

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 30th September, 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 policies 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.

For Jain & Co.
Chartered Accountants



(M.K.Jain)

Partner

Membership No 55048

Dated the 9th day of November, 2010



Kanco Tea & Industries Limited
 Regd. Office: 'Jasmine Tower', 3rd Floor, 31, Shakespeare Sarani, Kolkata- 700 017
 Unaudited Financial Results For Quarter & Six Month Ended 30th September, 2010

(Rs. in Lacs)

Sl. No.	Particulars	Quarter Ended		Six Months Ended		Year Ended
		30.09.2010	30.09.2009	30.09.2010	30.09.2009	31.03.2010
		(Unaudited)		(Unaudited)		(Audited)
1.	(a).Net Sales/Income from Operations	900	721	1,029	969	2,682
	(b) Other Operating Income	-	-	-	-	-
2.	Expenditure					
	a.(Increase)/Decrease in Stock in Trade & Work in progress	(565)	(394)	(1,155)	(915)	(137)
	b.Consumption Of Raw Materials	169	98	257	219	252
	c.Employees Cost	111	150	224	252	477
	d.Power & Fuel	59	55	92	90	173
	e.Depreciation	18	16	36	31	65
	f.Selling & Distribution Expenses	45	44	55	66	169
	g.Other expenditure	308	379	614	665	1,158
	Total Expenditure (2a+2b+2c+2d+2e+2f+2g)	145	348	123	408	2,157
	Profit from Operations before Other Income, Interest and					
3.	Exceptional items (1-2)	755	373	906	561	525
4.	Other Income	9	6	14	11	43
5.	Profit before Interest and Exceptional Items (3+4)	764	379	920	572	568
6.	Interest	46	32	84	63	125
7.	Profit after Interest but before Exceptional Items (5-6)	718	347	836	509	443
8.	Exceptional items	-	-	-	-	-
9.	Profit (+)/Loss (-) from Ordinary Activities before Tax (7+8)	718	347	836	509	443
10.	Tax Expenses					
	(i) Provision for Current Taxes	20	17	43	24	56
	(ii)Provision for Deferred Taxes	(1)	2	(1)	(1)	(137)
	Net Profit(+)/Loss(-) from ordinary Activities after tax and before	699	328	794	486	524
11.	EOI (9-10)					
12.	Extraordinary Items (net of tax expenses)	-	-	-	-	15
13.	Net Profit(+)/Loss(-) for the period (11-12)	699	328	794	486	509
14.	Paid -up Equity Share Capital (Face Value per share Rs.10/-)	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)	40.93	66.13	46.49	97.98	102.62
	Diluted EPS before EOI per share (Rs.) (Not Annualised)	-	19.20	-	28.45	29.81
	b. Basic EPS after EOI per share (Rs.) (Not Annualised)	40.93	66.13	46.49	97.98	102.62
	Diluted EPS after EOI per share (Rs.) (Not Annualised)	-	19.20	-	28.45	29.81
17.	Public Shareholding :					
	- Number of Shares	616018	166300	616018	166300	166300
	-Percentage of Shareholding	36.07%	33.53%	36.07%	33.53%	33.53%
18.	Promoters and promoter group shareholding					
	a) Pledged/Encumbered					
	- Number of Shares	-	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	-	-	-	-	-
	- Percentage of shares (as a % of total shareholding of the Company)	-	-	-	-	-
	b) Non-Encumbered					
	- Number of Shares	1091591	329700	1091591	329700	329700
	- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of shares (as a % of total shareholding of the Company)	63.93%	66.47%	63.93%	66.47%	66.47%

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DISCLOSURE OF ASSETS AND LAIBILITIES AS PER CLAUSE (1) (ea)

(Rs. in Lacs)


Sl. No.	Particulars	Half Year Ended	
		30.09.2010	30.09.2009
		Unaudited	
	Shareholders' Funds:		
1.	(a) Capital	211	211
	(b) Reserves and Surplus	1543	750
	Sub Total (a to b)	1754	961
2.	Loan Funds	1297	1414
3.	Deferred Tax	41	179
	TOTAL	3092	2554
	APPLICATION OF FUNDS		
1.	Fixed Assets:	1073	924
2.	Investments	502	502
3.	Current assets, Loans and Advances :		
	(a) Inventories	1548	1147
	(b) Sundry Debtors	280	196
	(c) Cash and Bank Balances	95	52
	(d) Loans and Advances	899	902
	Sub Total (a to d)	2822	2297
4.	Less : Current Liabilities and Provisions :		
	(a) Liabilities	1250	1103
	(b) Provisions	68	66
	Sub Total (a to b)	1318	1169
	Net Current Assets	1504	1128
5.	Miscellaneous Expenditure (To the extent not written off or adjusted)	13	-
	TOTAL	3092	2554

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.
- No complain was pending on 01/07/2010 and 16 complains were received and 10 resolved during the quarter ended 30/09/2010.
- The above results were approved at the meeting of Board of Directors held on 9th November, 2010. The Statutory Auditors of the Company have carried out "Limited Review" of the Financial Results for the Quarter ended 30th September, 2010.

By the order of the Board


U. Kanoria
Chairman & Director

Kolkata, the 9th November, 2010

