

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 June, 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.

Dated the 13th day of August, 2010

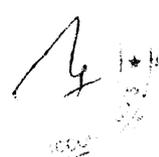
For Jain & Co.
Chartered Accountants



(M.K. Jain)

Partner

Membership No 55048



Kanco Tea & Industries Limited

Regd. Office: 'Jasmine Tower', 3rd Floor, 31, Shakespeare Sarani, Kolkata- 700 017

Unaudited Financial Results For The Quarter Ended 30th June,2010

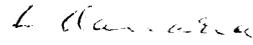
(Rs. In Lacs)

Sl. No.	Particulars	(Unaudited)		(Audited)
		Quarter Ended		Year Ended
		30.06.2010	30.06.2009	31.03.2010
1.	(a) Net Sales/Income from Operations	129	248	2,682
	(b) Other Operating Income	-	-	-
2.	Expenditure			
	a.(Increase)/Decrease in Stock in Trade & Work in progress	(590)	(521)	(137)
	b Consumption Of Raw Materials	88	121	252
	c.Purchase of Traded Goods	1	-	-
	d Employees Cost	113	102	477
	e.Power & Fuel	33	35	173
	f.Depreciation	18	15	65
	g Selling & Distribution Expenses	10	22	169
	h Other expenditure	305	286	1,158
	Total Expenditure (2a+2b+2c+2d+2e+2f+2g+2h)	(22)	60	2,157
3.	Profit from Operations before Other Income, Interest and Exceptional items (1-2)	151	188	525
4.	Other Income	5	5	43
5.	Profit before Interest and Exceptional Items (3+4)	156	193	568
6.	Interest	38	31	125
7.	Profit after Interest but before Exceptional Items (5-6)	118	162	443
8.	Exceptional items	-	-	-
9.	Profit (+)/Loss (-) from Ordinary Activities before Tax (7+8)	118	162	443
10.	Tax Expenses			
	(i) Provision for Current Taxes	23	7	56
	(ii)Provision for Deferred Taxes	-	(3)	(137)
11.	Net Profit(+)/Loss(-) from ordinary Activities after tax and before EOI (9-10)	95	158	524
12.	Extraordinary Items (net of tax expenses)	-	-	15
13.	Net Profit(+)/Loss(-) for the period (11-12)	95	158	509
14.	Paid -up Equity Share Capital (Face Value per share Rs.10/-) (Please refer Note 1)	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)	19.15	31.85	102.62
	Diluted EPS before EOI per share (Rs.) (Not Annualised)	5.56	9.26	29.81
	b. Basic EPS after EOI per share (Rs.) (Not Annualised)	19.15	31.85	102.62
	Diluted EPS after EOI per share (Rs.) (Not Annualised)	5.56	9.26	29.81
17.	Public Shareholding :			
	- Number of Shares	166800	166300	166300
	-Percentage of Shareholding	33.63%	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	329200	329700	329700
	- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	100.00%	100.00%	100.00%
	- Percentage of shares (as a % of total shareholding of the Company)	66.37%	66.47%	66.47%

Notes:

1. The Company has allotted 1211609 Equity Shares to Equity Share Holders of Kanco Enterprises Limited pursuant to scheme of demerger on 10th of August,2010.
2. The figures for the corresponding periods have been restated, wherever necessary, to make them comparable.
3. Accounting Standard-17 dealing with Segment Reporting is presently not applicable in view of revenue from manufacturing of Black Tea.
4. 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.
5. No complaint was pending on 01/04/2010 and none received during the quarter ended 30/06/2010.
6. Pursuant to Clause 41 of the Listing Agreement, the Statutory Auditors of the Company have carried out a "Limited Review" of the Unaudited Financial Results for the Quarter ended 30th June,2010.
7. The above results were approved at the meeting of Board of Directors held on 13th August,2010.
8. The figures for the corresponding periods have been restated, wherever necessary, to make them comparable.

By the order of the Board


U Kanoria
Director

Kolkata, the 13th August,2010

