

KABSONS INDUSTRIES LIMITED

8-3-1087, Plot No. 48, Srinagar Colony, Hyderabad - 500073, Telangana, INDIA.

Tel : 040-66630006, Fax : 040-23740548, E-mail : operationslpg@gmail.com

Website : www.kabsonsindustrieslimited.com

Grievance redressal division Email : kilshareholders@gmail.com

CIN No.: L23209TG1993PLC014458

REF:KIL/CFO/BSE/2016-17

Date: 30.05.2016



To
Deputy General Manager
Dept. of Corporate Services
Bombay Stock Exchange Limited
P.J. Towers, Dalal Street
Mumbai – 400 001

Dear Sir / Madam,

Sub: Announcement of Audited Financial results for the quarter and year ended March 31, 2016 together with the Report of Auditors and Annexure – I.

Ref: i) Reg. 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016
ii) Our Scrip code – 524675

This is to inform you that the Audited Financial results for the quarter and year ended March 31, 2016 was approved and taken on record by the Board of Directors at their meeting held on May 30, 2016. The same was signed by Mr.Rajiv Kabra, Executive Director of the Company.

We enclose Audited Financial results for the quarter and year ended March 31, 2016 together with the Report of the Auditors in respect of the Audited financial results for the year ended March 31, 2016 along with **Annexure – I**.

We are arranging publication of the Extracts of Audited results in the newspaper and also in the website of the Company along with detailed Audited results as required under Reg.33 and with 47 of SEBI [LODR] Regulations, 2015.

The Meeting commenced at 5.30 p.m and concluded at 6.45 p.m

Kindly bring this to the notice of the members of the Exchange.

Yours faithfully,
for **KABSONS INDUSTRIES LIMITED**

CHIEF FINANCIAL OFFICER

KABSONS INDUSTRIES LIMITED

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

website: www.kabsonsindustrieslimited.com

CIN NO. L23209AP1993PLC014458

PART - I

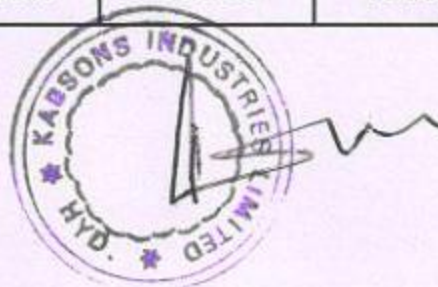
Statement of Audited Financial Results for the Quarter and Year Ended 31st March, 2016.

(Rs. In Lacs except Shares & EPS)

SL NO	PARTICULARS	Quarter Ended			Year Ended	
		31-03-2016 (Audited)	31-12-2015 (Un-Audited)	31-03-2015 (Audited)	31-03-2016 (Audited)	31-03-2015 (Audited)
1	Income from Operations					
	a) Income from Operations	29.42	29.55	30.62	114.49	135.65
	b) Other Operating Income	13.48	13.52	12.60	52.80	51.19
	Total Income from Operations	42.90	43.07	43.22	167.29	186.84
2	Expenses					
	a) Purchase of stock-in-trade	15.79	12.07	15.81	52.32	76.95
	b) Changes in stock-in-trade and Work in Progress	-2.10	1.10	0.56	(0.99)	0.90
	c) Employees Cost	11.86	11.09	9.83	42.39	37.63
	d) Depreciation	2.30	2.41	3.08	9.53	10.16
	e) Other Expenditure	17.79	14.81	20.64	74.86	51.68
	Total Expenses	45.64	41.48	49.92	178.11	177.32
3	Profit / (Loss) from Operations before Other Income, Finance cost & Exceptional Items	(2.74)	1.59	(6.70)	(10.82)	9.52
4	Other Income	9.38	5.22	4.98	27.48	18.16
5	Profit / (Loss) before Finance cost & Exceptional Items	6.64	6.81	(1.72)	16.66	27.68
6	Finance cost	0.00	0.00	0.00	0.00	0.00
7	Profit / (Loss) from ordinary activities after Finance Cost but before Exceptional Items	6.64	6.81	(1.72)	16.66	27.68
8	Exceptional Items	(27.48)	-	(0.67)	(27.48)	10.32
9	Profit / (Loss) from Ordinary Activities before Tax	(20.84)	6.81	(2.39)	(10.82)	38.00
10	Tax Expenses	0.00	0.00	0.00	0.00	0.00
11	Net Profit / (Loss) from Ordinary Activities after Tax	(20.84)	6.81	(2.39)	(10.82)	38.00
12	Extraordinary Items	0.00	0.00	0.00	0.00	0.00
13	Net Profit / (Loss) for the period	(20.84)	6.81	(2.39)	(10.82)	38.00
14	Paid-Up Equity Share Capital (Face Value of Rs.10.)	1746.30	1746.30	1746.30	1746.30	1746.30
15	Reserves excluding Revaluation Reserves	502.37	502.37	502.37	502.37	502.37
16	Earning per share (EPS) (in Rs.) : (Annualised)					
	a) Basic and diluted EPS before Extraordinary Items	-	-	-	(0.06)	0.22
	b) Basic and diluted EPS after Extraordinary Items	-	-	-	(0.06)	0.22

PART - II

SL NO	PARTICULARS	Quarter Ended			Year Ended	
		31-03-2016 (Audited)	31-12-2015 (Un-Audited)	31-03-2015 (Audited)	31-03-2016 (Audited)	31-03-2015 (Audited)
A	PARTICULARS OF SHAREHOLDING					
1	Public Shareholding					
	- Number of Shares	5582350	5582350	5582350	5582350	5582350
	- Percentage of Shareholding	31.97%	31.97%	31.97%	31.97%	31.97%
2	Promoters and Promoter Group Shareholding					
	a) Pledged / Encumbered					
	- Number of Shares	NIL	NIL	NIL	NIL	NIL
	- Percentage of Shares as percentage of total shareholding of Promoters and Promoter Group	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares as a percentage of total share capital of the Company	NIL	NIL	NIL	NIL	NIL
	b) Non Encumbered					
	- Number of Shares	11880650	11880650	11880650	11880650	11880650
	- Percentage of Shares as percentage of total shareholding of Promoters and Promoter Group	100%	100%	100%	100%	100%
	- Percentage of shares as a percentage of total share capital of the Company	68.03%	68.03%	68.03%	68.03%	68.03%



	Particulars	Quarter Ended 31-03-2016
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

Statement of Assets and Liabilities

SL. NO.	PARTICULARS	As at 31-03-2016 (Audited)	As at 31-03-2015 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	1,746.30	1,746.30
	(b) Reserves and surplus	(1,862.93)	(1,852.12)
	Sub-total - Shareholders' fund	(116.63)	(105.82)
2	Non-current liabilities		
	(a) Other long-term liabilities	164.02	60.30
	(b) Long-term provision	0.92	0.77
	Sub-total - Non-current liabilities	164.94	61.07
3	Current liabilities		
	(a) Short-term borrowings	26.00	31.00
	(b) Trade payables	18.86	19.03
	(c) Other current liabilities	789.63	885.40
	(d) Short-term provisions	1.98	1.21
	Sub-total - Current liabilities	836.47	936.64
	TOTAL - EQUITY AND LIABILITIES	884.78	891.89
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	242.30	243.55
	(c) Long-term loans and advances	10.41	10.23
	(d) Other non-current assets	1.34	91.52
	Sub-total - Non-current assets	254.05	345.30
2	Current assets		
	(a) Inventories	4.50	3.51
	(b) Trade receivables	25.75	26.19
	(c) Cash and cash equivalents	237.19	145.32
	(d) Short-term loans and advances	11.67	16.43
	(e) Other current assets	351.62	355.14
	Sub-total - Current assets	630.73	546.59
	TOTAL - ASSETS	884.78	891.89

Notes:

- As the Company is engaged only in one segment viz of Gas sales there are no other reportable segments as per Accounting Standard (AS - 17).
- In view of uncertainty associated with operations of the Company, it is considered appropriate not to create deferred tax asset.
- There are no investor complaints pending at the beginning of the quarter and there are no investor complaints received during the year.
- Previous year and current period figures have been regrouped / recasted wherever necessary.
- The above results were reviewed by Audit Committee and taken on record by the Board of Directors at the meeting held on May 30, 2016
- The statement includes the results for the Quarter ended 31.03.16, being the balancing figure between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year which are subject to limited review by Statutory Auditors.
- Auditors Qualifications:
 - the Company has not provided for the interest expense amounting to Rs.6,33,691 for the year and Rs.90,74,168 for earlier years against the Trade Deposits received from the Dealers / Distributors. Consequently, the same has resulted in understatement of loss for the year by Rs.6,33,691, understatement of the balance in the statement of profit and loss by Rs.97,07,879 and understatement of Current Liabilities by Rs.97,07,879.
 - The Company has not complied with the requirements of AS-15, 'Employee Benefits' in respect of gratuity. In view of this, the liability of the Company could not be ascertained. Consequently, we are unable to comment on the impact of the same on the profit for the year.
 - The Company's current liabilities exceeded its current assets by Rs. 205.74 lakhs as at 31.03.2016. This factor along with viz. complete erosion of net worth and uncertainty associated with the operations of the Company, a substantial doubt arises that whether the Company would be able to continue as a going concern.

Place : Hyderabad
Date : 30.05.2016

For KABSONS INDUSTRIES LIMITED

EXECUTIVE DIRECTOR





Auditor's Report on Quarterly Financial Results and Year to Date Results of Kabsons Industries Limited Pursuant to the Regulation 33 of the SEBI(Listing Obligations and Disclosure Requirements) Regulations,2015

To
The Board of Directors of Kabsons Industries Limited


1. We have audited the quarterly financial results of Kabsons Industries Limited for the quarter ended March 31,2016 and the year to date results for the period April 1,2015 to March 31,2016, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India.
2. We conducted our audit 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. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our Qualified opinion.

3. Basis for Qualified Opinion

The Company has not adopted and complied with the requirements of AS-15 'Employee Benefits' in respect of the Gratuity liability, which constitutes a departure from the Accounting standards referred to in section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. In view of this the liability of the company in this regard could not be ascertained. Consequently, we are unable to comment about the impact of this on the profit for the year, income tax and shareholder's funds.

4. Emphasis of matter

- (a) *We draw attention to Note 7(c) in the financial results which state that the Company's current liabilities exceeded its current assets by Rs 2.05 crores. Further, as indicated by the Company's Balance Sheet as at March 31, 2016, the net worth of the Company has eroded completely. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.*



(b) We draw attention to Note 7(a) in the financial results which states that the Company has not provided for the interest expense amounting to Rs. 6.34 lakhs for the year and Rs. 90.07 lakhs for earlier years against the Trade Deposits received from the Dealers/ Distributors. Consequently, the same has resulted in understatement of loss for the year by Rs. 6,34 lakhs, understatement of the balance in the statement of profit and loss by Rs. Rs. 97.07 lakhs and understatement of Current Liabilities by Rs. 97.07 lakhs.

5. In our opinion and to the best of our information and according to the explanation given to us, except for the effects of the matter described in Basis for Qualified Opinion and Emphasis of matters paragraph above, these quarterly financial results as well as the year to date financial results:

(i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and

(ii) give a true and fair view of the net loss and other financial information for the quarter ended March 31, 2016 as well as the year to date results for the period from April 1, 2015 to March 31, 2016.

6. The statement includes the results for the Quarter ended 31st March, 2016, being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which are subject to limited review by us.

Place : HYDERABAD

Date : 30.05.2016.

for Brahmayya&Co
Chartered Accountants
Firm's Regn. No.000513S


(K SHRAVAN)
Partner

Membership No. 215798

KABSONS INDUSTRIES LIMITED

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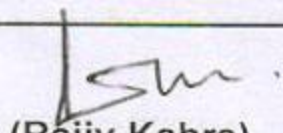
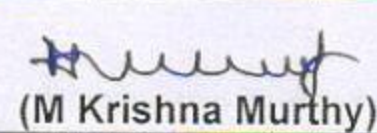
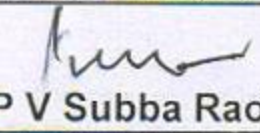

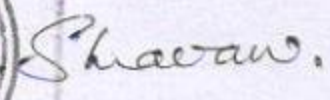
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ANNEXURE - I

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2016

[See Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Total income	19,477,611	19,477,611
	2.	Total Expenditure	20,559,344	21,193,035
	3.	Net Profit/(Loss)	(1,081,733)	(1,715,424)
	4.	Earnings Per Share	(0.06)	(0.09)
	5.	Total Assets	88,477,546	88,477,546
	6.	Total Liabilities	88,477,546	88,477,546
	7.	Net Worth	(189,293,448)	(199,001,327)
	8.	Any other financial item(s) (as felt appropriate by the management)	--	--
II.	<u>Audit Qualification (each audit qualification separately):</u>			
	a. Details of Audit Qualification:			
	i) We draw attention to Note No.7(a) in the published financial results which states that the Company has not provided for the interest expense amounting to Rs.6,33,691 for the year and Rs.90,74,168 for earlier years against the Trade Deposits received from the Dealers / Distributors. Consequently, the same has resulted in understatement of loss for the year by Rs.6,33,691, understatement of the balance in the statement of profit and loss by Rs.97,07,879 and understatement of Current Liabilities by Rs.97,07,879.			
	ii) We draw attention to Note No.7(b) in the published financial results which stat that the Company has not adopted and complied with the requirements of AS-15 'Employee Benefits' in respect of the Gratuity Liability which constitute a departure from the Accounting standards referred in section 211 (3C) of the Act. In view of this the liability of the company in this regard could not be ascertained. Consequently, we are unable to comment about the impact of the same on the profit for the year, income tax and shareholder's funds.			
	iii) We draw attention to Note No.7(c) in the published financial results which states that the Company's current liabilities exceeded its current assets by Rs. 2.06 crores. Further, as indicated by the Company's Balance Sheet as at March 31, 2016, the net worth of the Company has eroded completely. These conditions along with other matters as set forth in Note 7(c), indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.			
	b. Type of Audit Qualification : Qualified Opinion			
	c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing			
	i) Repetitive from the financial year ended 31st March, 2002.			
	ii) Repetitive from the financial year ended 31st March, 2008.			
	iii) Repetitive from the financial year ended 31st March, 2003.			

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	
Management's views:	
i) In view of Company's adverse financial position and will be negotiated for waiver, hence not provided for.	
ii) In view of very limited strength of employees, presently working with the Company, the requirements of AS 15 Employee Benefits in respect of gratuity could not be complied with. However provision for gratuity as required under Payment of Gratuity Act has been provided for and is being paid as and when the liability arises.	
iii) In spite of continues erosion of networth, position of excess of current liabilities over current assets and uncertainty associated with operations of the company, the Accounts of the Company are prepared on going concern basis.	
e. For Audit Qualification(s) where the impact is not quantified by the auditor:	
(i) Management's estimation on the impact of audit qualification:	--
(ii) If management is unable to estimate the impact, reasons for the same:	As per above.
(iii) Auditors' Comments on (i) or (ii) above:	Agreed with the above.
III. Signatories:	
o Executive Director	 (Rajiv Kabra)
o Chief Finaical Officer	 (M Krishna Murthy)
o Audit Committee Chairman	 (P V Subba Rao)
o Statutory Auditor	For Brahmayya & Co., Chartered Accountants Firm's Regn No.000513S   (K Shravan) Partner Membership No.215798
Place: Hyderabad	
Date: 30-05-2016	

KABSONS INDUSTRIES LIMITED

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Audited Financial Results for the Quarter / Year ended 31st March, 2016

(Rupees in Lakhs)

Sl. No.	Particulars	Quarter Ended	Year Ended	Quarter Ended
		31.03.2016	31.03.2016	31.03.2015
		(Audited)	(Audited)	(Audited)
1.	Total income from operations(Net)	42.90	167.29	43.22
2.	Net Profit from ordinary activities after tax / exceptional item of expenditure of Rs.27.48 Lacs for quarter / year ended 31.03.2016	(20.84)	(10.82)	6.81
3.	Net Profit from ordinary activities after tax and extra ordinary	(20.84)	(10.82)	6.81
4.	Equity Share Capital	1,746.30	1,746.30	1,746.30
5.	Reserves (excluding Revaluation Reserve) as shown in the Balance Sheet	502.37	502.37	502.37
6.	Earnings Per Share (before extraordinary items) (of Rs.10/- each)			
	Basic:	(0.12)	(0.06)	0.04
	Diluted:	(0.12)	(0.06)	0.04
7.	Earnings Per Share (after extraordinary items) (of Rs.10/- each)			
	Basic:	(0.12)	(0.06)	0.04
	Diluted:	(0.12)	(0.06)	0.04

Note: The above is an extract of the detailed format of Quarterly / Yearly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the Quarterly / Yearly Financial Results are available on the Stock Exchange website (www.bseindia.com) and also on the website of the Company at www.kabsonsindustrieslimited.com

Place: Hyderabad
Date: 30th May, 2016

For Kabsons Industries Limited

Rajiv Kabra
Executive Director

