

JAIN & CO.
Chartered Accountants

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REPORT ON LIMITED REVIEW

Review Report to Kanco Tea & Industries Limited

We have reviewed the accompanying statement of unaudited financial results (“the statement”) of Kanco Tea & Industries Limited (“the Company”) for the quarter ended on 30th June, 2017 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIF/CFD/FAC/62/2016 dated July 05, 2016. Attention is drawn to the fact that the figures for the corresponding quarter ended 30th June, 2016 including the reconciliation of net profit for the quarter under Ind AS of the corresponding quarter with net profit for the quarter reported under previous GAAP, as reported in these financial results have been approved by the Company’s Board of Directors but have not been subjected to review.

This statement is the responsibility of the Company’s Management and has been approved by the Board of Directors in their meeting held on 14th September, 2017. 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) 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”, 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 prepared in accordance with applicable Accounting Standards as notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified in Section 133 of the Companies Act, 2013, read with the relevant rules issued there under and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement subject to the following:

Non provision of income tax and deferred tax for the quarter ended 30th June, 2017 as per Indian Accounting Standard (Ind AS) 12 “Income Taxes” which has not been ascertained by the Company.

For Jain & Co.
Chartered Accountants
(Registration No. 302023E)



(CA M.K.Jain)
Partner

(Membership No 55048)

Place: Kolkata
Dated the 14th day of September, 2017

KANCO TEA & INDUSTRIES LIMITED

Regd. Office : 'Jasmine Tower', 3rd Floor, 31, Shakespeare Sarani, Kolkata - 700017
 Telefax : 22815217, E-Mail : contact@kancotea.in, Website : www.kancotea.in, CIN-L15491WB1983PLC035793

Statement of Unaudited Standalone Financial Results for the Quarter ended 30th June, 2017

(₹ in lakh)

Sl. No.	Particulars	Quarter ended	
		30.06.2017 (Unaudited)	30.06.2016 (Unaudited)
	Revenue :		
I	Revenue from Operation	1,438	561
II	Other Income	51	58
III	Total Revenue (I+II)	1,489	619
IV	Expenses :		
a.	Cost of Materials consumed	228	158
b.	Changes in inventories of finished goods,work-in-progress and Stock-in-trade	(164)	(458)
c.	Employee benefits expense	658	460
d.	Finance Costs	112	25
e.	Depreciation and amortisation expense	39	38
f.	Other expenses	535	301
	Total Expenses	1,408	524
V	Profit/ (Loss) before exceptional items and Taxation (III-IV)	81	96
VI	Exceptional Items	-	-
VII	Profit/ (Loss) before tax (V-VI)	81	96
VIII	Tax Expense	-	-
1.	Current Tax	-	-
2.	Deferred Tax	-	-
3.	(Excess) / Short provision for taxes of earlier years	-	-
IX	Profit / (Loss) for the period (VII-VIII)	81	96
X	Profit / (Loss) from Discontinuing Operations		
XI	Tax Expense of Discontinuing Operations		
X	Profit / (Loss) from Discontinuing Operations (after Tax) (X-XI)		
IX	Profit/ (Loss) for the Period (VII+VIII)	81	96
X	Other Comprehensive Income / (Loss) (net of tax)		
	Items that will not be re-classified subsequently to profit or loss	(17)	26
XI	Total Comprehensive Income/(Loss) for the period (X+XI)	64	122
XII	Paid-up Equity Share Capital (Face value per shares ₹ 10/-)	170.76	170.76
XIII	Earning per Share (not Annualised)		
	Basic & Diluted	3.73	7.12

Notes:

- The Company has adopted Indian Accounting Standard ('Ind AS') notified by the Ministry of Corporate Affairs with effect from April 01, 2017 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 Interim Financial Reporting prescribed under section 133 of the Companies Act, 2013 read with rules issued thereunder. The date of transition is April 01, 2016. The impact of transition if any, has been accounted for in opening reserves and the comparative period results has been restated accordingly.
- The format for un-audited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated 30th November, 2015 has been modified to comply with requirements of SEBI's circular dated 5th July, 2016, Ind AS and Schedule III (Division II) to the Companies Act, 2013 which are applicable to Company that are required to comply with Ind AS.
- The Company is primarily engaged in the business of cultivation, manufacture and sale of tea, which is seasonal in character, figures for the current period cannot be taken as indicative of likely result for the year ending 31st March, 2018.
- The Company has one reportable segment, which is tea. Accordingly, no disclosure under Ind AS -108 dealing with Segment Reporting has been made.
- The cost of materials consumed represents only green leaf purchased from third parties.
- The ultimate tax liability can be ascertained at the end of the year in view of the seasonal nature of tea business and therefore no provision for Current Tax and Deferred Tax has been made.
- The statement does not include Ind AS compliant results for the preceding quarter and previous year ended 31st March, 2017 as the same is not mandatory as per SEBI's circular dated 5th July, 2016.
- Figures for the quarter ended 30th June, 2016 have been reclassified, wherever necessary to make them Ind AS compliant and comparable with the figure for the current period.

9. The Ind AS compliant corresponding figures in the previous year has not been subjected to review. However, the company's management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.
10. The result for the current quarter is not comparable with the previous quarter as the current quarter includes figures for Bamonpookrie Tea Estate which was acquired by the Company w.e.f 1st of March,2017.
11. The reconciliation of net profit or loss reported in accordance with Indian GAAP to total comprehensive income in accordance with Ind AS is given below:

Particulars	(₹ in lakh) Quarter ended 30th June 2016 (not subjected to review)
Net Profit/(Loss) under Indian GAAP	182
Adjustments:	
Impact due to changes in value of Finished Goods (Made Tea)	(128)
Impact due to recognition of Biological Assets at Fair Valuation and movement thereon	12
Reclassification of re-measurement of Defined Benefit Plans to Other Comprehensive Income	7
Others	22
Net profit under IND AS	96
Other Comprehensive Income (Net of tax)	26
Total Comprehensive income under IND AS	122

12. The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 14th of September,2017. The Statutory Auditors have carried out a "Limited Review" of the aforesaid results.

By the order of the Board

U. Kanoria
U. Kanoria
Chairman & Director
DIN : 00081108

Kolkata, the 14th September, 2017



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Statement of Unaudited Standalone Financial Results for the Quarter ended 30th June, 2017

(₹ in Lakhs)

Sl. No.	Particulars	Quarter ended	Quarter ended
		30/06/2017	30/06/2016
		(Unaudited)	(Unaudited)
1.	Total Income from Operations	1,789	619
2.	Net Profit/(Loss) for the period (before tax, Exceptional and/or Extraordinary items)	81	96
3.	Net Profit/(Loss) for the period before tax (after Exceptional and/or Extraordinary items)	81	96
4.	Net Profit/(Loss) for the period after tax (after Exceptional and/or Extraordinary items)	81	96
5.	Total Comprehensive Income for the period (Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (after tax)	(17)	26
6.	Equity Share Capital	170.76	170.76
7.	Earning Per Share (of ₹10/- each) (for continuing and discontinued operations) -		
	a) Basic (*not annualised)	3.73	7.12
	b) Diluted (*not annualised)	3.73	7.12

Note:

- The above is an extract of the detailed format of Quarterly Results filed with the Bombay Stock Exchange Limited and Calcutta Stock Exchange Limited, under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015. The full format of the Quarterly Results along with Report of the Statutory Auditors are available on the Stock Exchange website: <http://www.bseindia.com> and <http://www.cse-india.com> and on the Company website: <http://kancotea.in>.
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Net profit/(loss) under Indian GAAP	182
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- The Ind AS compliant corresponding figures in the previous year has not been subjected to review. However, the company's management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.



By the order of the Board

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DIN : 00081108

Kolkata, the 14th September, 2017