

**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 31<sup>st</sup> December, 2011, 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.

Dated the 14<sup>th</sup> day of February, 2012

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 Months Ended 31st December, 2011

(Rs. In Lacs)

Sl No.	Particulars	(Unaudited)			(Unaudited)		(Audited)
		Quarter Ended			Nine Months Ended		Year Ended
		31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	31.03.2011
1	(a). Net Sales/Income from Operations	756	1,083	1,125	2,231	2,154	3,107
	(b) Other Operating Income	-	-	-	-	-	-
2	Expenditure						
	a. (Increase)/Decrease in Stock in Trade & Work in progress	162	(184)	416	(591)	(739)	62
	b. Consumption Of Raw Materials	39	85	82	272	339	362
	c. Employees Cost	120	126	146	371	370	540
	d. Power & Fuel	55	64	47	165	139	169
	e. Depreciation	20	19	18	57	54	74
	f. Selling & Distribution Expenses	50	56	47	129	102	166
	g. Other expenditure	268	334	269	907	883	1,227
	Total Expenditure ( 2a+2b+2c+2d+2e+2f+2g)	714	500	1,025	1,310	1,148	2,600
3	Profit from Operations before Other Income, Interest and Exceptional items (1-2)	42	583	100	921	1,006	507
4	Other Income	39	18	10	67	24	34
5	Profit before Interest and Exceptional Items (3+4)	81	601	110	988	1,030	541
6	Interest	35	39	29	117	113	145
7	Profit after Interest but before Exceptional Items (5-6)	46	562	81	871	917	396
8	Exceptional items	-	-	-	-	-	-
9	Profit from Ordinary Activities before Tax (7+8)	46	562	81	871	917	396
10	Tax Expenses						
	(i) Provision for Current Taxes	11	(16)	16	45	59	77
	(ii) Provision for Income Tax for Earlier Years	-	-	-	-	-	16
	(iii) Provision for Deferred Taxes	(2)	(1)	3	(4)	2	(12)
11	Net Profit from ordinary Activities after tax and before EOI (9-10)	37	579	62	830	856	315
12	Extraordinary Items (net of tax expenses)	-	-	-	-	-	-
13	Net Profit for the period (11-12)	37	579	62	830	856	315
14	Paid -up Equity Share Capital (Face Value per share Rs. 10/-)	170.76	170.76	170.76	170.76	170.76	170.76
15	Reserves excluding revaluation reserve as per balance sheet of previous accounting year						969
16	Earning Per Share (EPS) (Not Annualised)						
	a. Basic and Diluted EPS before EOI per share (Rs.)	2.17	33.90	3.63	48.59	50.12	18.26
	b. Basic and Diluted EPS after EOI per share (Rs.)	2.17	33.90	3.63	48.59	50.12	18.26
17	Public Shareholding :						
	- Number of Shares	585094	585068	590168	585094	590168	590168
	- Percentage of Shareholding	34.26%	34.26%	34.56%	34.26%	34.56%	34.56%
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	1122515	1122541	1117441	1122515	1117441	1117441
	- Percentage of shares ( as a % of the total shareholding of promoters and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of shares (as a % of total shareholding of the Company)	65.74%	65.74%	65.44%	65.74%	65.44%	65.44%

**Notes:**

- Tea Industry being seasonal in character, the above figures can not be taken as indicative for the full year.
- 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 issued by the Companies Accounting Standard Rules, 2006
- The number of investor complaints at the beginning of the quarter were Nil, received and disposed of during the quarter 3 and pending Nil.
- The above results were approved at the meeting of Board of Directors held on 14th February, 2012. The Statutory Auditors of the Company have carried out "Limited Review" of the Financial Results for the Quarter ended 31st December, 2011.
- Previous year/period figures have been regrouped/rearranged, wherever necessary.

By the order of the Board

*U. Kanoria*  
 U. Kanoria  
 Chairman & Director

Kolkata, the 14th February, 2012