



# CHATURVEDI & COMPANY

CHARTERED ACCOUNTANTS

KOLKATA • MUMBAI • DELHI • CHENNA • KANPUR

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To  
The Directors  
Khaitan (India) Limited  
46C-Jawahar Lal Nehru Road  
Kolkata - 700 071

Dear Sirs,

**Sub : Limited Review of Quarterly Results in terms of Clause 41 of the Listing Agreement.**

We have reviewed the accompanying statement of unaudited financial results of M/s. Khaitan (India) Limited, 46C-Jawahar Lal Nehru Road, Kolkata - 700 071 for the period ended 31<sup>st</sup> December, 2013 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 materials misstatement. 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.

Management has informed us that *accruing gratuity/leave encashment is treated on cash basis which is not in accordance with Accounting Standard - 15 and impact of revised AS 15 has not been taken, and the value of the total employee cost is understated thus overstating the profits by the same amount and working has not been made regarding deferred tax assets / liability and tax expenses as per Accounting Standard - 22, segment reporting as per AS 17 and non reorganization of some interest income as per AS-9 issued by The Institute of Chartered Accountants of India.*

Based on our review conducted as above nothing has come to our notice that causes us to believe that the accompanying statements of unaudited financial results are not prepared in accordance with accounting standards notified under the Companies Act, 1956 read with the General Circular 15/2013 dated 13<sup>th</sup> September, 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013 and other recognized 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 mis-statement *except for non compliance of AS-9, AS-15, AS-17 & AS-22 as described in the previous paragraph*, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in 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 in contains any material misstatement.

For **Chaturvedi & Company**  
Chartered Accountants

  
**Nirmala Joshi**  
Partner

Mem. No. 52122

Place : Kolkata  
Dated : 13<sup>th</sup> February, 2014



PART I UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTH ENDED 31 ST DECEMBER, 2013							Rs in Lacs
	Particulars	3 months ended (1.10.13 TO 31.12.13 reviewed )	Preceding 3 months ended (1.7.13 to 30.09.13)	Corresponding 3 months ended (1.10.12 to 31.12.12) in the previous year	Year to date figure for current period ended (1.4.13 to 31.12.13 )	year to date figures for the previous year ended (1.4.12 to 31.12.12)	Year ended 31-03-13 (Audited)
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	(Audited)
1	<b>Income from operation</b>						
	(a) Net Sales/income from operation (Net of excise duty)	498.99	191.52	543.08	1,271.26	1,161.53	2,544.10
	(b) Other operating income	0.00	0.00	0.00	0.00	0.00	0.00
	<b>Total income from operations (net)</b>	498.99	191.52	543.08	1,271.26	1,161.53	2,544.10
2	<b>Expenses</b>						
	(a) Cost of materias consumed	627.06	22.85	831.07	785.56	978.87	1,591.96
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(406.05)	20.91	(663.59)	(177.68)	(516.14)	(104.32)
	(c) Employees benefits expenses	73.37	54.92	83.57	184.97	203.04	294.14
	(d) Depreciation and amortisation expense	35.71	35.48	36.58	106.07	106.04	147.00
	(e) Other expenses	132.43	39.74	184.24	298.22	357.65	508.96
	<b>Total Expenses</b>	462.52	173.90	471.87	1,197.14	1,129.46	2,437.74
3	<b>Profit/(Loss) from operation before other income, finance cost and exceptional items (1-2)</b>	36.47	17.62	71.21	74.12	32.07	106.36
4	Other income	7.28	8.50	9.55	29.71	156.77	219.07
5	<b>Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)</b>	43.75	26.12	80.76	103.83	188.84	325.43
6	Finance Costs	109.68	113.93	149.06	324.96	414.98	513.90
7	<b>Profit/(Loss) from ordinary activities after finance costs and exceptional items (5-5)</b>	(65.93)	(87.81)	(68.30)	(221.13)	(226.14)	(188.47)
8	Exceptional items	-	-	-	-	-	-
9	<b>Profit / (Loss) from ordinary activities before tax (7+8)</b>	(65.93)	(87.81)	(68.30)	(221.13)	(226.14)	(188.47)
10	Tax Expenses	-	-	-	-	-	-
11	<b>Profit / (Loss) from ordinary activities after tax (9+10)</b>	(65.93)	(87.81)	(68.30)	(221.13)	(226.14)	(188.47)
12	Extraordinary items (net of tax expense Lakhs)	-	-	-	-	-	-
13	<b>Net Profit / (Loss) for the period (11+12)</b>	(65.93)	(87.81)	(68.30)	(221.13)	(226.14)	(188.47)
14	Share of Profit/ (Loss) of Associates	-	-	-	-	-	-
15	Minority Interest	-	-	-	-	-	-
16	<b>Net Profit / (Loss) after taxes, minority interest and Share of Profit/ (Loss) of Associates (13+14+15)</b>	(65.93)	(87.81)	(68.30)	(221.13)	(226.14)	(188.47)
17	Paid-up equity share capital (Face Value @ Rs 10/- each )	475.00	475.00	475.00	475.00	475.00	475.00
18	Reserve Excluding Revaluation Reserves as per balance sheet for previous accounting year	-	-	-	-	-	5,027.69
19	<b>Earning per share (before extraordinary items) (of Rs. 10/- each) (not annualised):</b>						
	Basic & Diluted	(1.39)	(1.85)	(1.43)	(4.66)	(4.75)	(3.97)
<b>PART II SELECT INFORMATION FOR THE QUARTER AND NINE MONTH ENDED 31 ST DECEMBER, 2013</b>							
A	<b>PARTICULARS OF SHAREHOLDING</b>						
1	Public Shareholding						
	- Number of Shares	2288568	2423168	2423168	2288568	2423168	2423168
	- Percentage of Shareholding	48.18%	51.01%	51.01%	48.18%	51.01%	51.01%
2	Promoters and Promoter Group Shareholding						
	a) Pledge / Encumbered						
	- Number of shares	-	-	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
	- Percentage of shares (as a% of the total share capital of the company)	-	-	-	-	-	-
	b) Non - encumbered						
	- Number of Shares	2461432	2326832	2326832	2461432	2326832	2326832
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
	- Percentage of Shares (as a% of the total share capital of the company)	51.82%	48.99%	48.99%	51.82%	48.99%	48.99%
B	<b>INVESTOR COMPLAINTS</b>						
	Pending at the beginning of the quarter	NIL	NIL	NIL	NIL	NIL	NIL
	Received during the quarter	-	-	-	-	-	-
	Disposed of during the quarter	-	-	-	-	-	-
	Remaining unresolved at the end of the quarter	NIL	NIL	NIL	NIL	NIL	NIL

Notes

- 1 The above financial results, as reviewed by audit committee, were approved and taken on record by the Board of Directors in their meeting held on February 13, 2014
- 2 The Company operates mainly in one business segment viz. manufacturing of sugar and all other activities revolve around the main business
- 3 Provision for gratuity, leave Encashment and deferred tax will be considered at year end
- 4 Previous period's figures have been regrouped/rearranged wherever necessary.

Place : Kolkata  
The 13th February, 2014

By order of the Board  
For Khaftan (India) Ltd.

S Barua  
Executive Director

