

KABSONS INDUSTRIES LIMITED

REGD. OFFICE : PLOT NO.48, 8-3-1087, SRINAGAR COLONY, HYDERABAD - 500 073 (A.P)

website: www.kabsonsindustrieslimited.com

CIN NO. L23209AP1993PLC014458

PART - I

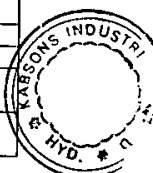
Statement of Un-Audited Financial Results(Provisional) for the Quarter Ended 30th June, 2014.

(Rs. In Lacs except Shares & EPS)

SL NO	PARTICULARS	Quarter Ended 30.06.2014 (Un-Audited)	Preceding Quarter Ended 31.03.2014 (Audited)	Quarter Ended 30-06-2013 (Un-Audited)	Period Ended 31-03-2014 (Audited)
1	a) Net Sales/Income from Operations	19.04	49.18	16.74	118.94
	b) Plant Lease Amounts and Rent earned	13.84	16.75	12.25	56.50
	c) Gas filling charges collected	10.64	10.25	5.02	37.42
	Total Income from Operations	43.52	76.18	34.01	212.86
2	<u>Expenditure:</u>				
	a) Purchase of stock-in-trade	20.64	41.14	12.92	102.89
	b) Changes in stock-in-trade and Work in Progress	(3.44)	4.61	2.08	4.59
	c) Employees Cost	8.86	9.19	9.64	37.32
	d) Depreciation	2.36	6.59	6.80	26.52
	e) Other Expenditure	8.89	13.86	12.72	52.57
	f) Total Expenditure :	37.31	75.39	44.16	223.89
3	Profit / (Loss) from Operations before Other Income, Finance cost & Exceptional Items	6.21	0.79	(10.15)	(11.03)
4	Other Income	4.36	3.76	3.19	14.69
5	Profit / (Loss) before Finance cost & Exceptional Items	10.57	4.55	(6.96)	3.66
6	Finance cost	0.00	0.00	0.00	0.00
7	Profit / (Loss) from ordinary activities after Finance Cost but before Exceptional Items	10.57	4.55	(6.96)	3.66
8	Exceptional Items	10.17	0.00	0.01	3.41
9	Profit / (Loss) from Ordinary Activities before Tax	20.74	4.55	(6.95)	7.07
10	Tax Expenses - Fringe Benefit Tax	0.00	0.00	0.00	0.00
11	Net Profit / (Loss) from Ordinary Activities after Tax	20.74	4.55	(6.95)	7.07
12	Extraordinary Items	0.00	0.00	0.00	0.00
13	Net Profit / (Loss) for the period	20.74	4.55	(6.95)	7.07
14	Paid-Up Equity Share Capital (Face Value of Rs.10.)	1746.30	1746.30	1746.30	1746.30
15	Reserves excluding Revaluation Reserves	502.37	502.37	502.37	502.37
16	Earning per share (EPS) (in Rs.) :				
	a) Basic and diluted EPS before Extraordinary Items	0.12	0.03	(0.04)	0.04
	b) Basic and diluted EPS after Extraordinary Items	0.12	0.03	(0.04)	0.04

PART - II

SL NO	PARTICULARS	Quarter Ended 30.06.2014 (Un-Audited)	Preceding Quarter Ended 31.03.2014 (Audited)	Quarter Ended 30-06-2013 (Un-Audited)	Period Ended 31-03-2014 (Audited)
A	PARTICULARS OF SHAREHOLDING				
1	Public Shareholding				
	- Number of Shares	5585050	5585050	5585050	5585050
	- Percentage of Shareholding	31.98%	31.98%	31.98%	31.98%
2	Promoters and Promoter Group Shareholding				
	a) Pledged / Encumbered				
	- Number of Shares	NIL	NIL	NIL	NIL
	- Percentage of Shares as percentage of total shareholding of Promoters and Promoter Group	NIL	NIL	NIL	NIL
	- Percentage of shares as a percentage of total share capital of the Company	NIL	NIL	NIL	NIL
	b) Non Encumbered				
	- Number of Shares	11877950	11877950	11877950	11877950
	- Percentage of Shares as percentage of total shareholding of Promoters and Promoter Group	100%	100%	100%	100%
	- Percentage of shares as a percentage of total share capital of the Company	68.02%	68.02%	68.02%	68.02%



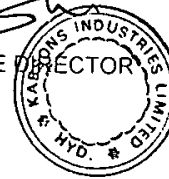
	Particulars	Quarter Ended 30-06-2014
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	NIL
	Received during the quarter	NIL
	Disposed of during the quarter	NIL
	Remaining unresolved at the end of the quarter	NIL

1. Interest on dealership deposit of Rs. 1.59 Lakhs has not been provided for the quarter under consideration.
2. As the Company is engaged only in one segment viz of Gas sales there are no other reportable segments as per Standard (AS-17).
3. In view of uncertainty associated with operations of the Company, it is considered appropriate not to create deferred tax asset.
4. Pursuant to the Companies Act, 2013 ("the Act") effective 1 April 2014, the Company has revised depreciation rates on fixed assets as per the useful life specified in Part "C" of Schedule II of the Act. As a result, depreciation expenses for current quarter is lower by Rs.2.45 lakhs and consequently, profit for the quarter is more by Rs.2.45 lakhs.
 - In respect of the fixed assets whose useful life is already exhausted as on 1 April 2014, balance depreciation of Rs.4.32 lakhs has been adjusted to debit balance in statement of Profit and loss as on 1 April 2014.
 - Excess depreciation of Rs.3.42 lakhs provided in earlier years is written back as exceptional item.
 - An amount of Rs.6.24 lakhs is deducted from accumulated depreciation and shown as residual value in respect of assets which were fully depreciated but not retired from the operations.
5. Previous year and current period figures have been regrouped / recasted wherever necessary.
6. The above results were reviewed by Audit Committee and taken on record by the Board of Directors at the meeting held on 14th August, 2014.
7. The above results are reviewed by Statutory Auditors.

For KABSONS INDUSTRIES LIMITED

Place : Hyderabad
Date : 14-08-2014

EXECUTIVE DIRECTOR





Brahmayya & Co.,

CHARTERED ACCOUNTANTS

VIJAYAWADA, HYDERABAD, VISAKHAPATNAM, GUNTUR, KAKINADA, TANUKU, ALSO AT CHENNAI, BANGALORE AND ADONI.

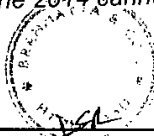
TO
THE BOARD OF DIRECTORS
KABSONS INDUSTRIES LIMITED,
HYDERABAD.

**REVIEW REPORT ON FINANCIAL INFORMATION OF KABSONS INDUSTRIES LIMITED
FOR THE QUARTER ENDED 30th JUNE 2014 TO BE SUBMITTED TO STOCK EXCHANGES**

1. We have reviewed the accompanying statement of unaudited financial results of **KABSONS INDUSTRIES LIMITED**, Regd. Office: 8-3-1087, Plot No.48, Srinagar Colony, HYDERABAD 500 073, (TELANGANA), for the Quarter ended 30th June 2014, except for the disclosures regarding "Public Shareholding and Promoter Group Shareholding" which have been traced from the disclosures made by the management and have not been audited by us. Management is responsible for the preparation and fair presentation of this interim financial information in accordance with the terms of Clause 41 of the Listing Agreement entered into by the said Entity with Stock Exchanges. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

2. We conducted our review in accordance with Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
3. *As more detailed in note no. 1 of the statement of Unaudited Financial Results, no provision has been made for Interest of Rs. 1.59 lakhs relating to outstanding dealer/distributor deposits. Had the same been accounted for, the net profit for the quarter ended would have been lesser by Rs. 1.59 lakhs and the accumulated losses as at the date would have been higher by the same amount. Our report on the financial statements for the year ended March 31, 2014 was also emphasized in respect of the above matter.*
4. *The Company has not estimated gratuity liability in accordance with AS-15 Employee Benefits issued by ICAI. Exact variance due to non-adoption of AS-15 and its impact on the Profit for the quarter ended 30th June 2014 cannot be quantified.*





Brahmayya & Co.,

CHARTERED ACCOUNTANTS

VIJAYAWADA, HYDERABAD, VISAKHAPATNAM, GUNTUR, KAKINADA, TANUKU, ALSO AT CHENNAI, BANGALORE AND ADONI.

5. The Company's current liabilities exceed its current assets by Rs. 3.31 crores and the Net worth of the Company is completely eroded as on June 30, 2014. These conditions along with other matters that exist as on June 30, 2014 indicate the existence of material uncertainty that may cast doubt about the Company's ability to continue as a going concern.

Conclusion

6. Based on our review conducted as above, *except for the effect of the matter stated in paragraph 3 above*, nothing has come to our attention that causes us to believe that the accompanying Interim Financial Information has not been prepared in all material respects, in accordance with and in terms of Clause 41 of the Listing Agreements with the Stock exchanges and has not disclosed the information required to be disclosed, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For BRAHMAYYA & CO.,
Chartered Accountants
Firms' Regn.No.000513S



(D. SEETHARAMAIAH)
Partner
Membership No.002907

Place : Hyderabad
Date : 14.08.2014