

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, 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.

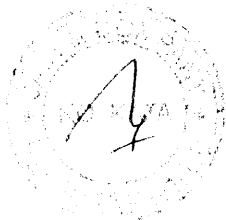
Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and polices has not disclosed the information 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.

For Jain & Co.
Chartered Accountants


(M.K.Jain)
Partner

Membership No 55048

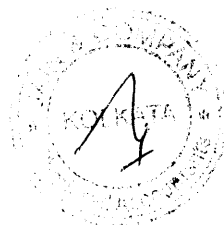
Dated the 12th day of November, 2011



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, 2011

(Rs. In Lacs)

Sl. No.	Particulars	(Unaudited)		(Unaudited)		(Audited)
		Quarter Ended		Half Year Ended		Year Ended
		30.09.2011	30.09.2010	30.09.2011	30.09.2010	31.03.2011
1.	(a). Net Sales/Income from Operations	1,083	900	1,475	1,029	3,107
	(b) Other Operating Income	-	-	-	-	-
2.	Expenditure	(184)	(565)	(753)	(1,155)	62
	a. (Increase)/Decrease in Stock in Trade & Work in progress	85	169	233	257	362
	b. Consumption Of Raw Materials	126	111	251	224	540
	c. Employees Cost	64	59	110	92	169
	d. Power & Fuel	19	18	37	36	74
	e. Depreciation	56	45	79	55	166
	f. Selling & Distribution Expenses	334	308	639	614	1,227
	g. Other expenditure	500	145	596	123	2,600
	Total Expenditure (2a+2b+2c+2d+2e+2f+2g)					
3.	Profit from Operations before Other Income, Interest and Exceptional items (1-2)	583	755	879	906	507
4.	Other Income	18	9	28	14	34
5.	Profit before Interest and Exceptional Items (3+4)	601	764	907	920	541
6.	Interest	39	46	82	84	145
7.	Profit after Interest but before Exceptional Items (5-6)	562	718	825	836	396
8.	Exceptional items	-	-	-	-	-
9.	Profit (+)/Loss (-) from Ordinary Activities before Tax (7+8)	562	718	825	836	396
10.	Tax Expenses					
	(i) Provision for Current Taxes	(16)	20	34	43	77
	(ii) Provision for Income Tax for Earlier Years	-	-	-	-	16
	(iii) Provision for Deferred Taxes	(1)	(1)	(2)	(1)	(12)
11.	Net Profit(+)/Loss(-) from ordinary Activities after tax and before EOI (9-10)	579	699	793	794	315
12.	Extraordinary Items (net of tax expenses)	-	-	-	-	-
13.	Net Profit(+)/Loss(-) for the period (11-12)	579	699	793	794	315
14.	Paid -up Equity Share Capital (Face Value per share Rs. 10/-)	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)					
	a. Basic EPS before EOI per share (Rs.) (Not Annualised)	33.90	40.93	46.43	46.49	18.26
	Diluted EPS before EOI per share (Rs.) (Not Annualised)	-	-	-	-	18.26
	b. Basic EPS after EOI per share (Rs.) (Not Annualised)	33.90	40.93	46.43	46.49	18.26
	Diluted EPS after EOI per share (Rs.) (Not Annualised)	-	-	-	-	18.26
17.	Public Shareholding :					
	- Number of Shares	585068	616018	585068	616018	590168
	- Percentage of Shareholding	34.26%	36.07%	34.26%	36.07%	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	1122541	1091591	1122541	1091591	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%
	- Percentage of shares (as a % of total shareholding of the Company)	65.74%	63.93%	65.74%	63.93%	65.44%



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

(Rs. In Lacs)

Particulars	(Unaudited)	
	Half Year Ended	
	30.09.2011	30.09.2010
Shareholders' Funds		
1. (a) Capital	211	211
(b) Reserves AND Surplus	1761	1543
Sub Total (a to b)	1972	1754
2. Loan Funds	1175	1297
3. Deferred Tax	28	41
TOTAL	3175	3092
Application of Funds		
1. Fixed Assets	1113	1073
2. Investments	562	502
3. Current Assets, Loans and Advances		
(a) Inventories	1076	1548
(b) Sundry Debtors	323	280
(c) Cash and Bank Balances	111	95
(d) Loans and Advances	1108	899
Sub Total (a to d)	2618	2822
4. Less: Current Liabilities and Provisions		
(a) Liabilities	1019	1250
(b) Provisions	108	68
Sub Total (a to b)	1127	1318
Net Current Assets	1491	1504
5. Miscellaneous Expenditure (To the extent not written off or adjusted)	9	13
TOTAL	3175	3092

Notes:

- Tea Industry is seasonal in nature, the results for the period can not be taken as indicative of results for the full year.
- 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.
- During the quarter, 3 complaints were received from the investors, which have been resolved. No complaints of investors were pending at the beginning of the quarter as well as at the end of the quarter.
- The above results were approved at the meeting of Board of Directors held on 12th November,2011. The Statutory Auditors of the Company have carried out "Limited Review" of the Financial Results for the Quarter ended 30th September,2011.

By the order of the Board

*A. Kanoria*A. Kanoria
Wholetime Director

Kolkata, the 12th November,2011

