



CELEBRATING 50 YEARS OF KINETIC

CIN : L35912MH1970PLC014819

KEL:SH:SE

Date:25 May 2022

To,
The Manager-Corporate Relations Department
BSE Limited
1st Floor, P J Towers
Fort, Mumbai- 400 001.
BSE Scrip Code: 500240

Subject: Press Release

Dear Sir/Madam,

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosed herewith a copy of a Press Release. The Press Release is self-explanatory.

The above Press Release is also available on the website of the Company: www.kineticindia.com

This is for your information please. Kindly acknowledge receipt.

Thanking You,

Yours Truly,
For Kinetic Engineering Limited

A handwritten signature in blue ink, appearing to read 'Chaitanya Mundra', is written over a circular stamp.

Chaitanya Mundra
Company Secretary and Compliance Officer
Membership No. ACS 57832



KINETIC ENGINEERING LTD

HEAD OFFICE:
D-1 Block, 18/2, MIDC, Chinchwad,
Pune, Maharashtra 411019

FACTORY:
Nagar-Daund Road,
Ahmednagar 414001

CONTACT:
+91 20 66142049
www.KineticIndia.com



Kinetic Reports Robust Results, 105% Jump in EBDITA in Q4 FY22

**Revenue at 124 crs up by 43 % YoY, EBDITA of Rs. 14.59 crs at 11.7% of Revenue
Net profit of Rs. 154 lacs compared to loss of Rs 611 lacs last year**

Kinetic Engineering Ltd, which revolutionized the 2 wheeler industry and transformed itself into auto component manufacturer, declared its stellar financial results for Q4 FY22 today.

The company reported full year revenue of Rs 124.35 crs, up from Rs 87.03 crs in the previous financial year, a jump of 43%. Its profitability also has significantly improved with a 106% increase in EBDITA at Rs 14.59 crs compared to Rs. 7.11 crs last year . The company also completed its turn around with 4 straight quarters of profit and a cumulative net profit of Rs 154 lacs for the year 2021-22 against a loss of Rs 611 lacs in the previous year. This is the first full year of net profit after nearly 15 years of turnaround struggles.

The quarterly results continued to impress: KEL reported a QoQ increase of 14% in Revenue from Operations at Rs 33.82 crs in Q4 and a net profit for the quarter at Rs 63 lacs compared to Rs 13 lacs in the previous quarter. This is in spite of continued extreme volatility and surge in commodity prices. The profitability trend for KEL is now sustainable with the strategy implemented by KEL and also its clear focus on EV market and addressing the future trends in the EV sector.

Mr Ajinkya Firodia, MD, Kinetic Engineering Ltd, said, "This is a historic year for Kinetic and a turning point which indicates bright days ahead for the company and its stakeholders. We are pleased with the overall performance of the company in the current financial year. The strategy being pursued by the company has started giving positive results and we strongly believe that the company will maintain sustained profitability trend despite extremely volatile commodity prices, which pose a serious challenge. We will continue to pursue opportunities in the EV segment while maintaining and growing the conventional automotive business. We continue to have an export focus with nearly 50% of our business coming from exports. The company has emerged stronger over the years and I am sure will achieve greater heights in the years to come, with exciting new opportunities."

With the implementation of new strategies KEL's focus shall be on-

- 1) Improve EBITDA – company is undertaking various cost cutting initiatives that include implementation of a 1.8 MW solar plant; and converting its oil based furnaces to electric, and various such activities that shall drive profitability to higher levels
- 2) EV focus: the company shall develop various chassis, axles and gearboxes for commercial vehicles & two wheelers in EV segment. It will continue to explore opportunities to foray aggressively into the future
- 3) Export dominance: KEL currently is one of the few companies that enjoys an export dominance – with 50% of its revenues coming from there. KEL shall continue this focus aggressively.



About Kinetic Engineering Limited

Kinetic Engineering Limited is the flagship company of the Kinetic Group with five decades of manufacturing experience. The Pune based company, which has been in the industry for over five decades, has been a pioneer in the automotive industry. The company's manufacturing unit in Ahmednagar is spread over 70 acres and has over 800 employees, 32 manufacturing sheds and more than 400 machines. All of KEL's products are IATF 16949 certified. The company, which is headquartered in Pune manufactures about 100 different auto components and stands by its vision of 'Kinetic in every automobile'. KEL's esteemed customer list includes Renault, American Axle, TATA Motors, Mahindra & Mahindra, Ashok Leyland, Magna Powertrain, Bombardier Recreational products, and many others. It has a large manufacturing plant in Ahmednagar, while its corporate office is based in Chinchwad, Pune. Kinetic Engineering Limited stock is quoted on the BSE: 500240.

For Media Queries

Arzoo Alamin | +91 8806067092 | arzoo.alamin@motoroyale.in

Niva Mohanty | +91 9916398995 | niva@milestones.in

Abhishek Deb Roy | +91 7507222334 | abhishek@milestones.in
