary, included in the consolidated Ind AS financial statements of the Group, whose consolidated Ind AS financial statements reflect total assets of Rs. 7,057 Million and net assets of Rs. 1,101 Million as at 31 December 2018; as well as the total revenue of Rs. 9,481 Million and net cash inflow amounting to Rs. 72 Million for the year then ended. These consolidated Ind AS financial statements have been audited by other auditor whose special purpose audit report has been furnished to us, and our opinion on the accompanying Statement, to the extent they have been derived from such consolidated Ind AS financial statements is based solely on the report of such auditor.
7. Consolidated Ind AS financial statements as mentioned in above paragraph contains eighteen step-down foreign subsidiaries and one joint venture. These step-down subsidiaries and JV are located outside India and their separate/ consolidated financial statements have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been audited by local auditors under generally accepted auditing standards applicable in their respective countries. The Holding Company's management has converted the financial statements of these step-down subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. These conversion adjustments made by the Company's management have been audited by other auditor and has issued audit report on which we have placed our reliance



8. All foreign subsidiaries have different reporting date as ended 31 December, hence in terms of Ind-AS 110, "Consolidated Financial Statements", respective management of foreign subsidiaries has prepared additional financial information for the period from 1 January 2019 to 31 March 2019 only for the purposes of consolidation of the Ultimate Holding Company. Consolidated Ind AS financial statements of one foreign subsidiary which includes these step-down subsidiaries reflect total assets of Rs. 7,111 Million and net assets of Rs. 1,063 Million as at 31 March 2019; as well as the total revenue of Rs. 2,709 Million and net cash outflow amounting to Rs. 2 Million for the three months period then ended.

This additional financial information including conversion adjustments has neither been audited by us nor by other auditors. This additional information is certified by the respective management of foreign subsidiaries and has been furnished to us by the Ultimate Holding Company's management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of these foreign subsidiaries is based solely on such unaudited financial information.

9. Out of the above eighteen step-down subsidiaries, two step-down subsidiaries are non-operative, and their financial information of total assets and net assets as at 31 December 2018 and 31 March 2019, total revenue and net cashflow for the year/period then ended are not material to the group. This financial information is unaudited and the same is provided by the management in whose opinion these step-down subsidiaries are not material to the group. Our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of these step-down subsidiaries, is based solely on such unaudited financial statements/information.

Our opinion is not qualified in respect of these other matters.

For Sharp & Tannan Associates
Chartered Accountants
Firm's registration no. 109983W

A handwritten signature in black ink, appearing to read "Tirtharaj Khot".

Tirtharaj Khot
Partner

Membership no. (F) 037457

Pune, 16 May 2019

A small, circular, faint stamp or mark, possibly a date or initials, located below the signature.

ANNEXURE TO INDEPENDENT AUDITOR'S REPORT

Sr. No.	Name of the related party	Nature of relationship
1.	Karad Projects and Motors Limited	Domestic subsidiary
2.	The Kolhapur Steel Limited	Domestic subsidiary
3.	Kirloskar Corrocoat Private Limited	Domestic subsidiary
4.	Kirloskar Ebara Pumps Ltd.	Joint venture (Domestic)
5.	KBL synergy LLP	Associate (Domestic)
6.	Kirloskar Brothers International B V	Foreign subsidiary
7.	SPP Pumps Limited	Foreign step-down subsidiary
8.	Kirloskar Brothers (Thailand) Limited	Foreign step-down subsidiary
9.	SPP Pumps (MENA) L.L.C.	Foreign step-down subsidiary
10.	Kirloskar Pompen B.V	Foreign step-down subsidiary
11.	Micawber 784 Proprietary Limited	Foreign step-down subsidiary
12.	SPP Pumps International Proprietary Limited (Erstwhile Kirloskar Brothers International PTY Limited)	Foreign step-down subsidiary
13.	Rotaserve Limited	Foreign step-down subsidiary
14.	SPP France S A S	Foreign step-down subsidiary
15.	SPP Pumps Inc	Foreign step-down subsidiary
16.	SPP Pumps South Africa Proprietary Limited	Foreign step-down subsidiary
17.	Braybar Pumps Proprietary Limited	Foreign step-down subsidiary
18.	Rodelta Pumps International BV	Foreign step-down subsidiary
19.	Rotaserve Overhaul B.V.	Foreign step-down subsidiary
20.	SPP Pumps Real Estate LLC	Foreign step-down subsidiary
21.	SyncroFlo Inc.	Foreign step-down subsidiary
22.	SPP Pumps (Asia) Ltd	Foreign step-down subsidiary
23.	SPP Pumps (Singapore) Ltd	Foreign step-down subsidiary
24.	Rotaserve Mozambique	Foreign step-down subsidiary
25.	SPP Neviz Pumps Solutions Pty Ltd	Joint venture (Foreign)

