

**JAIN & CO.**  
**Chartered Accountants**

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**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS**

To,  
The Board of Directors,  
Kanco Tea & Industries Limited  
'Jasmine Tower', 3<sup>rd</sup> Floor  
31, Shakespeare Sarani  
Kolkata – 700017

1. We have reviewed the accompanying statement of Standalone Unaudited Financial Results of Kanco Tea & Industries Limited ("the Company") for the quarter and six months ended 30<sup>th</sup> September, 2018 ("the Statement") 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.
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors in their meeting held on 12<sup>th</sup> November, 2018, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133, of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.
3. 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.
4. 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 for the quarter and six months ended 30<sup>th</sup> September, 2018 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 12<sup>th</sup> day of November, 2018

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 and Six Months ended 30th September, 2018

(₹ in lakh)

Sl. No.	Particulars	Quarter Ended			Six Months Ended		Year Ended
		30.09.2018 (Unaudited)	30.06.2018 (Unaudited)	30.09.2017 (Unaudited)	30.09.2018 (Unaudited)	30.09.2017 (Unaudited)	31.03.2018 (Audited)
	<b>Revenue :</b>						
I	Revenue from Operation	2,262	1,377	1,979	3,639	3,417	5,308
II	Other Income	9	10	23	19	74	301
III	<b>Total Revenue (I+II)</b>	<b>2,271</b>	<b>1,387</b>	<b>2,002</b>	<b>3,658</b>	<b>3,491</b>	<b>5,609</b>
	<b>IV Expenses :</b>						
a.	Cost of Materials consumed	447	299	240	746	468	628
b.	Changes in inventories of finished goods, work-in-progress and Stock-in-trade	(246)	(173)	(63)	(419)	(227)	133
c.	Employee benefits expense	730	643	673	1,373	1,331	2,540
d.	Finance Costs	129	130	109	259	221	424
e.	Depreciation and amortisation expense	46	46	38	92	77	169
f.	Power & Fuel	185	100	128	285	241	458
g.	Consumption of Stores & Spares	102	153	82	255	273	485
h.	Selling & Distribution Expenses	37	15	17	52	71	155
i.	Other expenses	129	165	139	294	316	596
	<b>Total Expenses</b>	<b>1,559</b>	<b>1,378</b>	<b>1,363</b>	<b>2,937</b>	<b>2,771</b>	<b>5,588</b>
V	Profit/ (Loss) before exceptional items and Taxation (III-IV)	712	9	639	721	720	21
VI	Exceptional Items	-	-	-	-	-	-
VII	<b>Profit/ (Loss) before tax (V-VI)</b>	<b>712</b>	<b>9</b>	<b>639</b>	<b>721</b>	<b>720</b>	<b>21</b>
VIII	Tax Expense						
	Current Tax	-	-	-	-	-	-
	Deferred Tax	(62)	-	-	(62)	-	21
IX	<b>Profit / (Loss) for the period (VII-VIII)</b>	<b>774</b>	<b>9</b>	<b>639</b>	<b>783</b>	<b>720</b>	<b>-</b>
X	Other Comprehensive Income / (Loss) (net of tax)						
	Items that will not be re-classified subsequently to profit or loss	(5)	(7)	(15)	(12)	(32)	37
XI	<b>Total Comprehensive Income/(Loss) for the period (X+XI)</b>	<b>769</b>	<b>2</b>	<b>624</b>	<b>771</b>	<b>688</b>	<b>37</b>
XII	Paid-up Equity Share Capital (Face value per shares ₹ 10/-)	512.28	512.28	512.28	512.28	512.28	512.28
XIII	Other Equity (as per balance sheet of previous accounting year)						2,302.37
XIV	Earning per Share (₹) (not Annualised)						
	Basic & Diluted	15.11	0.18	12.47	15.28	14.05	-

Standalone Un-Audited Statement of Assets & Liabilities as at 30th September, 2018

(₹ in lakh)

Sl. No.	Particulars	As at 30th September, 2018	As at 31st March, 2018
<b>A</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-Current Assets</b>		
	(a) Property, Plant & Equipment	4750	4761
	(b) Capital work-in-progress	27	25
	(c) Other Intangible Assets	0	0
	(d) Investment in Subsidiary	96	96
	(e) Financial Assets		
	(i) Investments	1561	1823
	(ii) Trade Receivables	6	3
	(iii) Loans	777	550
	(iv) Other Financial Assets	121	117
	(f) Other Non-Current Assets	96	113
	(g) Non-Current Tax Asset (Net)	31	31
	<b>Sub-Total- Non-Current Assets</b>	<b>7465</b>	<b>7519</b>
<b>2</b>	<b>Current Assets</b>		
	(a) Inventories	696	317
	(b) Biological Assets other than bearer plant	37	11
	(c) Financial Assets		
	(i) Trade Receivables	860	85
	(ii) Cash and Cash Equivalents	246	18
	(iii) Bank Balances other than (ii) above	41	28
	(iii) Loans	8	7
	(iv) Other Financial Assets	68	68
	(d) Other Current Assets	290	204
	<b>Sub-Total- Current Assets</b>	<b>2246</b>	<b>738</b>
	<b>TOTAL ASSETS</b>	<b>9711</b>	<b>8257</b>



Sl. No.	Particulars	As at 30th September, 2018	As at 31st March, 2018
<b>B</b>	<b>EQUITY AND LIABILITIES</b>		
1	<b>Equity</b>		
	(a) Equity Share Capital	512	512
	(b) Other Equity	3011	2302
		<b>3523</b>	<b>2814</b>
2	<b>Liabilities</b>		
	<b>Non-Current Liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	2812	2453
	(ii) Trade Payables	10	10
	(iii) Other Financial Liabilities	10	1
	(b) Provisions	316	277
	(c) Deferred Tax Liabilities (Net)	49	111
	(d) Other Non-current Liabilities	20	22
	<b>Sub-total- Non-Current Liabilities</b>	<b>3217</b>	<b>2874</b>
	<b>Current Liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	1385	1278
	(ii) Trade Payables	323	320
	(iii) Other Financial Liabilities	1018	932
	(b) Provisions	16	18
	(c) Other Current Liabilities	229	21
	<b>Sub-total- Current Liabilities</b>	<b>2971</b>	<b>2569</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>9711</b>	<b>8257</b>

Notes:

- The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 12th of November, 2018. The Statutory Auditors have carried out a "Limited Review" of the aforesaid results.
- 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, 2019.
- 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 and change in inventory for own green leaves.
- The ultimate tax liability can be ascertained at the end of the year in view of the seasonal nature of tea business and therefore provision for Current Tax has not been made.
- The above financial results have been prepared in accordance with Indian Accounting Standards (Ind AS)-34 "Interim Financial Reporting" as prescribed under section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.
- The figures for the corresponding previous period have been restated/regrouped wherever necessary, to make them comparable.

By the order of the Board

*U. Kanoria*

U. Kanoria

Chairman & Director

DIN : 00081108

Kolkata, the 12th November, 2018



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Statement of Unaudited Standalone Financial Results for the Quarter and Six Months ended 30th September, 2018

(₹ in Lakhs)

Sl. No.	Particulars	Quarter ended 30/09/2018	Quarter ended 30/06/2018	Quarter ended 30/09/2017	Six Months ended 30/09/2018	Six Months ended 30/09/2017	Year ended 31/03/2018
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1.	Total Income from Operations	2,262	1,377	1,979	3,639	3,417	5,308
2.	Net Profit/(Loss) for the period before tax	712	9	639	721	720	21
3.	Net Profit/(Loss) for the period after tax	774	9	639	783	720	0
4.	Total Comprehensive Income for the period (Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (after tax))	769	2	624	771	688	37
5.	Equity Share Capital	512.28	512.28	512.28	512.28	512.28	512.28
6.	Other Equity (As per balance sheet of previous accounting year)	-	-	-	-	-	2302.37
7.	Earning Per Share (of ₹10/- each) (for continuing and discontinued operations)						
a)	Basic (*not annualised)	15.11	0.18	12.47	15.28	14.05	-
b)	Diluted (*not annualised)	15.11	0.18	12.47	15.28	14.05	-

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>.
- The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 12th of November, 2018. The Statutory Auditors have carried out a "Limited Review" of the aforesaid results.

By the order of the Board

*U. Kanoria*

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Chairman & Director  
DIN : 00081108



Kolkata, the 12th November, 2018