

Kanco Enterprises Limited
Standalone Statement of Assets and Liabilities as on 31.03.2014

(Rs. in Lakhs)

Particulars	As at (Current half year end) 31.03.2014	As at (Previous year end) 30.09.2013
	Unaudited	Audited
A EQUITY & LIABILITIES		
1 Shareholders' funds:		
(a) Share capital	1,793	1,793
(b) Reserves and surplus	(4,734)	(4,509)
Sub-total - Shareholders' funds	(2,941)	(2,716)
2 Non-current liabilities		
(a) Long-term borrowings	434	434
(b) Long-term provisions	84	79
Sub-total - Non-current liabilities	518	513
3 Current liabilities		
(a) Short-term borrowings	2,128	2,178
(b) Trade payables	748	736
(c) Other current liabilities	4,115	3,915
(d) Short-term provisions	33	29
Sub-total - Current liabilities	7,024	6,858
TOTAL - EQUITY AND LIABILITIES	4,601	4,655
B ASSETS		
1 Non-current assets		
(a) Fixed assets	2,545	2,729
(b) Long-term loans and advances	412	398
Sub-total Non-current assets	2,957	3,127
2 Current assets		
(a) Current investments	4	4
(b) Inventories	876	897
(c) Trade receivable	95	75
(d) Cash and cash equivalents	56	42
(e) Short-term loans and advances	613	510
Sub-total current assets	1,644	1,528
TOTAL - ASSETS	4,601	4,655

Notes:

- The above results were reviewed by the Audit Committee and approved at the meeting of Board of Directors held on May 09, 2014.
- 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 Accounting Standard (AS) -17 Segment Reporting is not applicable.
- In absence of virtual certainty, the Company has recognised deferred tax assets only to the extent of deferred tax liability, as stipulated by Accounting Standard -22.
- During the year ended September 30, 2012, State Bank of India (SBI) has unilaterally cancelled the forward contracts and debited Rs.1178.81 lacs, 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 Company therefore has not recognized the said forex loss in its books of accounts.
- 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.
- The Company's appeal filed on 18/01/2013 in Appellate Authority for Industrial and Financial Reconstruction u/s 25(1) the Sick Industrial Companies (Special Provisions) Act,1985 (SICA, 1985) against the order passed by the Board of Industrial and Financial Reconstruction (BIFR) for reference bearing no.3/2012 filed u/s 15(1) of the SICA,1985 is pending.
The Company's reference bearing no.6/2013 filed u/s 15(1) of SICA, 1985 filed with BIFR is also pending.
- The figures have been re-grouped and re-classified, wherever necessary to make them comparable.
- The Statutory Auditors of the Company have qualified their Limited Review Report on the matter stated in Note 4 & 5 above.

By the order of the Board

U.Kanoria
Chairman & Managing Director

Kolkata, the 9th May, 2014