



KANANI INDUSTRIES LIMITED

R.O. : G-6, PRASAD CHAMBERS, TATA ROAD NO.2, OPERA HOUSE, MUMBAI- 400 004.
STATEMENT OF STANDALONE/CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER/YEAR ENDED 31ST MARCH, 2012
(₹ In lakhs)

Particulars	Standalone Result Quarter Ended			Standalone Result Year Ended		Consolidated Result Year Ended	
	31.03.2012 Audited	31.12.2011 Unaudited	31.03.2011 Audited	31.03.2012 Audited	31.03.2011 Audited	31.03.2012 Audited	31.03.2011 Audited
1. Income	3,173.50	5,420.10	2,908.85	14,026.89	15,166.70	16,555.09	15,166.70
a. Sales/ Income from Operation							
b. Other Operating Income							
Total Income	3,173.50	5,420.10	2,908.85	14,026.89	15,166.70	16,555.09	15,166.70
2. Expenditure	2,830.41	5,376.18	3,358.22	13,243.29	13,695.17	16,338.95	13,695.17
a. Consumption of Raw Material and Packing Material							
b. Changes in Inventories of Finished goods, Work-in progress and stock-in trade	101.44	(52.67)	(378.05)	378.21	(318.70)	(247.20)	(318.70)
c. Employees Cost	9.69	(2.11)	12.87	48.70	52.83	48.70	52.83
d. Depreciation	3.05	3.04	3.39	12.19	13.56	12.19	13.56
e. Other Expenses	13.92	7.64	9.69	37.37	84.18	45.18	84.18
Total Expenses	2,958.80	6,346.32	3,006.13	13,719.74	13,827.05	16,197.82	13,827.05
3. Profit from operations before Other Income, finance cost and Exceptional Items (1-2)	218.00	73.78	(97.28)	307.13	1,439.65	357.28	1,639.68
4. Other Income	(242.39)	222.91	(80.77)	(80.77)	26.13	(80.77)	26.13
5. Profit from ordinary activities before finance cost (3-4)	(47.39)	296.70	(97.28)	256.36	1,665.78	306.81	1,666.78
6. Finance Cost (Net)	105.30	72.18	19.85	231.88	47.38	231.88	47.38
7. Profit from ordinary activities after finance cost (5-6)	(152.69)	224.61	(117.13)	24.48	1,618.41	74.63	1,618.41
8. Exceptional Items (Net)							
9. Profit from Ordinary Activities before tax (7-8)	(152.69)	224.61	(117.13)	24.48	1,618.41	74.63	1,618.41
10. Tax Expenses							
- Current Tax				4.75		6.55	
- Tax for earlier year				0.00			
11. Net profit from ordinary activities after tax (9-10)	(152.69)	224.61	(117.13)	19.73	1,618.41	68.08	1,618.41
12. Paid up Equity Share Capital (Face Value of ₹.5/- each)	899.40	899.40	899.40	899.40	899.40	899.40	899.40
13. Reserve excluding Revaluation Reserves				3,099.26	3,079.53	3,081.51	3,079.53
14. Earning per share (EPS) of ₹ 5 Basic & Diluted EPS (Not annualised)	(0.85)	1.25	(0.65)	0.11	9.00	0.38	9.00
A. PARTICULAR OF SHARE HOLDING							
(I) Public Shareholding	4,527,120	4,527,120	4,527,120	4,527,120	4,527,120	4,527,120	4,527,120
- Number of Shares	25.17	25.17	25.17	25.17	25.17	25.17	25.17
- Percentage of Shareholding							
(II) Promoters and promoter group shareholding							
a. Pledged / Encumbered							
- Number of shares							
- Percentage of shares (as a % of total shareholding of Promoter and promoters group)							
- Percentage of shares (as a % of total Share Capital of the company)							
b. Non-Encumbered	13,460,880	13,460,880	13,460,880	13,460,880	13,460,880	13,460,880	13,460,880
- Number of shares	100.00	100.00	100.00	100.00	100.00	100.00	100.00
- Percentage of shares (as a % of total shareholding of Promoter and promoters group)							
- Percentage of shares (as a % of total Share Capital of the company)	74.83	74.83	74.83	74.83	74.83	74.83	74.83
NOTES :							
1. Previous period figures have been regrouped / rearranged wherever necessary.							
2. The figures of the last quarter are the balancing figures between audited figures in respect of the full financial year and published year to date figures upto the third quarter of the financial year.							
3. The above statement of audited financial results were taken on record at the meeting of the Board of Directors held on 30th May, 2012.							
4. The Company has only one segment i.e. Gems & Jewellery.							
5. The Company has not received any Investor's Complaints during the period under review.							
FOR & ON BEHALF OF BOARD OF DIRECTORS							
21.05.2012							
MR. PREM JIBHAI D. KANANI CHAIRMAN							
Place : Mumbai Date : 30/05/2012							

Ravi & Dev

Chartered Accountants

AUDITOR'S REPORT ON STANDALONE FINANCIAL STATEMENT

The Board of Directors
Kanani Industries Limited
Mumbai

1. We have audited the attached Standalone Balance Sheet of Kanani Industries Limited (the Company) and its subsidiaries, (the Company and its subsidiaries constitute 'the Group') as at 31st March, 2012, the Standalone Statement of Profit & Loss and the Standalone Cash Flow Statement for the year ended on that date.
2. These Standalone Financial Statements are the responsibility of the company management of Kanani Industries Limited. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with generally accepted auditing standards in India. These standards required that we plan and perform the audit to obtain reasonable assurance whether the financial statements are prepared, in all material respects, in accordance with an identified financial reporting framework and are free of material misstatement. An audit includes, examining on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principals used and significant estimates made by management, as well as evaluating the overall financial statements. We believe that our audit provides a reasonable basis for our opinion.
3. We report that the Standalone financial statements have been prepared by the company in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s).
4. Based on our audit and on other financial information of the subsidiary as referred to above, and to the best of our information and according to the explanation given to us, we are of the opinion that the attached Standalone financial statement of Kanani Industries Limited gives true and fair view in conformity with the accounting principals generally accepted in India :
 - a) In the case of Standalone Balance Sheet, of the state of affairs of the group as at 31st March, 2012 ;
 - b) In the case of Standalone Profit & Loss Statement, of the profit of the group for the year ended on that date ; and
 - c) In the case of Standalone Cash Flow Statement, of the Standalone Cash Flow of the group for the year ended on that date.

For **RAVI & DEV**
Chartered Accountants
(FRN : 108752W)

(DEVENDRA A. MEHTA)
Partner
Membership No. 82325



601, Aarus Chambers,
S.S. Amrutwar Marg, Worli,
Mumbai 400 013.

Mumbai,

30th May, 2012.

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Ravi & Dev

Chartered Accountants

AUDITOR'S REPORT ON CONSOLIDATED FINANCIAL STATEMENT

The Board of Directors
Kanani Industries Limited
Mumbai


1. We have audited the attached Consolidated Balance Sheet of Kanani Industries Limited (the Company) and its subsidiaries, (the Company and its subsidiaries constitute 'the Group') as at 31st March, 2012, the Consolidated Statement of Profit & Loss and the Consolidated Cash Flow Statement for the year ended on that date.
2. These Consolidated Financial Statements are the responsibility of the company management of Kanani Industries Limited. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with generally accepted auditing standards in India. These standards required that we plan and perform the audit to obtain reasonable assurance whether the financial statements are prepared, in all material respects, in accordance with an identified financial reporting framework and are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principals used and significant estimates made by management, as well as evaluating the overall financial statements. We believe that our audit provides a reasonable basis for our opinion.
3. We have relied on the unaudited financial statements of one subsidiary, included in the Consolidated Financial result, whose consolidated financial statement reflects total assets of Rs. 2,257.99 lacs as at 31st March, 2012, as well as net assets of Rs.1988.58, the total revenue from sales of Rs.2528.21 lacs and net cash flow of RS. 36.92 lacs for the year ended 31st March, 2012. These financial statements and other financial information as approved by the board of Directors, have been furnished to us by the management, and our opinion on consolidated financial result, to the extent they have been derived from such financial statement is based solely on such approved unaudited financial statement.
4. We report that the consolidated financial statements have been prepared by the company in accordance with the requirement of Accounting Standard (AS) 21, Consolidated Financial Statements issued under the Companies (Accounting Standard) Rules, 2006.
5. Based on our audit and on other financial information of the subsidiary as referred to above, and to the best of our information and according to the explanation given to us, we are of the opinion that the attached consolidated financial statement of Kanani Industries Limited gives true and fair view in conformity with the accounting principals generally accepted in India ;
 - a) In the case of consolidated Balance Sheet, of the state of affairs of the group as at 31st March, 2012 ;
 - b) In the case of consolidated Profit & Loss Statement, of the profit of the group for the year ended on that date ; and

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c) In the case of consolidated Cash Flow Statement, of the consolidated Cash Flow of the group for the year ended on that date.

For **RAVI & DEV**
Chartered Accountants
(FRN : 108752W)


(DEVENDRA A. MEHTA)
Partner
Membership No. 82325



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S.S. Amrutwar Marg, Worli,
Mumbai 400 013.

Mumbai,
30th May, 2012.