

KANCO ENTERPRISES LIMITED

REGISTERED OFFICE: 'JASMINE TOWER', 3RD FLOOR,31,SHAKESPEARE SARANI, KOLKATA - 700 017

PART I							(Rs. in Lacs)
STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 31ST MARCH, 2013							
Sl. No.	Particulars	Quarter Ended			Six Months Ended		Year Ended
		31.03.2013	31.12.2012	31.03.2012	31.03.2013	31.03.2012	30.09.2012
		(Unaudited)			(Unaudited)		(Audited)
1.	Income from operations						
	(a) Net sales/income from operations (Net of excise duty)	3,825	3,229	2,977	7,054	5,593	12,281
	(b) Other operating income	2	5	6	7	43	46
	Total income from operations (net)	3,827	3,234	2,983	7,061	5,636	12,327
2.	Expenses						
	(a) Cost of materials consumed	2,351	2,249	2,347	4,600	4,204	8,706
	(b) Changes in inventories of finished goods, work-in progress and stocks-in-trade	162	(89)	(184)	73	74	109
	(c) Employee benefits expense	276	216	199	492	380	812
	(d) Power & fuel	392	402	429	794	713	1,577
	(e) Depreciation and amortisation expense	99	99	111	198	217	415
	(f) Selling & distribution expense	35	34	50	69	112	197
	(g) Other expenses	192	162	190	354	351	684
	Total expenses	3,507	3,073	3,142	6,580	6,051	12,500
3.	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	320	161	(159)	481	(415)	(173)
4.	Other income	20	1	-	21	38	54
5.	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	340	162	(159)	502	(377)	(119)
6.	Finance costs	242	219	241	461	464	911
7.	Profit/ (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	98	(57)	(400)	41	(841)	(1,030)
8.	Exceptional items	-	-	-	-	-	-
9.	Profit / (Loss) from ordinary activities before tax (7+8)	98	(57)	(400)	41	(841)	(1,030)
10.	Tax expenses	-	-	-	-	-	-
11.	Net Profit/(Loss) from ordinary activities after tax (9-10)	98	(57)	(400)	41	(841)	(1,030)
12.	Extraordinary items (net of tax expenses)	-	-	-	-	-	-
13.	Net Profit/(Loss) for the period (11-12)	98	(57)	(400)	41	(841)	(1,030)
14.	Paid -up equity share capital (Face value per share Rs.10/-) Reserves excluding revaluation reserve as per balance sheet of previous accounting year	1,793	1,793	1,793	1,793	1,793	1,793
15.		-	-	-	-	-	(4,398)
16i	Earning per share (before extraordinary items)(of Rs.10 each) (not annualised)						
	a. Basic	0.55	(0.32)	(2.23)	0.23	(4.69)	(5.75)
	b. Diluted	0.55	(0.32)	(2.23)	0.23	(4.69)	(5.75)
16ii	Earning per share (after extraordinary items)(of Rs.10 each) (not annualised)						
	a. Basic	0.55	(0.32)	(2.23)	0.23	(4.69)	(5.75)
	b. Diluted	0.55	(0.32)	(2.23)	0.23	(4.69)	(5.75)
PART II							
A.	PARTICULARS OF SHAREHOLDING						
1.	Public Shareholding :						
	- Number of shares	6735235	6735235	6734085	6735235	6734085	6734085
	-Percentage of shareholding	37.56%	37.56%	37.56%	37.56%	37.56%	37.56%
2.	Promoters and Promoter Group Shareholding						
	a) Pledged/Encumbered						
	- Number of Shares	5400636	5400636	5400636	5400636	5400636	5400636
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	48.24%	48.24%	48.24%	48.24%	48.24%	48.24%
	- Percentage of shares (as a % of the total share capital of the Company)	30.12%	30.12%	30.12%	30.12%	30.12%	30.12%
	b) Non-Encumbered						
	- Number of Shares	5794503	5794503	5795653	5794503	5795653	5795653
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	51.76%	51.76%	51.76%	51.76%	51.76%	51.76%
	- Percentage of shares (as a % of the total share capital of the Company)	32.32%	32.32%	32.32%	32.32%	32.32%	32.32%
B.	INVESTOR COMPLAINTS	3 months ended 31st March, 2013					
	Pending at the beginning of the quarter	-					
	Received during the quarter	-					
	Disposed of during the quarter	-					
	Remaining unresolved at the end of the quarter	-					

Kanco Enterprises Limited
Standalone Statement of Assets and Liabilities as on 31.03.2013

(Rs. in Lakhs)

Particulars	As at (Current half year end) 31.03.2013	As at (Previous year end) 30.09.2012
	Unaudited	Audited
A EQUITY & LIABILITIES		
1 Shareholders' funds:		
(a) Share capital	1,793	1,793
(b) Reserves and surplus	(4,357)	(4,398)
Sub-total - Shareholders' funds	(2,564)	(2,605)
2 Non-current liabilities		
(a) Long-term borrowings	457	472
(b) Long-term provisions	55	46
Sub-total - Non-current liabilities	512	518
3 Current liabilities		
(a) Short-term borrowings	2,550	2,629
(b) Trade payables	1,357	1,789
(c) Other current liabilities	3,480	3,256
(d) Short-term provisions	20	9
Sub-total - Current liabilities	7,407	7,683
TOTAL - EQUITY AND LIABILITIES	5,355	5,596
B ASSETS		
1 Non-current assets		
(a) Fixed assets	2,894	3,081
(b) Long-term loans and advances	41	41
Sub-total Non-current assets	2,935	3,122
2 Current assets		
(a) Current investments	4	4
(b) Inventories	1,204	1,540
(c) Trade receivable	296	89
(d) Cash and cash equivalents	65	44
(e) Short-term loans and advances	851	797
Sub-total current assets	2,420	2,474
TOTAL - ASSETS	5,355	5,596

Notes:

- The above results were reviewed by the Audit Committee and approved at the meeting of Board of Directors held on May 13, 2013.
- 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. This is an unilateral action taken by the SBI and no mandate either for cancellation of forward contract or debit of losses into cash credit account was given by the Company. The Company is not in agreement with the action taken by the SBI and have already lodged its objection with SBI. The Company therefore disputes the forex losses and has not recognized the same 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 13th May, 2013