

27th February, 2019

The General Manager
The Corporate Relationship Department
BSE Limited
1st floor, New Trading Ring,
Rotunda Building
P J Towers
Dalal Street, Fort
Mumbai 400 001
BSE Scrip Code: 500249

The Manager
Listing Department
National Stock Exchange of India
Limited
“Exchange Plaza”, C-1, Block G
Bandra-Kurla Complex
Bandra (E)
Mumbai 400 051
NSE Symbol: KSBPUMPS

**Sub: Intimations pursuant to financial year ended 31st December, 2018
and results for the year ended 31st December, 2018**

Dear Sirs,

At the meeting of the Board of Directors of our Company held today it has been decided as under:

1. Dividend:

Board of Directors have recommended Rs. 6.00 per share of Rs.10 each (60%) on 3,48,07,844 equity shares of Rs.10 each fully paid up as dividend for the year ended 31st December, 2018.

2. Book Closure:

Register of Members and Share Transfer Books of the Company will remain closed from 28th April, 2019 to 8th May, 2019 for Annual General Meeting and payment of Dividend.

3. The dividend will be paid on or after 13th May, 2019.

4. Annual General Meeting:

It will be held on Wednesday, 8th May, 2019 at 3.00 p.m. at Bajaj Bhavan, Ground Floor (Kamalnayan Bajaj Hall), 226, Nariman Point, Mumbai 400 021.

Attached herewith audited Financial Results for the quarter and year ended 31st December, 2018.

Yours faithfully,
For KSB LIMITED

Narasimhan R
DGM- Finance and Company Secretary

27th February, 2019

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Sub: Intimation pursuant to results for the quarter and year ended 31st December, 2018

Dear Sirs,

We hereby declare that, Statutory Auditors of the Company in their report have issued unmodified opinion on the audited standalone financial statements, audited consolidated financial statements and financial Results of the Company for the financial year ended 31st December, 2018.

The declaration is issued pursuant to Regulation 33(3) of the Listing Regulations, 2015 for the said financial year.

Yours faithfully,
For KSB LIMITED

Narasimhan R
DGM- Finance and Company Secretary

Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of KSB Limited (formerly known as KSB Pumps Limited)

Report on the Standalone Indian Accounting Standards (Ind AS) Financial Statements

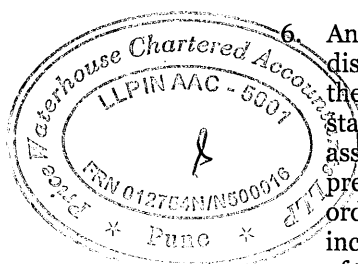
1. We have audited the accompanying standalone financial statements of **KSB Limited (formerly known as KSB Pumps Limited)** ("the Company"), which comprise the Balance Sheet as at December 31, 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Ind AS Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements to give a true and fair view of the financial position, financial performance (including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our audit.
4. We have taken into account the provisions of the Act and the Rules made thereunder including the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.
5. We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free from material misstatements.



6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind AS financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. 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 standalone Ind AS financial statements.

Price Waterhouse Chartered Accountants LLP, 7th Floor, Tower A - Wing 1, Business Bay, Airport Road
Yerwada, Pune - 411 006

T: +91 (20) 41004444, F: +91 (20) 41006161

Registered office and Head office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi 110 002

Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)

Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of KSB Limited (formerly known as KSB Pumps Limited)
Report on the standalone Financial Statements

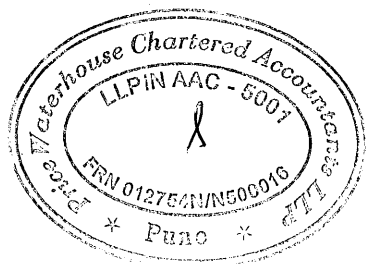
7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS financial statements.

Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at December 31, 2018, and its total comprehensive income (comprising of profit and other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

9. As required by the Companies (Auditor's Report) Order, 2016, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act ("the Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order.
10. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
 - (e) On the basis of the written representations received from the directors as on December 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on December 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure A.
 - (g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:



Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of KSB Limited (formerly known as KSB Pumps Limited)
Report on the standalone Financial Statements

- (i) The Company has disclosed the impact, if any, of pending litigations as at December 31, 2018 on its financial position in its standalone Ind AS financial statements – Refer Note 29a;
- (ii) The Company has made provision as at December 31, 2018, as required under the applicable law or Indian accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts – Refer Note 34c and Note 6;
- (iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended December 31, 2018.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016



Neeraj Sharma
Partner
Membership Number 108391

Mumbai
February 27, 2019

Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditors' Report

Referred to in paragraph 10(f) of the Independent Auditors' Report of even date to the members of KSB Limited (formerly known as KSB Pumps Limited) on the standalone financial statements for the year ended December 31, 2018.

Report on the Internal Financial Controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143 of the Act

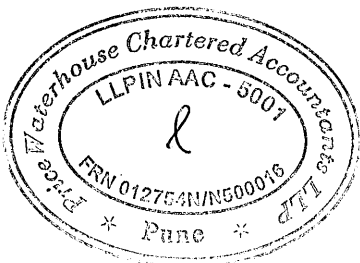
1. We have audited the internal financial controls with reference to financial statements of KSB Limited (formerly known as KSB Pumps Limited) ("the Company") as of December 31, 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to financial statements.



Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditors' Report

Referred to in paragraph 10(f) of the Independent Auditors' Report of even date to the members of KSB Limited (formerly known as KSB Pumps Limited) on the standalone financial statements for the year ended December 31, 2018.

Meaning of Internal Financial Controls with reference to financial statements

6. A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to financial statements

7. Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at December 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016



Neeraj Sharma
Partner
Membership Number 108391

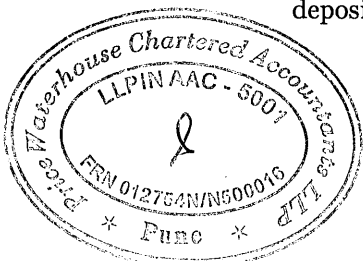
Mumbai
February 27, 2019

Price Waterhouse Chartered Accountants LLP

Annexure B to Independent Auditors' Report

Referred to in paragraph 9 of the Independent Auditors' Report of even date to the members of KSB Limited (formerly known as KSB Pumps Limited) on the standalone financial statements as of and for the year ended December 31, 2018.

- i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.
 - (b) The fixed assets are physically verified by the Management according to a phased programme designed to cover all the items over a period of 3 years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the fixed assets has been physically verified by the Management during the year and no material discrepancies have been noticed on such verification.
 - (c) The title deeds of immovable properties, as disclosed in Note 3 on fixed assets to the financial statements, are held in the name of the Company.
- ii. The physical verification of inventory excluding stocks with third parties managed warehouse have been conducted at reasonable intervals by the Management during the year. In respect of inventory lying with third parties, these have substantially been confirmed by them. The discrepancies noticed on physical verification of inventory as compared to book records were not material.
- iii. The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability partnerships or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of Clause 3(iii), (iii)(a), (iii)(b) and (iii)(c) of the said Order are not applicable to the Company.
- iv. The Company has not granted any loans or made any investments, or provided any guarantees or security to the parties covered under Section 185 and 186. Therefore, the provisions of Clause 3(iv) of the said Order are not applicable to the Company.
- v. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.
- vi. Pursuant to the rules made by the Central Government of India, the Company is required to maintain cost records as specified under Section 148(1) of the Act in respect of its products. We have broadly reviewed the same, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues in respect of employees' state insurance, though there has been a slight delay in a few cases, and is regular in depositing undisputed statutory dues, including provident fund, sales tax, income tax, service tax, duty of customs, duty of excise, value added tax, goods and service tax with effect from July 1, 2017 and other material statutory dues as applicable, with the appropriate authorities.
 - (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of duty of customs, value added tax, sales tax, Goods and Service Tax which have not been deposited on account of any dispute. The particulars of dues of service tax, duty of excise, Income tax as at December 31, 2018 which have not been deposited on account of a dispute, are as follows:

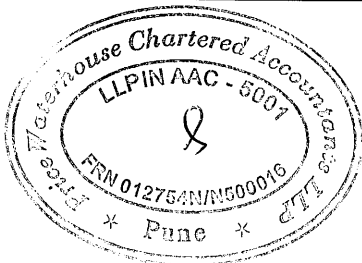


Price Waterhouse Chartered Accountants LLP

Annexure B to Independent Auditors' Report

Referred to in paragraph 9 of the Independent Auditors' Report of even date to the members of KSB Limited (formerly known as KSB Pumps Limited) on the standalone financial statements as of and for the year ended December 31, 2018

Name of the statute	Nature of dues	Amount (INR in million)	Amount paid under protest (INR in million)	Period to which the amount relates	Forum where the dispute is pending
Central Excise Act, 1944	Excise Duty (including interest and penalty if applicable)	24.33	0.01	December 1998 to December 2004	Customs, Excise and Service Tax Appellate Tribunal (CESTAT)
		27.70	1.6	March 2002 to March 2007	
Finance Act, 1994	Service Tax (including interest and penalty if applicable)	428.97	9.49	September 2004 to March 2009	
		1.74	1.04	April 2008 to March 2013	
		10.15	-	January 2005 to December 2009	
Income Tax Act, 1961	Income Tax (including interest and penalty if applicable)	3.60	-	AY 1989-90	
		5.61	-	AY 1995-96	
		2.88	-	AY 1996-97	
		2.28	-	AY 2004-05	
		3.67	-	AY 2006-07	
		3.95	-	AY 2007-08	
		3.56	-	AY 2008-09	
		10.59	-	AY 2009-10	
		5.24	-	AY 2010-11	
		3.21	-	AY 2005-06	
		17.82	-	AY 2011-12	
		26.69	5	AY 2012-13	
33.37	-	AY 2013-14			
34.16	-	AY 2014-15			



Price Waterhouse Chartered Accountants LLP

Annexure B to Independent Auditors' Report

Referred to in paragraph 9 of the Independent Auditors' Report of even date to the members of KSB Limited (formerly known as KSB Pumps Limited) on the standalone financial statements as of and for the year ended December 31, 2018

- viii. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowings to any financial institution or bank or Government as at the balance sheet date. The Company had not issued any debentures as at balance sheet date.
- ix. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans. Accordingly, the provisions of Clause 3(ix) of the Order are not applicable to the Company.
- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- xi. The Company has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified under Section 133 of the Act.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into any non cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016



Neeraj Sharma
Partner
Membership Number 108391

Mumbai
February 27, 2019

Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of KSB Limited (formerly known as KSB Pumps Limited)

Report on the Consolidated Indian Accounting Standards (Ind AS) Financial Statements

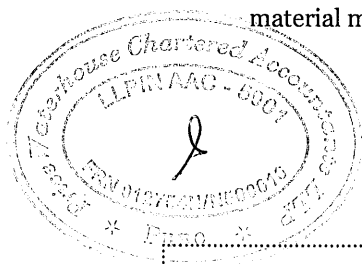
1. We have audited the accompanying consolidated Ind AS financial statements of KSB Limited (formerly known as KSB Pumps Limited) ("hereinafter referred to as the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") and its associate company; (refer Note 33 to the attached consolidated financial statements), comprising of the consolidated Balance Sheet as at December 31, 2018, the consolidated Statement of Profit and Loss (including Other Comprehensive Income), the consolidated Cash Flow Statement for the year then ended and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information prepared based on the relevant records (hereinafter referred to as "the Consolidated Ind AS Financial Statements").

Management's Responsibility for the Consolidated Ind AS Financial Statements

2. The Holding Company's Board of Directors is responsible for the preparation of these consolidated Ind AS financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated cash flows and changes in equity of the Group including its associate in accordance with accounting principles generally accepted in India including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under Section 133 of the Act. The Holding Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of consolidated Ind AS financial statements. The respective Board of Directors of the companies included in the Group and of its associate are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its associate respectively and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which has been used for the purpose of preparation of the consolidated Ind AS financial statements by the Directors of the Holding Company, as aforesaid.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these consolidated Ind AS financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act and the Rules made thereunder including the accounting standards and matters which are required to be included in the audit report.
4. We conducted our audit of the consolidated Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated Ind AS financial statements are free from material misstatement.



Price Waterhouse Chartered Accountants LLP, 7th Floor, Tower A - Wing 1, Business Bay, Airport Road
Yerwada, Pune - 411 006

T: +91 (20) 41004444, F: +91 (20) 41006161

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Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of KSB Limited (formerly known as KSB Pumps Limited)
Report on the Consolidated Ind AS Financial Statements

5. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated Ind AS financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the consolidated Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated Ind AS financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. 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 Board of Directors, as well as evaluating the overall presentation of the consolidated Ind AS financial statements.
6. We believe that the audit evidence obtained by us, other than the unaudited financial information as certified by the management and referred to in sub paragraph 8 of the Other Matter paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated Ind AS financial statements.

Opinion

7. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the consolidated state of affairs of the Group and its associate as at December 31, 2018 and their consolidated total comprehensive income (comprising of consolidated profit and consolidated other comprehensive income), their consolidated cash flows and consolidated changes in equity for the year ended on that date.

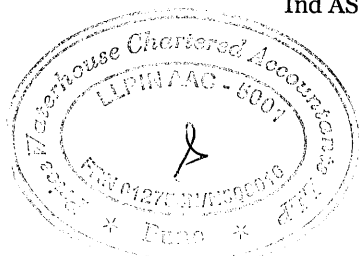
Other Matter

8. We did not audit the financial information of the subsidiary whose financial information reflect total assets of Rs. 6.1 million and net assets of Rs. 6.05 million as at December 31, 2018, total revenue of Rs. 2.28 million, total comprehensive income (comprising of profit and other comprehensive income) of Rs. 1.72 million and net cash flows amounting to Rs. (4.35) million for the year ended on that date, as considered in the consolidated Ind AS financial statements. These financial information are unaudited and have been furnished to us by the Management, and our opinion on the consolidated Ind AS financial statements insofar as it relates to the amounts and disclosures included in respect of the subsidiary company and our report in terms of sub-section (3) of Section 143 of the Act insofar as it relates to the aforesaid subsidiary is based solely on such unaudited financial information. In our opinion and according to the information and explanations given to us by the Management, these financial information are not material to the Group.

Our opinion on the consolidated Ind AS financial statements and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matter with respect to our financial information certified by the Management.

Report on Other Legal and Regulatory Requirements

9. As required by Section 143(3) of the Act, we report, to the extent applicable, that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated Ind AS financial statements.



Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of KSB Limited (formerly known as KSB Pumps Limited)
Report on the Consolidated Ind AS Financial Statements

- (b) In our opinion, proper books of account as required by law maintained by the Holding Company and its associate company incorporated in India including relevant records relating to preparation of the aforesaid consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books and records of the Holding Company and its associate company.
- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including other comprehensive income), Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained by the Holding Company and its associate company incorporated in India including relevant records relating to the preparation of the consolidated Ind AS financial statements.
- (d) In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
- (e) On the basis of the written representations received from the directors of the Holding Company as on December 31, 2018 taken on record by the Board of Directors of the Holding Company and its associate company incorporated in India, none of the directors of the Holding Company and its associate company incorporated in India is disqualified as on December 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Holding Company and its associate company incorporated in India and the operating effectiveness of such controls, refer to our separate Report in Annexure A.
- (g) With respect to the other matter to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The consolidated Ind AS financial statements disclose the impact, if any, of pending litigations as at December 31, 2018 on the consolidated financial position of the Group and its associate - Refer Note (29a and 33d) to the consolidated Ind AS financial statements.
 - ii. Provision has been made in the consolidated Ind AS financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts as at December 31, 2018 - Refer Note 36(c) to the consolidated Ind AS financial statements in respect of such items as it relates to the Group and its associate.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company and its associate company incorporated in India during the year ended December 31, 2018.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016



Neeraj Sharma
Partner
Membership Number: 108391

Mumbai
February 27, 2019

Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditors' Report

Referred to in paragraph 9 (f) of the Independent Auditors' Report of even date to the members of KSB Limited (formerly known as KSB Pumps Limited) on the consolidated financial statements for the year ended December 31, 2018

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act

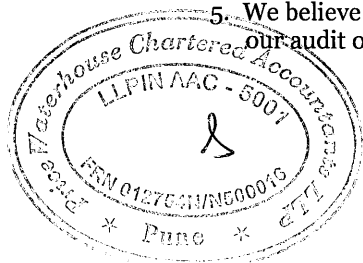
1. In conjunction with our audit of the consolidated financial statements of KSB Limited (formerly known as KSB Pumps Limited) as of and for the year ended December 31, 2018, we have audited the internal financial controls with reference to financial statements of KSB Limited (formerly known as KSB Pumps Limited) (hereinafter referred to as "the Holding Company") and its associate company, which are companies incorporated in India, as of that date. Reporting under clause (i) of sub section 3 of Section 143 of the Act in respect of the adequacy of the internal financial controls with reference to financial statements is not applicable to subsidiary company incorporated in India pursuant to MCA notification GSR 583(E) dated 13 June 2017.

Management's Responsibility for Internal Financial Controls

2. The respective Board of Directors of the Holding company and its associate company, to whom reporting under clause (i) of sub section 3 of Section 143 of the Act in respect of the adequacy of the internal financial controls with reference to financial statements is applicable, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to financial statements.



Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditors' Report

Referred to in paragraph 9 (f) of the Independent Auditors' Report of even date to the members of KSB Limited (formerly known as KSB Pumps Limited) on the consolidated financial statements for the year ended December 31, 2018

Meaning of Internal Financial Controls with reference to financial statements

6. A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to financial statements

7. Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Holding Company and its associate company, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at December 31, 2018 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016



Neeraj Sharma
Partner
Membership Number 108391

Mumbai
February 27, 2019

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED DECEMBER 31, 2018

(Rs. in Millions)

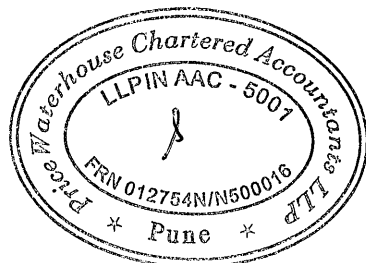
Particulars	STANDALONE FINANCIAL RESULTS					CONSOLIDATED FINANCIAL RESULTS	
	Quarter ended		Year ended			Year ended	
	December 31 2018 (Unaudited) (Refer Note-1)	September 30 2018 (Unaudited)	December 31 2017 (Unaudited) (Refer Note-1)	December 31 2018 (Audited)	December 31 2017 (Audited)	December 31 2018 (Audited)	December 31 2017 (Audited)
1 Revenue from operations	3,466	2,804	3,282	10,931	9,692	10,931	9,692
2 Other Income	57	35	96	267	316	200	297
3 Total income (1+2)	3,523	2,839	3,378	11,198	10,008	11,131	9,989
4 Expenses							
a) Cost of materials consumed	1,470	1,337	1,128	5,204	4,302	5,204	4,302
b) Purchase of stock-in-trade	234	165	181	784	642	784	642
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	235	(53)	438	(337)	(273)	(337)	(273)
d) Excise duty	-	-	-	-	249	-	249
e) Employee benefits expense	400	394	365	1,540	1,446	1,540	1,446
f) Finance costs	14	13	6	37	35	37	35
g) Depreciation and amortisation expense	104	98	85	397	309	397	309
h) Other expenses	648	640	747	2,456	2,251	2,456	2,252
Total expenses	3,105	2,594	2,950	10,081	8,961	10,081	8,962
5 Profit before share of net profit of associate, exceptional items and tax (3-4)	418	245	428	1,117	1,047	1,050	1,027
6 Share of net profit in respect of investment in Associate company	-	-	-	-	-	43	52
7 Exceptional Items	-	-	-	-	-	-	-
8 Profit before tax (5+6-7)	418	245	428	1,117	1,047	1,093	1,079
9 Tax expense							
a) Current Tax	140	94	181	368	405	368	405
b) Deferred Tax	25	(10)	(27)	9	(35)	9	(35)
Total Tax expense	165	84	154	377	370	377	370
10 Profit for the period (8-9)	253	161	274	740	677	716	709
11 Other comprehensive income Items that will not be reclassified to profit or loss (net of Tax)	10	-	12	10	23	9	24
12 Total comprehensive income for the period (10+11)	263	161	286	750	700	725	733
13 Paid up equity share capital (face value of Rs. 10 each)	348	348	348	348	348	348	348
14 Reserves (excluding Revaluation Reserve) as shown in the Audited Balance Sheet of the previous year				6,784	6,277	7,230	6,756
15 Earnings Per Share (EPS) (face value of Rs. 10/- each) (not annualised) Basic and diluted EPS (Rupees)	7.27	4.63	7.87	21.27	19.45	20.57	20.36

* Amount below rounding off norm adopted by the company

Notes:

- Figures of the quarter ended December 31, 2018 and December 31, 2017 are the balancing figures between audited figures in respect of the relevant full financial year and the published year to date figures upto the third quarter of the respective financial year.
- The results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on February 27, 2019.
- The Statutory Auditors have carried out the audit for the year ended December 31, 2018.
- Segment information is annexed. (Presented in Annexure-1)
- Balance Sheet as at December 31, 2018 is enclosed. (Presented in Annexure-2)
- The Board of Directors have recommended for the year ended on December 31, 2018 dividend of Rs. 6/- per share (60%) on 34,807,844 equity shares of Rs.10 each.
- This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- In accordance with the requirements of Ind AS, revenue for the year ended December 31, 2018 is net of Goods and Service Tax (GST). However, revenue for the year ended December 31, 2017 is inclusive of Excise Duty of Rs.249.10 million.
- Previous period figures have been regrouped / reclassified wherever necessary to conform to current period classification.

Place : Mumbai
Date : February 27, 2019

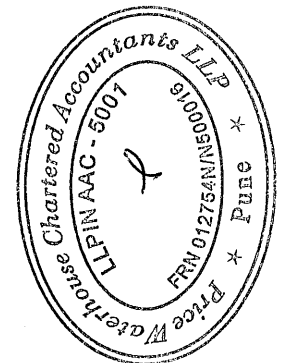


Rajeev Jahn
Managing Director

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED DECEMBER 31, 2018

Particulars	STANDALONE FINANCIAL RESULTS				CONSOLIDATED FINANCIAL RESULTS			
	Quarter ended		Year ended		Year ended		Year ended	
	December 31, 2018 (Unaudited) (Refer Note-1)	September 30, 2018 (Unaudited)	December 31, 2017 (Unaudited) (Refer Note-1)	December 31, 2018 (Audited)	December 31, 2017 (Audited)	December 31, 2018 (Audited)	December 31, 2017 (Audited)	
1 Segment Revenue								
(a) Pumps	2,865	2,385	2,761	9,154	8,079	9,154	8,079	
(b) Valves	602	422	522	1,782	1,614	1,782	1,614	
(c) Others	187	198	160	729	743	729	743	
Total	3,654	3,005	3,443	11,665	10,436	11,665	10,436	
Less : Inter Segment Revenue	188	201	161	734	744	734	744	
Revenue From Operations	3,466	2,804	3,282	10,931	9,692	10,931	9,692	
2 Segment Results								
(a) Pumps	371	218	395	956	954	956	954	
(b) Valves	63	31	54	128	87	128	87	
(c) Others	(15)	(1)	-*	(20)	(8)	(20)	(8)	
Total	419	248	449	1,064	1,033	1,064	1,033	
Less : Finance cost	14	13	6	37	35	37	35	
Add: Other unallocable income / (expense) net	13	10	(15)	90	49	23	29	
Add: Share of net profit of Associate	-	-	-	-	-	43	52	
Profit Before Tax	418	245	428	1,117	1,047	1,093	1,079	
3 Segment Assets								
(a) Pumps	8,113	7,915	7,171	8,113	7,171	8,113	7,170	
(b) Valves	1,326	1,089	1,074	1,328	1,074	1,328	1,074	
(c) Others	865	880	853	865	853	865	853	
(d) Unallocable Assets	1,748	1,841	1,195	1,748	1,195	2,194	1,675	
Total	12,054	11,725	10,293	12,054	10,293	12,500	10,772	
4 Segment Liabilities								
(a) Pumps	3,695	3,412	2,922	3,695	2,922	3,695	2,922	
(b) Valves	646	458	501	646	501	646	501	
(c) Others	128	139	100	128	100	128	100	
(d) Unallocable Liabilities	453	847	145	453	145	453	145	
Total	4,922	4,856	3,668	4,922	3,668	4,922	3,668	

* Amount below rounding off norm adopted by the company

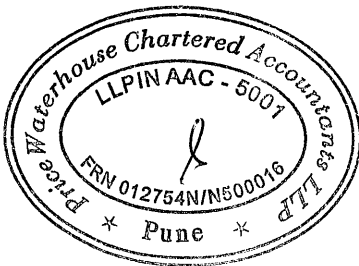


Signature

Balance Sheet

(Rs. in Millions)

Particulars	Standalone		Consolidated	
	As at (Current year end) (December 31, 2018)	As at (Previous year end) (December 31, 2017)	As at (Current year end) (December 31, 2018)	As at (Previous year end) (December 31, 2017)
	Audited	Audited	Audited	Audited
A ASSETS				
1 Non-current assets				
(a) Property, plant and equipment	3,192	3,064	3,192	3,064
(b) Capital work-in-progress	41	41	41	41
(c) Intangible assets	19	18	19	18
(d) Financial Assets				
(i) Trade receivables	99	59	99	59
(ii) Investments	63	63	598	578
(iii) Loans	68	68	68	68
(e) Assets for Current Tax (net)	142	99	143	100
(f) Deferred tax assets (net)	161	176	66	84
(g) Other non-current assets	211	404	211	404
Sub-total: Non-current assets	3,996	3,992	4,437	4,416
2 Current assets				
(a) Inventories	3,030	2,476	3,030	2,476
(b) Financial assets				
(i) Trade receivables	2,907	2,551	2,907	2,550
(ii) Cash and cash equivalents	120	178	125	187
(iii) Bank balances other than (ii) above	1,263	680	1,263	726
(iv) Loans	22	30	22	30
(v) Other financial assets	48	20	48	21
(c) Other current assets	668	366	668	366
Sub-total: Current assets	8,058	6,301	8,063	6,356
TOTAL ASSETS	12,054	10,293	12,500	10,772
B EQUITY AND LIABILITIES				
1 Equity				
(a) Equity share capital	348	348	348	348
(b) Other equity	6,784	6,277	7,230	6,756
Sub-total: Equity	7,132	6,625	7,578	7,104
2 Non-current liabilities				
(a) Provisions	366	373	366	373
Sub-total: Non-current liabilities	366	373	366	373
3 Current Liabilities				
(a) Financial liabilities				
(i) Borrowings	434	126	434	126
(ii) Trade payables				
-Total outstanding dues of micro enterprises and small enterprises	21	10	21	10
-Total outstanding dues of creditors other than micro enterprises and small enterprises	2,156	1,768	2,156	1,768
(iii) Other financial liabilities	546	373	546	373
(b) Other current liabilities	972	513	972	513
(c) Provisions	412	491	412	491
(d) Current tax liabilities (net)	15	14	15	14
Sub-total: Current liabilities	4,556	3,295	4,556	3,295
TOTAL EQUITY AND LIABILITIES	12,054	10,293	12,500	10,772



Qasir