



**N.K.
Industries Ltd**

12th August, 2017

To, National Stock Exchange of India Limited Exchange Plaza, Plot C-1, 'G' Block, ISB Centre, Bandra-Kurla Complex, Bandra (East), Mumbai-400 051. Company Code No. NKIND	To, BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai - 400 001. Company Code No. 519494
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Dear Sir/Madam,

Sub: Outcome of Board Meeting dated 12th August, 2017

In continuation to our communication dated 1st August, 2017 informing the date of Board Meeting. The Board of Directors of the Company at its meeting held today i.e. 12th August, 2017, has approved the Standalone Unaudited Financial Results for the quarter ended on 30th June, 2017.

Further, board took note of the Limited Review Report as received from the Statutory Auditors on the said financial results.

The Board Meeting concluded at 05:00 P.M.

Kindly consider the same and take on your record.

Thanking You.

For, N K INDUSTRIES LIMITED

**Ms. AKANKSHA SRIVASTAVA
(Company Secretary & Compliance Officer)**



Regd. Office : 7th Floor,
Popular House, Ashram Road,
Ahmedabad - 380 009.
India.

Phone : 91-79-66309999
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E-mail : nkil@nkproteins.com

Plant : 745, Kadi-Thor Road,
Kadi - 382 715. Dist. Mehsana (N.G.)
Tele : (02764) 242613, 263884
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Email : nkilkadi@yahoo.co.in

CIN No. : L91110GJ1987PLC009905

N.K. Industries Limited

Registered Office: 7th Floor, Popular House, Ashram Road, Ahmedabad - 380 009.

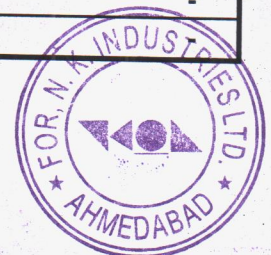
Works : 745, Kadi-Thor Road, KADI-382715 Dist.Mehsana (North Gujarat)

Standalone Unaudited Financial Results For The Quarter Ended On 30th June, 2017

CIN: L91110GJ1987PLC009905, Phone: 91-79-66309999, Email: nkil@nkproteins.com

(Rs. In Lacs, except per share data)

	Particulars	Unaudited	
		30th June 2017	30th June 2016
1	Income from operations		
	Revenue from Operations	6,502.07	4,185.18
	Other Income	10.45	9.77
	Total Income (1)	6,512.52	4,194.94
2	Expenses		
a.	Cost of materials consumed	-	-
b.	Purchases of stock-in-trade	5,004.55	2,671.91
c.	Changes in inventories of finished goods, work-in-progress and stock in trade	(111.76)	199.36
d.	Excise Duty and Service Tax	-	-
e.	Employee benefits expenses	220.76	171.62
f.	Finance costs	0.01	0.01
g.	Depreciation/Amortisation and Depletion expenses	330.98	338.46
h.	Other expenses	1,420.93	893.02
	Total Expense (2)	6,865.47	4,274.39
	Share of profit / (loss) of associates and Joint Venture	-	-
3	Profit/(Loss) before Exceptional Item and Tax (1-2)	(352.95)	(79.45)
4	Exceptional Items	-	-
5	Profit / (Loss) Before Tax (3-4)	(352.95)	(79.45)
6	Tax expense		
7	i) Current Tax	-	-
8	ii) Deferred Tax	-	-
9	Profit / (Loss) for the period (5-6)	(352.95)	(79.45)
	Other Comprehensive Income (OCI)		
i	Items that will not be reclassified to Profit or Loss	0.02	0.02
ii	Income tax relating to items that will not be reclassified to profit or loss	-	-
iii	Items that will be reclassified to Profit or Loss	-	-
iv	Income tax relating to items that will be reclassified to profit or loss	-	-
10	Total Other Comprehensive Income (Net of Tax)	0.02	0.02
	Total Comprehensive Income for the period (9+10)	(352.93)	(79.43)
11	Paid-Up Equity Share Capital of Rs. 10 Each	600.99	600.99
i	Earnings per share (for continuing operation) (of `10/- each) :		
	(a) Basic	(5.87)	(1.32)
	(b) Diluted	(5.87)	(1.32)
ii	Earnings per share (for discontinued operation) (of `10/- each) :		
	(a) Basic	-	-
	(b) Diluted	-	-



Notes:

- 1 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 12th August, 2017. The Auditors of the Company have carried out a "Limited Review" of the same.
- 2 The Financial Results of the Company has been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Amendment Rules, 2016 and pursuant to Regulation 33 of the SEBI (Listing Regulations) 2015 and SEBI Circular dated 5th July, 2016.
- 3 As the Company has only one business segment, disclosure under Accounting Standard 17 on "Segment Reporting" issued by the Institute of Chartered Accountants of India is not applicable.
- 4 The Company has adopted Ind AS (Indian Accounting Standards) from 1st April, 2017. The Figures for the Quarter ended 30th June, 2016 are also Ind AS compliant. They have not been subject to Limited Review Audit. However, the management has exercised necessary due diligence to ensure that the Financial Result provides a true and fair view of the Company affairs. Reconciliation of net profit in accordance with Ind As is given hereunder:

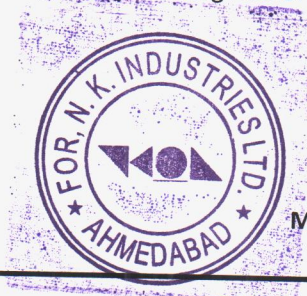
Reconciliation of above mentioned results to those reported under previous GAAP are summarised as follows:

Particulars		Quarter Ended on 30th June, 2016
	Net Profit after Tax for the period as per I-GAAP	-79.45
	Other Comprehensive Income/(Expense)	0.02
	Total Comprehensive Income for the period as per Ind AS	-79.43

- 5 Figures of the previous period/year have been regrouped/reclassified wherever necessary to make them comparable with figures of the quarter ended on March, 31 2017.
- 6 Company has not consolidated the quarterly results pursuant to the option selected under Regulation 33(3)(b)(i) of SEBI LODR, Regulations, 2015. Intimation in this regard was sent to the stock exchanges vide letter dated 11 August, 2017.
- 7 The Limited Review Report on the unaudited financial results for the quarter ended on 30th June, 2017 contains qualification regarding transactions entered by company during f.y. 2012-13 through trading and clearing member with NSEL. With respect to the said qualification it is to be submitted that National Spot Exchange Limited (NSEL) has served a notice to N K Proteins Private Limited who was a trading and clearing member at NSEL, and N K Industries Limited was only a client Company of Trading Member i.e. N K Proteins Limited. As regards, the balance of trade recivables and trade payables arising out of the transactions through NSEL, the same cannot be confirmed pursuant to pendency of litigations and as the matter is pending before the respective authorities.
- Further the company has challenged the notification issued by the Home Department under the MPID Act attaching the properties of the Company before the Hon'ble Gujarat High Court. The Hon'ble Gujarat High Court had disposed off the application vide its order dated 29th March, 2017. Against this the Company had preferred an appeal before the Hon'ble Supreme Court and the same was disposed on 17/04/2017 with an observation to file an applicaiton before the Bombay High Court. As per the direction of Hon'ble Supreme Court the Company had filed objections before the Bombay High Court dated 01/04/2017
- 8 The Limited Review Report on the unaudited financial results for the quarter ended on 30th June, 2017 contains qualifiactions regarding proceedings initiated by the Directorate of Enforcement under the Prevention of Money Laundering Act, 2002. With respect to the said qualifiaction it is to be submitted that the company has filed its detailed response before the Adjudicating Authority (PMLA) New Delhi. The matter is sub-judice.

Place: Ahmedabad

Date: 12th August, 2017



FOR, N K INDUSTRIES LIMITED

(Signature)

NILESH K PATEL

MANAGING DIRECTOR (DIN: 00244115)

REVIEW REPORT

To the Board of Directors of **N.K.INDUSTRIES LIMITED**

We have reviewed the accompanying statement of unaudited financial results ("the statement") of N.K.INDUSTRIES LIMITED "the company" for the quarter ended 30th June 2017. attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing obligations & Disclosure Requirements) Regulation, 2015, read with SEBI circular No.CIR/CFD/FAC/62/2016 dated 05TH July, 2016

This statement is the responsibility of the Company's management and has been approved by the Board of Directors in their meeting held on 12th August 2017. 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) 2410, "Review of Interim Financial information performed by the Independent Auditor" 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 material 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.

Without qualifying our opinion, we draw your attention to;

- I) The Company has not provided for Deferred Assets as there is no virtual Certainty of setting the same in near future.***
- II) During the quarter under review the company has made provision for Doubtful Debts of Rs 409.57 Lacs***



- III) *The company had incurred huge losses in past years, and has also incurred loss in the current quarter ended on 30th June , 2017 and the company's net worth is negative. In spite of this in view of the management, the accounts have been prepared on "Going Concern basis".*
- IV) The company was declared sick by Hon'ble Board for Industrial & Financial Reconstruction (BIFR) and had submitted rehabilitation scheme for consideration to the Operating Agency (OA). However, since SICA Act has been repealed with effect from 01.12.2016, as per the provisions of the SICA Repeal Act the company had to register/submit it's application/scheme to National Company Law Tribunal (NCLT) within 6 Months from the repealment of SICA Act. As informed to us, the company has not filed any such application/scheme before the Hon'ble NCLT.
- V) *Balance of Trade receivables, Loans & Advances & Trade payables are subject to confirmation from respective parties.*
- VI) *The closing stock as at 30.06.2017 is as taken, valued and certified by the Management.*

BASIS FOR QUALIFIED OPINION

1. i) The Company had entered into financial arrangement with National Spot Exchange Ltd (NSEL) through trading and Clearing Member, N.K.Proteins Private Ltd (erstwhile N.K.Proteins Limited (NKPL)(Group Company) by way of purchase and sales of various goods up to financial year 2012-13. The trade payables and trade receivables arising out of the transactions through National Spot Exchange Limited (NSEL) from the concerns other than the group concerns are subject to confirmations by the respective parties and reconciliations/adjustments, if any. Further, NSEL has suspended the trading on 31.07.2013 ,as per the directions issued b the Government of India, Ministry of Consumer Affaris.NSEL has filed recovery proceedings against the group company NKPL and



also against the company and the said proceedings are pending as on date. Further, the Home department, Government of Maharashtra has issued a notification under the Maharashtra Protection of Interest of Depositors (in financial establishments)-Act, 1999 (MPID Act) attaching the Land, Building & Plant & Machinery of the company located at Kadi, Gujarat. The company has challenged the notification by Home department of Maharashtra before Hon'ble Gujarat High Court. The Hon'ble Gujarat High Court had disposed off the application of the Company vide its order dated 29th March 2017. The company had preferred a Special Leave Petition before the Hon'ble Supreme Court of India. The Hon'ble Supreme Court of India had disposed off the Special Leave Petition on 17th April, 2017 with a observation to file an application before Hon'ble Bombay High Court, Mumbai, and as informed by the management, the company has filed petition before the Hon'ble Bombay High Court in June 2017. Besides the above, the company has also filed its objections against the attachment notification before the Designated Spl MPID Court, Mumbai. In view of the fact that the matter is subjudice, we are unable to quantify the final liability and its impact if any, on the loss of the company for the quarter under review.

- ii) The Directorate of Enforcement, Government of India has initiated proceedings against the company under section 5(1) of the prevention of Money Laundering Act, 2002, along with group company NKPL, and by virtue of the provisional attachment order dated 10/03/2015, attached the assets of the company comprising of Land, building, plant and machinery situated at Survey Nos. 719, 720, 721, 732/1, 732/2, 733, 741, 743, 744, 745, Kadi Thol Road, Village Kadi Kasba, taluka- Kadi, District Mehsana-382715 Gujarat. As explained to us, The company has preferred an appeal before the Hon'ble Appellate Tribunal under the Prevention of Money laundering Act, 2002. However, matter is subjudice, we are unable to quantify the liability and its impact if any, on the profit or loss of the company



Except for the adjustments to the interim financial information that we might have become aware of had it not been for the situation described above , based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the Applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act,2013 and other accounting principles generally accepted in India and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Securities and Exchange Board of India(Listing Obligations and Disclosure Requirements)Regulation,2015 read with SEBI Circular No CIR/CFD/CMD 15/2015 Dated November 30,2015 and SEBI Circular No CIR/CFD/FAC/62/2016 Dated July,05,2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Date: 12/08/2017



Place: Ahmedabad

FOR PARIKH & MAJMUDAR
CHARTERED ACCOUNTANTS
FRNNO 107525W

C.A (Dr. Hiten Parikh)
PARTNER
M.No. 040230