

KIRLOSKAR FERROUS INDUSTRIES LIMITED

Regd. Office : Laxmanrao Kirloskar Road,
Khadki, Pune - 411 003 (Maharashtra State)



Enriching Lives

AUDITED FINANCIAL RESULTS FOR YEAR ENDED 31st MARCH, 2007

(Rs. in Crores)

Sr. No.	Particulars	Nine Months ended Reviewed	Quarter ended Reviewed		For the Year ended Audited	
		31-12-2006	31-03-2007	31-03-2006	31-03-2007	31-03-2006
1	Net sales/income from operations	351.95	173.18	123.74	525.13	482.75
2	Other income	1.10	2.52	2.39	3.62	4.45
	Total Income	353.05	175.70	126.13	528.75	487.20
3	Expenditure					
	(a) (Increase)/decrease in stock in trade	(9.30)	1.51	7.69	(7.79)	1.16
	(b) Consumption of raw materials	254.23	112.59	74.59	366.82	367.90
	(c) Staff cost	11.66	6.82	3.46	18.48	13.44
	(d) Other expenditure	43.06	20.22	17.29	63.28	46.56
	Total Expenditure	299.65	141.14	103.03	440.79	429.06
4	Profit before Interest, Depreciation and Tax	53.40	34.56	23.10	87.96	58.14
5	Interest	5.23	1.70	1.12	6.93	6.99
6	Depreciation and Amortisation	9.61	4.38	2.91	13.99	11.39
7	Profit before extra ordinary items	38.56	28.48	19.07	67.04	39.76
8	Prior period expenses / (Income) (Net)	0.26	0.22	(0.01)	0.48	-
9	Profit before tax	38.30	28.26	19.08	66.56	39.76
10	Provision for taxation :					
	Wealth Tax	0.01	0.01	0.01	0.02	0.01
	Minimum Alternate Tax	2.11	1.85	0.34	3.96	0.34
	Fringe Benefit Tax	0.07	0.06	0.08	0.13	0.15
	Deferred Tax	13.72	4.61	6.48	18.33	13.18
	Adjustment of Previous Years (net)	(0.34)	-	-	(0.34)	-
11	Profit after tax	22.73	21.73	12.17	44.46	26.08
12	Paid-up equity share capital (Face value Rs. 5/- each) (refer Note 2)	36.11	68.50	36.11	68.50	36.11
13	Reserves excluding revaluation reserve (ref. note 2)				194.63	(37.91)
14	Basic and diluted EPS for the period, for the year to date and for previous year (not to be annualised) (In Rs.) (refer note no. 6)	2.60	2.43	1.53	5.24	2.88
15	Aggregate of non-promoter Shareholding					
	(a) No. of Shares	36,651,548	56,537,545	36,364,323	56,537,545	36,364,323
	(b) % of shareholding	50.75	41.27	50.35	41.27	50.35

Notes:

- The Company operates only in one segment namely Iron Castings.
- The Company made rights issue of 65,000,160 Equity Shares of Rs.5/- each at a premium of Rs.30/- per equity share aggregating to Rs.227.50 Crores to the equity shareholders of the company based on the ratio of nine equity shares for every ten equity shares held on the record date i.e. 27-12-2006. The issue opened on 19th January 2007 and closed on 17th February 2007. The allotment of 64,782,765 Equity shares of Rs.5/- each at premium of Rs. 30/- aggregating to Rs. 226.74 Crores along with 64,782,765 detachable warrants was completed on 13th March 2007 as per the basis approved by the Bombay Stock Exchange Limited.
- The Rights Issue proceeds of Rs. 226.74 Crores has been utilised for meeting Issue expenses Rs.1.42 Crore, redemption of preference shares Rs.104.68 Crores, acquisition of foundry Rs.21 Crores and towards installation of Hot Blast stoves for MBF-I Rs.3.27 Crores. The Balance amount of Rs. 96.37 Crores has been invested in Fixed Deposit pending utilisation for the objects of the Rights Issue.
- The Company redeemed the 32,466,253 -- 12% Redeemable Cumulative non convertible Preference Shares & 72,220,000 -- 1% Redeemable Cumulative non convertible Preference Shares aggregating to Rs.104.68 Crores on 3rd March, 2007 out of the proceeds of Rights issue.
- The figures have been regrouped wherever necessary to make them comparable. However, in view of the acquisition of the Castings Division at Shivshahi Solapur from Kirloskar Oil Engines Limited on a going concern basis with effect from 1st January 2007, the figures of the quarter and for the year ended March 31, 2007 are strictly not comparable with the previous year's figures.
- Earnings per share and diluted earnings per share is after considering the dividend of Rs. 4.25 Crores and Tax of Rs. 0.59 Crores paid on Cumulative Redeemable Preference Shares till the date of redemption i.e. on 3rd March 2007.
- The above results reviewed by Audit Committee and taken on record by the Board of Directors at its meeting held on 28th April, 2007
- There were no investor complaints pending at the beginning of the quarter. 20 complaints were received during the quarter and all were duly redressed. There was no investor complaint pending at the end of the quarter.

For KIRLOSKAR FERROUS INDUSTRIES LIMITED

R. V. Gumaste
Managing Director

Place : Pune
Date : 28th April, 2007