

KIRLOSKAR ELECTRIC COMPANY LIMITED, BANGALORE

Regd Office: Industrial Suburb, Rajajinaga, Bangalore - 560 010

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED June 30, 2006

(Rs.in Lacs)

		Three Months Ended 30/06/2006	Corresponding Three Months in pre year 30/06/2005	Previous Year Ended 31/03/2006
		<i>Apr-Jun' 06</i>	<i>Apr-Jun' 05</i>	<i>Apr'05-Mar'06</i>
		<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Audited)</i>
1	Gross Sales	12142	8147	42,811
	Less : Excise Duty	546	290	1,409
2	Net Sales	11596	7857	41,402
3	Other Income	14	13	292
4	Total Expenditure	11,169	7,635	40,164
a	(Increase)/decrease in stock in trade	(11)	(552)	(896)
b	Consumption of raw materials	10440	7604	38,460
c	Staff cost	299	281	1,011
d	Other expenditure	441	302	1,589
5	Interest	37	52	180
6	Cash Profit (2+3-4-5)	404	183	1,350
7	Depreciation & Amortisation of VRS & Provisions	82	112	631
8	Profit before tax and Extrodinary Item (6-7)	322	71	719
9	Extrodinary Item			266
10	Profit before Tax (8-9)	322	71	453
11	Provision for Taxation - Fringe Benefit Tax	10	-	40
12	Profit after tax	312	71	413
10	PAID UP EQUITY SHARE CAPITAL	3127	3127	3,127
11	RESERVES EXCLUDING REVALUATION RESERVES & DEBIT BALANCE IN P&L A/C (AS PER BALANCE SHEET OF PREVIOUS ACCOUNTING YEAR)	NA	NA	NA
12	BASIC EPS PER SHARE OF RS. 10/-EACH (NOT ANNUALISED) --Rs.per Share	0.92	0.15	1.02
13	DILUTED EPS PER SHARE OF RS.10/- EACH (NOT ANNUALISED)Rs. per Share	0.72	0.16	0.95
14	AGGREGATE OF NON-PROMOTERS SHAREHOLDING			
	Number of Shares	16854353	17322139	16704353
	Percentage of holding	53.90%	55.40%	53.42%

Revenues, Results & Capital Employed for the Segments

(Rs. In lacs)

Particulars	Three Months Ended 30/06/2006	Corresponding Three Months in pre year 30/06/2005	Previous Year Ended 31/03/2006
	<i>Apr-Jun' 06</i>	<i>Apr-Jun' 05</i>	<i>Apr'05-Mar'06</i>
	1 Segment Revenues		
POWER GENERATION/ DISTRIBUTION	3495	1729	12,100
TRADING	7668	4983	27,057
OTHERS	979	1435	3,654
Total	12,142	8,147	42,811
Less: Inter segment revenues			-
Sales / Income from operations	12142	8,147	42,811
2 Segment Results : Profit(+) / Loss (-)			
Before Taxation and Interest & Depreciation			
POWER GENERATION/ DISTRIBUTION	290	191	1,144
TRADING	191	112	692
OTHERS	157	176	748
Total	638	479	2,584
Less: Interest	37	52	180
Less: Other unallocable expenditure (net off unallocable expenditure)	279	356	1,951
Total Profit/(Loss) Before Taxation	322	71	453
3 Capital Employed(Segment Assets-Segment Liabilities)			
POWER GENERATION/ DISTRIBUTION	848	1330	1368
TRADING	5483	2262	6590
OTHERS	665	1990	1106
TOTAL CAPITAL EMPLOYED IN SEGMENTS	6996	5582	9064
ADD: UNALLOCABLE	5950	9173	3954
TOTAL CAPITAL EMPLOYED	12,946	14,755	13,018

NOTES:

1 The above results have been approved by the Audit Committee and Board at their meeting held on July 25, 2006.

2 During the quarter, the company received 22 complaints from the shareholders, which have been resolved. There were no complaints remaining unresolved as at the beginning and end of the quarter.

For Kirloskar Electric Company Limited

**sd/- Vijay R Kirloskar
Chairman & Managing Director**

PLACE: BANGALORE
DATE: 25/07/2006