

JAIN & CO.
Chartered Accountants

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REPORT ON LIMITED REVIEW

We have reviewed the accompanying statement of unaudited financial results of M/s. KANCO TEA & INDUSTRIES LIMITED for the quarter ended 31st December, 2010, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's management and has been approved by the Board of Directors / committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagement to Review Financial Statements* issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and polices has not disclosed the information required to be disclosed in terms of clause 41 of the Listing Agreement Including the manner in which it is to be disclosed, or that it contains any material misstatement.

Dated the 14th day of February, 2011



For Jain & Co.
Chartered Accountants


(M.K. Jain)
Partner

Membership No 55048

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Kanco Tea & Industries Limited

Regd. Office: 'Jasmine Tower', 3rd Floor, 31, Shakespeare Sarani, Kolkata- 700 017
Unaudited Financial Results For Quarter & Nine Month Ended 31st December, 2010


(Rs. In Lacs)

Sl. No.	Particulars	(Unaudited)		(Unaudited)		(Audited)
		Quarter Ended		Nine Months Ended		Year Ended
		31.12.2010	31.12.2009	31.12.2010	31.12.2009	31.03.2010
1.	(a) Net Sales/Income from Operations	1,125	1,035	2,154	2,004	2,682
	(b) Other Operating Income	-	-	-	-	-
2.	Expenditure					
	a. (Increase)/Decrease in Stock in Trade & Work in progress	416	395	(739)	(520)	(137)
	b. Consumption Of Raw Materials	82	24	339	243	252
	c. Employees Cost	146	119	370	371	477
	d. Power & Fuel	47	47	139	137	173
	e. Depreciation	18	16	54	47	65
	f. Selling & Distribution Expenses	47	60	102	126	169
	g. Other expenditure	269	252	883	917	1,158
	Total Expenditure (2a+2b+2c+2d+2e+2f+2g)	1,025	913	1,148	1,321	2,157
3.	Profit from Operations before Other Income, Interest and Exceptional items (1-2)	100	122	1,006	683	525
4.	Other Income	10	15	24	26	43
5.	Profit before Interest and Exceptional Items (3+4)	110	137	1,030	709	568
6.	Interest	29	39	113	102	125
7.	Profit after Interest but before Exceptional Items (5-6)	81	98	917	607	443
8.	Exceptional items	-	-	-	-	-
9.	Profit (+)/Loss (-) from Ordinary Activities before Tax (7+8)	81	98	917	607	443
10.	Tax Expenses					
	(i) Provision for Current Taxes	16	10	59	34	56
	(ii) Provision for Deferred Taxes	3	(3)	2	(4)	(137)
11.	Net Profit(+)/Loss(-) from ordinary Activities after tax and before EOI (9-10)	62	91	856	577	524
12.	Extraordinary Items (net of tax expenses)	-	-	-	-	15
13.	Net Profit(+)/Loss(-) for the period (11-12)	62	91	856	577	509
14.	Paid-up Equity Share Capital (Face Value per share Rs. 10/-) (Please refer Note 1)	170.76	49.60	170.76	49.60	49.60
15.	Reserves excluding revaluation reserve as per balance sheet of previous accounting year					748
16.	Earning Per Share (EPS)					
	a. Basic EPS before EOI per share (Rs.) (Not Annualised)	3.63	18.35	50.12	116.33	102.62
	Diluted EPS before EOI per share (Rs.) (Not Annualised)	3.63	5.33	50.12	33.78	29.81
	b. Basic EPS after EOI per share (Rs.) (Not Annualised)	3.63	18.35	50.12	116.33	102.62
	Diluted EPS after EOI per share (Rs.) (Not Annualised)	3.63	5.33	50.12	33.78	29.81
17.	Public Shareholding					
	- Number of Shares	590168	166300	590168	166300	166300
	- Percentage of Shareholding	34.56%	33.53%	34.56%	33.53%	33.53%
18.	Promoters and promoter group shareholding					
	a) Pledged/Encumbered					
	- Number of Shares	-	-	-	-	-
	promoters and promoter group)	-	-	-	-	-
	Company)	-	-	-	-	-
	b) Non-Encumbered					
	- Number of Shares	1117441	329700	1117441	329700	329700
	promoters and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
	Company)	65.44%	66.47%	65.44%	66.47%	66.47%

Notes :-

- The figures for the corresponding periods have been restated, wherever necessary, to make them comparable.
- Accounting Standard-17 dealing with Segment Reporting is presently not applicable in view of revenue from manufacturing of Black Tea.
- a) The Provision for Taxation is on account of Income Tax, Agricultural Tax and Wealth Tax.
b) Provision for Deferred Tax Asset has been made in accordance with the Accounting Standard "22" issued by the Institute of Chartered Accountants of India.
- 6 complaints were pending on 01/10/2010 and 5 complaints were received and 11 resolved during the quarter ended 31/12/2010.
- The above results were approved at the meeting of Board of Directors held on 14th February, 2011. The Statutory Auditors of the Company have carried out "Limited Review" of the Financial Results for the Quarter ended 31st December, 2010.

By the order of the Board


Chairman & Director

Kolkata, the 14th day of February, 2011

