

KANCO ENTERPRISES LIMITED

REGISTERED OFFICE: 'JASMINE TOWER', 3RD FLOOR, 31, SHAKESPEARE SARANI, KOLKATA - 700 017
 Telefax: (+91 33) 22815217, Email: Compliance@kanco.in, Website: www.kanco.in, CIN: L51909WB1991PLC053283

PART I		(₹. in Lakhs)				
STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER, 2017						
Sl. No.	Particulars	Quarter Ended			Six Months Ended	
		30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
		(Refer Note 9)			(Refer Note 9)	
1.	Income from operations	-	-	-	-	-
	(a) Revenue from operations	-	-	-	-	-
	(b) Other income	8	1	4	9	24
	Total income	8	1	4	9	24
2.	Expenses	-	-	-	-	-
	(a) Cost of materials consumed	-	-	-	-	-
	(b) Employee benefits expense	22	23	25	45	52
	(c) Finance cost	272	261	285	533	509
	(d) Depreciation and amortisation expense	17	17	71	34	142
	(e) Other expenses	11	9	25	20	46
	Total expenses	322	310	386	632	749
3.	Profit / (Loss) before exceptional items and tax (1-2)	(314)	(309)	(382)	(623)	(725)
4.	Exceptional items	-	-	-	-	-
5.	Profit / (Loss) before tax (3-4)	(314)	(309)	(382)	(623)	(725)
6.	Tax expenses	-	-	-	-	-
7.	Net Profit/(Loss) for the period (5-6)	(314)	(309)	(382)	(623)	(725)
8.	Other comprehensive income (net of tax expenses)	-	-	-	-	-
9.	Total comprehensive income for the period (7+8)	(314)	(309)	(382)	(623)	(725)
10.	Paid-up equity share capital (Face value per share ₹. 10/-)	1,793	1,793	1,793	1,793	1,793
11.	Earning per share (EPS) of ₹. 10 per share					
	Basic & Diluted EPS (₹. per share) (Not annualised)	(1.75)	(1.72)	(2.13)	(3.47)	(4.04)

Part II - Statement of Assets and Liabilities

(₹. in Lakhs)

Sl. No.	Particulars	As at
		30/09/2017
		(Unaudited)
A.	Assets	
1	Non-Current Assets	
	(a) Property, plant and equipment	1,554
	(b) Financial assets	
	Others	18
	(c) Other non-current assets	132
	Sub-total Non-Current Assets (A)	1,704
2	Current Assets	
	(a) Inventories	24
	(b) Financial assets	
	Cash and cash equivalents	42
	(c) Other current assets	6
	Sub-Total Current Assets (B)	72
	Total Assets (A + B)	1,776
B	Equity and Liabilities	
1	Equity	
	(a) Equity share capital	1,793
	(b) Other equity	(9,537)
	Sub-total - Equity (A)	(7,744)
2	Non-Current Liabilities	
	(a) Financial liabilities	
	Borrowing	434
	Sub-total - Non-Current Liabilities (B)	434
3	Current Liabilities	
	(a) Financial liabilities	
	Borrowing	1,855
	Trade payable	27
	Other financial liabilities	7,189
	(b) Provisions	5
	Sub-total - Current Liabilities (C)	9,066
	Total Equity and Liabilities (A + B + C)	1,776



Notes:

1. The above results were reviewed by the Audit Committee and approved at the meeting of Board of Directors held on December 12, 2017; and these have been subjected to a limited review by the Statutory Auditors of the Company and their qualifications have been dealt with in the Note Nos. 5, 6 and 7 below which are self explanatory.
2. 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.
3. The Company is engaged in the business of manufacturing of cotton yarn & knitted fabrics. Since the Company's business falls within a single business segment, disclosure under Indian Accounting Standard (Ind AS) -108 Operating Segments is not applicable.
4. In absence of probable future taxable profit, the Company has recognised deferred tax assets only to the extent of deferred tax liability, as stipulated by Indian Accounting Standard (Ind AS) -12.
5. During the year ended September 30, 2012, State Bank of India (SBI) has unilaterally cancelled the forward contracts and debited ₹. 1178.81 lakhs, being the losses on account of foreign exchange difference excluding interest, if any, into our cash credit account without any authorization from us. The company was not in agreement with the action taken by the SBI and lodged its objection with SBI. The Company has filed a suit in Hon'ble High Court at Calcutta on 6th day of August, 2013 against State Bank of India and therefore disputes the forex loss. The said suit has been transferred to the Hon'ble City Civil Court at Ahmedabad pursuant to the order dated 18th day of August 2014 of Hon'ble High Court at Calcutta. The Company therefore has not recognized the said forex loss in its books of accounts. The dispute is sub-judice.
6. The loan accounts of the Company have become NPA in the books of the lenders namely State Bank of India and IDBI Limited. Interest on these accounts has been provided as per the last communicated rates or at the rate debited by the bank.
7. The company has not provided interest on unsecured intercorporate loan of ₹. 951.30 lakhs from related party and unsecured loan of ₹. 150.00 lakhs received from non-related party.
8. The Company suspended operations in September, 2015 to contain losses due to un-favourable market conditions and financial constraints. The incentives given to new cotton spinning units under the state textile policy created an uneven playing field making it difficult for the older units to compete in times of general lack of demand and a situation of oversupply in the market. The financial statements as at 30-09-2015 and afterwards have been therefore been prepared on non going concern basis.
9. The Ind AS compliant financial results for the quarter and six months ended September 30, 2016 have not been subjected to limited review or audit. However, the management has exercised necessary due diligence to ensure that financial results provide true and fair view of its affairs.
10. There is no change in results between previously reported (referred to as "Previous GAAP") and Ind AS for the quarter ended September 30, 2016, hence reconciliation for the same is not given.
11. The figures have been re-grouped and re-classified, wherever necessary to make them comparable.

By the order of the Board



U. Kanoria
Chairman & Managing Director
DIN:00081108

Kolkata, the 12th December, 2017



LIMITED REVIEW REPORT

The Board of Directors
Kanco Enterprises Limited
Jasmine Towers,
3rd Floor, 31, Shakespeare Sarani,
Kolkata - 700017

1. We have reviewed the statement of unaudited financial results of Kanco Enterprises Limited (the "Company") for the quarter and six months ended September 30, 2017 (the "Statement"). This statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (the "Listing regulation, 2015") read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016, which has been initialled by us for identification purpose. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. 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 Statement is free from material misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. (a) During the year ended September 30, 2012, the Company has not accounted for Foreign Exchange loss of Rs. 1178.81 lakhs, arising out of Cancellation of Forward Contract. On account of this, accumulated loss as at March 31, 2017 is lower by the said amount. The loss above does not include interest, if any.

(b) Interest on Loan accounts with State Bank of India has been debited in the books of accounts as per last agreed rate. We have been explained that the Company has no information about any change in the rate of interest, so impact, if any, of the same in statement of profit and loss and other equity is not determinable.

(c) the company has not provided interest on unsecured intercorporate loan of Rs. 951.30 lakhs from related party and unsecured loan of Rs. 150 lakhs received from non-related party. On account of this, for the quarter ended September 30, 2017; June 30, 2017; September 30, 2016, Six months ended September 30, 2017 and Six months ended September 30, 2016 stated in attached statement of profit and loss is lower by Rs. 28.70 lakhs, Rs. 28.03 lakhs, Rs. 13.53 lakhs, Rs. 56.73 and Rs. 27.12 lakh respectively. If this interest provision would have been accounted then losses per share for the quarter ended September 30, 2017; June 30, 2017; September 30, 2016, Six months ended September 30, 2017 and Six months ended September 30, 2016 would have been higher by Rs. 0.16, Rs. 0.16, Rs. 0.08, Rs. 0.32 and Rs. 0.15 respectively.

(d) Because of operational difficulties and to curtail the loss, company has suspended its manufacturing operation from September 30, 2015. The statement as at September 30, 2017 have been therefore been prepared on non-going concern basis and assets are stated at lower of carrying value or net realisable value.

5. Based on our review conducted as above and except for the above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the applicable Indian Accounting Standards under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder 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 and Disclosure Requirements) Regulation, 2015, read with SEBI 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.

For B.R.Shah & Associates
Firm Registration No. 129053W
Chartered Accountants

D. G. Desai

Deval Desai
Partner
Membership No. 132426



Ahmedabad
Date: December 12, 2017

KANCO ENTERPRISES LIMITED

Registered Office: 'Jasmine Tower' 3rd Floor, 31, Shakespeare Sarani, Kolkata - 700017

Telefax: (+91 33)22815217, Email: compliance@kanco.in, Website: www.kanco.in, CIN: L51909WB1991PLC053283
Statement of Standalone Unaudited Financial Results for the Quarter and Six Months Ended 30th September, 2017

Sl. No.	Particulars	₹ in Lakhs)					
		Quarter ended 30/09/2017 (Unaudited)	Quarter ended 30/06/2017 (Unaudited)	Quarter ended 30/06/2017 (Unaudited)	Quarter ended 30/06/2017 (Unaudited)	Six Months ended 30/09/2017 (Unaudited)	Six Months ended 30/09/2016 (Unaudited)
1.	Total Income from Operations (net)	8	1	4	9	24	
2.	Net Profit/(Loss) for the period (before tax, Exceptional and/or Extraordinary items)	(314)	(309)	(352)	(623)	(725)	
3.	Net Profit/(Loss) for the period before tax (after Exceptional and/or Extraordinary items)	(314)	(309)	(352)	(623)	(725)	
4.	Net Profit/(Loss) for the period after tax (after Exceptional and/or Extraordinary items)	(314)	(309)	(352)	(623)	(725)	
5.	Total Comprehensive Income for the period (Comprising Profit/(Loss) for the period (after tax) and Other	(314)	(309)	(352)	(623)	(725)	
6.	Equity Share Capital	1793	1793	1793	1793	1793	
7.	Earning Per Share (of ₹10/- each): for continuing and						
	a) Basic (₹) (*not annualised)	(1.75)*	(1.72)*	(1.2.13)*	(3.47)*	(4.04)*	
	b) Diluted (₹) (*not annualised)	(1.75)*	(1.72)*	(1.2.13)*	(3.47)*	(4.04)*	

Note

- The above is an extract of the detailed format of Quarterly Results filed with the 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.cse-india.com> and on the Company website: <http://kanco.in>.
- There is no change in results between previously reported (referred to as "Previous GAAP") and Ind AS for the quarter and six months ended September 30, 2016, hence reconciliation for the same is not given.
- 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.

By the order of the Board



U. Kanoria

U. Kanoria
Chairman & Managing Director
DIN : 00081108

Place: Kolkata
Date : 12th December, 2017